

# **KRA LEASING LIMITED**

CIN: L65993DL1990PLC039637; Ph. No: 0124-4746817

E-mail: kraleasing1990@gmail.com; Website: www.kraleasing.com

Regd. Off: C-20, SMA Co-operative Industrial Estate, G.T. Karnal Road, Delhi-110033

Corp. Off: Plot No.3, Sector-11, IMT Manesar, Gurugram-122050, Haryana

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To,  
Department of Corporate Services- Compliances  
Metropolitan Stock Exchange of India Ltd  
Building A, Unit 205A, 2<sup>nd</sup> Floor,  
Piramal Agastya Corporate Park,  
L.B.S Road, Kurla West, Mumbai-400 070

**Sub: Submission of Annual Report along with Notice of AGM for the year ended 31<sup>st</sup> March 2023**

**Dear Concern,**

This is with reference to Regulation 34 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. Please find enclosed herewith Annual Report of the Company along with Notice of Annual General Meeting for the financial year ending 31st March 2023.

This is for your kind information and record please.

Thanking You,

**For and on behalf of  
KRA Leasing Limited**

**Prashi Saxena  
Company Secretary & Compliance Officer**

**Enclosed : C.C**

**Date: 04.09.2023**

**Place: Gurugram**

**KRA Leasing Limited**

**CIN-L65993DL1990PLC039637**

Regd. Office:-C-20,SMA, Co-Operative Industrial Estate, G T Karnal Road,Delhi-110033

Website: [www.kraleasing.com](http://www.kraleasing.com): Ph:+91-124-4746817

Corp. Office: Plot No.03, Sector-11, IMT Manesar, Gurugram, Haryana-122050

**NOTICE**

Notice is hereby given that 34<sup>th</sup> Annual General Meeting of the members of KRA Leasing Limited will be held on Saturday, September 30, 2023 at C-20, SMA Co-operative Industrial Estate, G T Karnal Road, Delhi-110033 at 01:00 P.M. through Audio Visual Mode to transact the following businesses: -

**ORDINARY BUSINESS:-**

1. To consider and adopt:-
  - a) The audited financial statement of the company for the financial year ended March 31 2023,the reports of the Board of Directors and Auditors thereon ; and
  - b) The audited consolidated financial statement of the company for the financial year ended March 31, 2023 and Auditors report thereon.
2. To appoint director in place of Mr. Sri Krishan Mehra (DIN: 00058213), who retires by rotation at this Annual General Meeting and being eligible, has offered himself for re-appointment.
3. To Appoint auditor's and fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

**“Resolved that** pursuant to the provisions of section 139 and other applicable provisions, if any, of the Companies Act, 2013, and pursuant to the recommendation of the Audit Committee M/s. Daleep Bhatia & Co., Chartered Accountants, New Delhi, (Firm Registration No.:000918N) be and is hereby appointed as the Statutory Auditors of the company to hold office for 5 years, from the conclusion of this Annual General Meeting until the conclusion of the 38<sup>th</sup> Annual General Meeting, on remuneration of INR 2,10,000/- (Rupees Two Lac ten thousand Only) (excluding out of pocket expenses) and such annual increased remuneration as may be mutually agreed upon between the auditors and the Board of Directors of the Company.

**Resolved further that** Mr. Rajesh Mehra, Managing Director of the Company be and is hereby authorized to sign any document on behalf of the Company and take necessary steps and to do all acts, deeds and things as may be necessary and incidental to give effect to this resolution.”

**Resolved further that** Mr. Rajesh Mehra, Managing Director of the Company be and is hereby authorized to sign any document on behalf of the Company and take necessary steps and to do all acts, deeds and things as may be necessary and incidental to give effect to this resolution.”

**For KRA Leasing Limited**

Sd/-

**Prashi Saxena**

**Company Secretary & Compliance Officer**

**Membership No:-ACS-66481**

Place: Gurugram

Date: 04.09.2023

**Notes:-**

1. Pursuant to Ministry of Corporate Affairs' latest circular No.10/2022 dated 28.12.2022 read with SEBI's latest circular No **SEBI/HO/CFD/PoD-2/P/CIR/2023/4** dated 5th January 2023, company was exempted from dispatching physical copies of Notices and Annual Report to shareholders and was also allowed conducting Annual General Meeting (AGM) through electronic mode till 30th September 2023 ,therefore physical attendance of the Members to the AGM venue is not required and Annual general meeting (AGM) be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. In compliance with the provisions of the Companies Act, 2013 (the 'Act'), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'SEBI Listing Regulations') and MCA Circulars, AGM of the Company is being conducted through VC/OAVM hereinafter called as 'e-AGM'.
3. Since this e-AGM is being held pursuant to the MCA Circulars through VC/OAVM facility, physical attendance of members has been dispensed with. **Accordingly, the facility for appointment of proxies by the members will not be available for the e-AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.**
4. Institutional/Corporate shareholders (i.e. other than individuals/HUF, NRI, etc.) are required to send a scanned copy (pdf/jpg format) of its board or governing body's resolution/authorization, etc., authorizing their representative to attend the e-AGM on its behalf and to vote through remote e-voting. The said resolution/authorization shall be sent to the scrutinizer by email through its registered email address to fcsdebasis@gmail.com.
5. Brief details of the director, who is being re-appointed are annexed here to as per requirements of regulation 36(3) of the SEBI Listing Regulations and as per provisions of the Act.
6. The facility of joining the e-AGM through VC/OAVM will be opened 15 minutes before and will be open upto 15 minutes after the scheduled start time of the e-AGM, i.e., from 10.45 A.M to 11.15 A.M. and will be available on a first come first-served basis. This rule would however not apply to participation of shareholders holding 2% or more shareholding, promoters, institutional investors, directors, key and senior managerial personnel, auditors, etc.
7. Institutional investors, who are members of the Company are encouraged to attend and vote at the e-AGM of the Company.
8. To avoid fraudulent transactions, the identity/signature of the members holding shares in electronic/demat form is verified with the specimen signatures furnished by NSDL/CDSL and that of members holding shares in physical form is verified as per the records of the share transfer agent of the Company. Members are requested to keep the same updated.
9. SEBI has mandated the submission of Permanent Account Number (PAN) by every person dealing in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their depository participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company or RTA.
10. In terms of sections 101 and 136 of the Act, read with the rules made thereunder, the listed companies may send the notice of e-AGM and the annual report, including financial statements, boards' report, etc. by electronic mode & also through courier. Members may

note that the Notice and Annual Report for FY-2022-23 will also be available on the Company's website and also website of the stock exchange.

11. To receive communications through electronic means, including Annual Reports and Notices, members are requested to kindly register/update their email address with their respective depository participant, where shares are held in electronic form. In case of shares held in physical form, members are advised to register their e-mail address with RTA. Members are requested to register their email id and support the green initiative efforts of the Company.
12. Members are requested to support our commitment to environment protection by choosing to receive the Company's communication through email going forward.
13. **With a view to enable the Company to serve the members better, members who hold shares in identical names and in the same order of names in more than one folio are requested to write to the Company to consolidate their holdings in one folio.**
14. SEBI vide its notification dated 8<sup>th</sup> June 2018 as amended on 30<sup>th</sup> November 2018, has stipulated that w.e.f. 01<sup>st</sup> April 2019, the transfer of securities (except transmission or transposition of shares) shall not be processed, unless the securities are held in the dematerialized form. The Company has complied with the necessary requirements as applicable, including sending of letters to shareholders holding shares in physical form and requesting them to dematerialize their physical holdings.
15. In case of joint holders, the member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
16. The Company has been maintaining, inter-alia, the statutory registers at its registered office. In accordance with the MCA Circulars, the said registers will be made accessible for inspection through electronic mode and shall remain open and be accessible to any member during the continuance of the meeting.
17. Members who would like to ask questions on the items of the businesses to be transacted at the meeting can send their questions in advance by emailing to [krleasing1990@gmail.com](mailto:krleasing1990@gmail.com) mentioning their name, demat account no./Folio no., e-mail Id, mobile number, etc. The queries may be raised precisely and in brief to enable the Company to answer the same suitably depending on the availability of time at the meeting.
18. Members holding shares in physical form are advised to file nomination in the prescribed Form SH-13. In respect of shares held in electronic/demat form, the members may please contact their respective depository participant.
19. Since the meeting will be conducted through VC/OAVM facility, the route map is not annexed to this Notice.
20. In case a person becomes a member of the Company after dispatch of e-AGM Notice, and is a member as on the cut-off date for e voting, such person may obtain the user id and password from RTA or by email request to [krleasing1990@gmail.com](mailto:krleasing1990@gmail.com).
21. Only those members/shareholders, who will be present in the e-AGM through video conferencing facility and **have not cast their vote through remote e-voting** and are otherwise not barred from doing so are eligible to vote through e-voting at the AGM. However, members who have voted through remote e-voting may attend the AGM.
22. Members attending the e-AGM shall be counted for the purpose of reckoning the quorum under section 103 of the Act.

**INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER: -**

23. Members will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Members may access the same at <https://www.evotingindia.com> under member login by using the remote e-voting credentials. The link for VC/OAVM will be available in member login under Live Streaming option where the EVSN is displayed.
24. Members are encouraged to join the Meeting through Laptops/IPads for better experience.
25. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
26. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
27. Members/viewers/Attendee to download the software/app of zoom in advance & ready to connect fast for meeting.
28. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker may send their request mentioning their name, demat account number/folio number, e mail id, mobile number at (company email id).
29. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
30. Upon declaration by the Chairman about the commencement of e-voting at AGM, members shall click on the thumb sign on the left bottom corner of the video screen for voting at the e-AGM, which will take them to the 'Insta-poll' page.
31. Members to click on 'Insta-poll' icon to reach the resolution page and follow the instructions to vote on there solutions.
32. **BOOK CLOSURE:-**The Company has notified closure of Register of Members and Share Transfer Books from **Sunday, September 24<sup>th</sup> 2023 to Saturday, September 30<sup>th</sup> 2023** (both days inclusive).
33. Kindly note that once you have cast your vote through e-voting process, you cannot modify or vote on poll at the Annual General Meeting. However, you can attend the meeting and participate in the discussions, if any.
34. Voting rights shall be reckoned on the paid-up value of the shares registered in the name(s) of the Shareholders(s) on the cut-off date, i.e. 23<sup>rd</sup> September 2023.
35. The remote e-voting period will commence on 27<sup>th</sup> September, 2023 (09:00 AM) and ends on the close of 29<sup>th</sup> September 2023 (5.00 PM). The e- voting module shall also be disabled by CDSL for voting thereafter.
36. The Scrutinizer will submit his report to the Managing Director or the Company Secretary of the Company after completion of the scrutiny of the e-voting and the results of the e-voting will be announced at both the registered office and corporate office on 3<sup>rd</sup> October 2023. The results of the e-voting will also be posted on the Company's website [www.krleasing.com](http://www.krleasing.com) and communicated to the stock exchanges where the Company's shares are listed.

37. As required by Rule 20(3)(V) and Rule 22 (3) of the Companies (Management & Administration) Rules 2014, details of dispatch of AGM Notice to the Shareholders will be published in at least one English language and one vernacular language newspaper circulating in Delhi.
38. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
39. Only those members, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
40. If any votes are cast by the members through the e-voting available during the AGM and if the same member have not participated in the meeting through VC/OAVM facility , then the votes cast by such member shall be considered invalid as the facility of e-voting during the meeting is available only to the member attending the meeting.
41. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
42. If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.coom](mailto:helpdesk.evoting@cdslindia.coom) or contact Mr. Nitin Kunder (022-23058738) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542).

#### **Instructions for E-voting**

The Instructions for Share holders voting electronically are as under:-

1. Pursuant to Ministry of Corporate Affairs’ latest circular No.10/2022 dated 28.12.2022 read with SEBI’s latest circular No **SEBI/HO/CFD/PoD-2/P/CIR/2023/4** dated 5th January 2023, company was exempted from dispatching physical copies of Notices and Annual Report to shareholders and was also allowed conducting Annual General Meeting (AGM) through electronic mode till 30th September 2023. The forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting’s agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM/EGM has been uploaded on the website of the Company at [www.kraleasing.com](http://www.kraleasing.com). The Notice can also be accessed from the websites of the Stock Exchange i.e. Metropolitan Stock Exchange of India Limited at [www.msei.in](http://www.msei.in). The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. [www.evotingindia.com](http://www.evotingindia.com).
7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with Ministry of Corporate Affairs' latest circular No.10/2022 dated 28.12.2022.
8. Pursuant to Ministry of Corporate Affairs' latest circular No.10/2022 dated 28.12.2022 read with SEBI's latest circular No **SEBI/HO/CFD/PoD-2/P/CIR/2023/4** dated 5th January 2023, company was exempted from dispatching physical copies of Notices and Annual Report to shareholders and was also allowed conducting Annual General Meeting (AGM) through electronic mode till 30th September 2023 in accordance with the requirement laid down in PARA 3 and 4 of the general circular No. 20/2020 dated 05.05.2020

**THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:**

**Step 1** :Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

**Step 2** :Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- (i) The voting period begins on **Wednesday, 27<sup>th</sup> September, 2023 (09:00 AM) and ends on Friday, 29<sup>th</sup> September, 2023 (05:00 PM)**. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date Saturday, 23<sup>rd</sup> September, 2023 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

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

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

**Step 1** :Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> <li>1) Users who have opted for CDSL Easy / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easy / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System My easy.</li> <li>2) After successful login the Easy / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</li> <li>3) If the user is not registered for Easy/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> <li>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a> The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol>



<p>Individual Shareholders holding securities in demat mode with <b>NSDL</b></p>	<ol style="list-style-type: none"> <li>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li>   <li>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></li>   <li>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting</li> </ol>
<p>Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants</b></p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at [abovementioned website](https://eservices.nsd.com).

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

<b>Login type</b>	<b>Helpdesk details</b>
<p>Individual Shareholders holding securities in Demat mode with <b>CDSL</b></p>	<p>Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 1800 22 55 33</p>
<p>Individual Shareholders holding securities in Demat mode with <b>NSDL</b></p>	<p>Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30</p>

**Step 2:** Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form.**

- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

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

- (vi) After entering these details appropriately, click on “SUBMIT” tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant <KRA Leasing Limited> on which you choose to vote.

- (x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [krleasing1990@gmail.com](mailto:krleasing1990@gmail.com), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)

3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25<sup>th</sup> Floor, Marathon Futorex, Maftlal Mill Compounds, NM Joshi Marg, Lower Parel (East), Mumbai 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 180022533.

### **Explanatory Statement as Required under section 102 of the Companies Act, 2013**

#### **Item No.3 Appointment of Statutory Auditors due to Resignation of Previous Auditor of the Company**

**M/s AAAM and Co LLP** Chartered Accountants, has resigned on **16<sup>th</sup> November 2022** from the post of Statutory Auditor of the company. The board of directors of the company in their meeting held on 16<sup>th</sup> December 2022 has recommended the appointment of M/s Daleep Bhatia and Co., Chartered Accountant, New Delhi FRN: 000918N to audit the accounts of the company for FY 2022-23 and to hold the office till the conclusion of AGM to be held in the year 2023.

As per Section 139 of the Companies Act, 2013, M/s Daleep Bhatia and Co. Chartered Accountants, New Delhi was appointed as Statutory Auditors of the Company in the Extra-ordinary General Meeting of the Company held on 13<sup>th</sup> March, 2023 upto the conclusion of this Annual General Meeting. Now the Board has recommended his appointment for a period of five consecutive years to hold the office till the conclusion of 39<sup>th</sup> Annual General Meeting.

The proposed Auditor has given their consent vide letter dated 13<sup>th</sup> March 2023 and confirmed that they are not disqualified to act as Statutory Auditors of the Company in accordance to the provisions of Section 141 of the Companies Act, 2013. They further confirmed that their appointment, if made, is within the limit of the Section 139 of the Companies Act, 2013.

The Board of Directors in their meeting held on 04<sup>th</sup> September 2023 upon the recommendation of the Audit Committee of the Company in pursuance of Section 177 of the Companies Act, 2013 has approved the proposed appointment, subject to approval of the shareholders in the ensuing Annual General Meeting of the Company to hold the office from the conclusion of 34<sup>th</sup> Annual General Meeting till the conclusion of 39<sup>th</sup> Annual General Meeting of the Company and recommends the same for the approval of members of the Company by Ordinary Resolution.

None of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested in the resolution.

#### **Disclosures in pursuance of Regulation 36(5) of the SEBI (LODR) Regulations, 2015**

##### **a. Change in fee payable to New Auditor & Rationale for change: -**

CA Daleep Bhatia is Qualified Chartered Accountant having rich experience in the field of Concurrent Audit and Statutory Audit of Banks and Public Sector Undertakings. Being an NBFC, Company will utilize his experience with Banks as Statutory Auditor in order to enhance the operational activity in the finance field.

The Company had paid INR 60,000/- to previous Auditor as Statutory fee and now proposed to pay INR 2,10,000/- considering the size and experience of the proposed Auditor Firm.

##### **b. Basis of recommendation for appointment & details of credentials**

Considering the rich experience of the above mentioned firm with Banks as Statutory Auditors, the Audit Committee and Board has recommended the appointment of such firm as Statutory Auditors.

Information relating to Item No. 2 :- Details of Director seeking appointment/reappointment at the forth coming Annual General Meeting (in pursuance of Regulation 36(3) of the SEBI (LODR) Regulations, 2015) and Secretarial Standard on General Meetings ("SS-2"), issued by The Institute of Company Secretaries of India is as under"

Name of the Director	Mr. Sri Krishan Mehra
Brief Resume	Mr. Sri Krishan Mehra is Graduate. Acting as Whole Time Director in the Group Company
Age & Date of Birth	15.12.1956 67 Years
Educational Qualification	Graduate
Experience & Nature of expertise	Sri Krishan Mehra have vast experience in different intricacies of the industry including financing
Terms and Conditions of Appointment/re-appointment along with details of remuneration sought	Mr. Mehra is proposed to re-appoint as Rotational Director. No Remuneration will be paid.
Last Drawn remuneration, if applicable	Not Applicable
Date of First Appointment on the Board	30 <sup>th</sup> May 2014
Disclosure of relationship between directors inter-se	Sri Krishan Mehra is relative of Mr. Ajay Mehra and Mr. Rajesh Mehra Directors of the Company.
Names of other listed companies in which director hold directorship and membership of committees of the board	No other Company
Shareholding in the Company including Beneficial Ownership	351500
Directorship in other Companies	Surya Colonizers Private Limited, Jaquar and Company Private Limited, Beas Farms Private Limited, G.R. Sales Private Limited, Sanraj Farms Private Limited, SMG Enterprises Limited, Sweet Hospitality Private Limited, Jai Kaur Enterprises Private Limited
No. of Board meeting attended	06 (SIX)

**34<sup>TH</sup>**

**ANNUAL REPORT**

**KRA LEASING LIMITED**

**(CIN-L65993DL1990PLC039637)**

**-: CORPORATE INFORMATION:-**

**BOARD OF DIRECTORS**

Mr. Rajesh Mehra	Managing Director cum CFO
Mr. Sri Krishan Mehra	Director
Mr. Ajay Mehra	Director
CS Amit Kumar Modi	Independent Director
CS Ravi Sharma	Independent Director
CS Deeksha Bajaj	Independent Director

**COMPANY SECRETARY & COMPLIANCE OFFICER**

CS Prashi Saxena	Company Secretary cum Compliance Officer
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**STATUTORY AUDITORS**

<b>M/s. DALEEP BHATIA &amp; CO.,</b> Chartered Accountants, New Delhi
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**SECRETARIAL AUDITORS**

M/s D Dixit and Associates,  
Company Secretaries,  
New Delhi

**REGISTERED OFFICE**

C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-110033.
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**CORPORATE OFFICE**

Plot No-3, Sector-11,IMT Manesar,Gurugram,Haryana-122050
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**LISTED WITH STOCK EXCHANGE**

<b>Metropolitan Stock Exchange of India Limited</b> Building A, Unit No 205A, 02 <sup>nd</sup> Floor, Piramal Agastya Corporate Park, LBS Road, Kurla West, Mumbai, Maharashtra-400070.
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**REGISTRAR & SHARE TRANSFER AGENT**

<b>M/s Skyline Financial Services Private Limited</b> D-153A, 01 <sup>st</sup> Floor, Okhla Industrial Area, Phase-1, New Delhi 110020
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**BANKERS**

<b>Standard Chartered Bank,</b> Narain Manzil, 23, Barakhamba Road, New Delhi-110001
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**:DIRECTOR'S REPORT:-**

To,  
The Members,  
**KRA Leasing Limited**

Your Board of Directors has pleasure in presenting their Thirty Fourth (34<sup>th</sup>) Annual Report and Audited Financial Statements for the Financial Year ended March 31, 2023.

**1. FINANCIAL PERFORMANCE OF THE COMPANY (STANDALONE)**

The performance of the Company for the financial year ended March 31, 2023 is, summarized below: -  
**Amount In Lakhs**

<b>PARTICULARS</b>	<b>2022-23</b>	<b>2021-22</b>
Gross Income	275.29	310.77
<b>Profit/(Loss) Before Interest and Depreciation</b>	89.73	268.07
Finance Charges	3.92	4.30
<b>Gross Profit</b>	85.81	263.77
Provision for Depreciation	5.25	5.17
<b>Net Profit/(Loss) Before Tax</b>	80.56	258.60
Provision for Tax	46.43	52.57
Contingent prov. Against standard asset	(1.45)	(6.80)
<b>Net Profit/(Loss) After Tax</b>	34.12	206.03
Proposed Dividend on Equity Shares	Nil	Nil
Tax on proposed Dividend	Nil	Nil
Transfer to Special Reserve U/s 45IC of RBI Act	6.82	41.21
<b>Surplus carried to Balance Sheet</b>	3228.77	3201.48

**2. BRIEF DESCRIPTION OF THE COMPANY WORKING DURING THE YEAR/STATE OF COMPANY'S AFFAIR**

During the financial year company has focused on its core business activity and undertaken NBFC activities by way of providing Loans primarily to group companies and credit worthy Individuals & also invested its funds in Securities. Despite sluggish economic growth, slowdown in demand and sharper bank focus on retail loans, NBFC's have been gaining market share across major asset classes.

During the year Company has focused on its core business and earned substantial revenue from its core business activity. The company has focused on enhancing its NBFC business. The Company has also made fresh Investment in Mutual Fund and total investment as at 31<sup>st</sup> March 2023 stand at INR 25.97 Crore and granted loans and advances amounting to Rs. 14.00 Crore outstanding as at year end.

The company's gross income for the financial year 31<sup>st</sup> March, 2023 under review was INR 275.28 Lakhs as against INR 310.77 Lakhs in the previous year where as the standalone profit after tax for the financial year 31<sup>st</sup> March, 2023 under review stand of INR 34.12 Lakhs as against INR 206.02 Lakhs as on 31<sup>st</sup> March, 2022.

The Basic and diluted earnings per share (EPS) is Rs. 0 .67 per share as at 31<sup>st</sup> March, 2023 as against Rs. 1.75 per share as on 31<sup>st</sup> March, 2022. An amount of Rs. 4.26 Crore (including carried forward balance) retained to the statutory reserve fund pursuant to section 45-IC of Reserve Bank of India Act, 1934. The Board is hopeful to increase the core business activities of the company in-coming years.



**3. CHANGE IN NATURE OF BUSINESS, IF ANY**

During the current year, there has been no major change in the business. The Company engaged in the NBFC business activity.

**4. DIVIDEND**

In order to conserve the resources of the company and considering the business plan of the Company, the Board of Directors do not recommend any dividend to Equity Shareholders of the Company for the year ended March 31, 2023.

**5. SHARE CAPITAL**

The Authorized Share Capital of the company is Rs. 7,00,00,000/-(Rupees Seven Crore) comprising of 1,40,00,000 (One Crore Forty Lacs) Equity Shares of Rs. 5/- each. The Issued, Subscribed and Paid-up Equity Share Capital of the Company is Rs.6,70,71,640/-(Rupees Six Crore Seventy Lacs Seventy One Thousand Six Hundred Forty) consisting of 1,34,14,328 (One Crore Thirty Four Lakhs Fourteen Thousand Three Hundred and Twenty Eight) Equity Shares of Rs. 5/-each.

During the year, the company has not issued any equity shares with differential rights under Section 43 read with rule 4 (4) of the Companies (Share Capital and debenture rules, 2014 of the Companies Act, 2013 and also has not issued any Equity Shares or any sweat equity shares under section 54(1)(d) read with rule 8(13) of Companies (Shares Capital and Debentures Rules, 2014) of the Act.

**6. RESERVES**

Out of the amount available for apportionment, Company's Director proposes to transfer Nil amounts to General Reserve and Retain INR 34.12 Lakhs to surplus account. During the year the Company has transferred INR 6.82 lakhs towards statutory reserve fund created under section 45-IC of the Reserve Bank of India Act, 1934. Statutory reserve represents the reserve fund created under section 45-IC of the Reserve Bank of India Act, 1934. Under Section 45-IC, the Company is required to transfer sum not less than twenty percent of its net profits every year. Accordingly the Company has transferred INR 6.82 Lakhs (previous year INR 41.20 Lakhs) being twenty percent of net profits for the financial year to the Statutory Reserve. The Statutory Reserve can be utilized for the purposes as specified by the Reserve Bank of India.

**7. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL APPOINTED AND RESIGNED DURING THE YEAR**

During the financial year there is no change in Directors. However, Ms. Ridhima Gupta has resigned from the post of Company Secretary w.e.f 04/04/2022 and Ms. Prashi Saxena has been appointed as Company Secretary w.e.f 04/04/2022.

**8. PARTICULARS OF EMPLOYEES & EMPLOYEES REMUNERATION**

None of the employees of the Company draws remuneration exceeding the limit prescribed in the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016.

## 9. **BOARD MEETING**

During the financial year Six Board Meetings were held. The details of which are given in the Corporate Governance Report. The intervening gaps between the Meetings were within the period prescribed under the Companies Act, 2013.

## 10. **BOARD EVALUTAION**

Pursuant to the provisions of Section 178 of the Companies Act,2013 read with Regulation 4(2),17(10) and 19(4) read with schedule II part D of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 and Secretarial Standard–I the Nomination and Remuneration committee has framed the evaluation process and the performance evaluation of independent directors, executive directors and board whole as well as working of its Audit , Nomination and Remuneration and compliance Committee has been carried out during the financial year 2022-23.

## 11. **STATEMENT OF DECLARATION OF INDEPENDENT DIRECTORS**

All the Independent directors of the company have given their independency declaration pursuant to sub-Section (7) of Section 149 of the Companies Act, 2013. In the opinion of the board with regard to integrity, expertise and experience (including proficiency) of the Independent Directors appointed during the year.

## 12. **REMUNERATION POLICY**

In compliance with section 178 of the Companies Act, 2013 read along with the applicable rules thereto and SEBI (LODR) Regulation, 2015 the Board, on recommendation of the Nomination & Remuneration Committee, adopted policy for selection and appointment of directors, Senior Management and their remuneration. The Brief Remuneration Policy is stated in the Corporate Governance Report. **Managerial Remuneration:-**

1. Ratio of remuneration of each director to median remuneration of employees.	As the Company is not paying any remuneration to its directors, except sitting fees to independent Directors, therefore it is not applicable to the Company.
2. Percentage increase in remuneration of each director and KMPs	As the Company has not paid any remuneration to its Directors therefore question of increase in remuneration for directors does not arise, however company has paid remuneration to its Company Secretary (CS) during the financial year2022-23.
3.Percentage increase in the median remuneration of employees	Nil
4.Number of permanent employees	2
5. Average percentile increase in salary of employees, other than managerial personnel, comparison with percentile increase in managerial remuneration and justification	N.A.
6.Affirmation that the remuneration is as per the remuneration policy of the company	Yes, the Company has paid the remuneration as per the remuneration policy of the Company

### **13. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES**

Pursuant to sub-section (3) of Section 129 of the Act and rules made there-under, the statement containing the salient feature of the financial statement of a Company's subsidiary, associate company and joint venture is given as Annexure-II. The key financial of its subsidiaries, associates and joint ventures and its overall impact on the performance of the Company is as per consolidated financial of the Company. Further the Annual Accounts and related documents of the subsidiary and associate company shall be kept open for inspection at the Registered & Corporate Office of the Company. The Financials of the Subsidiary is available at website of the company. Further, pursuant to Indian Accounting Standards Ind-AS issued by the Institute of Chartered Accountants of India, Consolidated Financial Statements presented by the Company in this Annual Report include the financial information of the Subsidiary. Further no company has ceased to be the subsidiary of the Company during the financial year.

### **14. AUDITORS**

M/s AAAM and Co LLP, Chartered Accountants, has resigned on 16<sup>th</sup> November 2022 from the post of Statutory Auditor of the company. Due to resignation, the situation of casual vacancy arises and accordingly to fill the casual vacancy of statutory auditor in accordance to section 139(8) of the companies act, 2013, one Extra-Ordinary General Meeting of the company was held on **March 13th, 2023 at 01.00 P.M** through audio visual mode. In the Extra-Ordinary General Meeting, shareholders has appointed M/s Daleep Bhatia and Co., Chartered Accountant, New Delhi FRN: 000918N as Statutory auditor of the company to audit the accounts of the company for FY 2022-23. As his term will be expired in the ensuing AGM, Board has recommend appointment of M/s Daleep Bhatia and Co, Chartered Accountants as Statutory Auditors for a term of five consecutive years.

The Auditors have confirmed that they are eligible for re-appointment and have confirmed that they are not disqualified under any provision of Section 141(3) of the Companies Act, 2013 and also their engagement with the company is within the prescribed limits under section 141 (3)(g) of Companies Act, 2013.

### **15. AUDITOR'S REPORT**

The Auditors' Report does not contain any qualification. Notes to Accounts and Auditors remarks in their report are self-explanatory and do not call for any further comments.

### **16. SECRETARIAL AUDIT REPORT**

In terms of Section 204 of the Act and Rules made there under, M/s. D Dixit & Associates, Practicing Company Secretary has been appointed as Secretarial Auditor of the Company. The report of the Secretarial Auditor is enclosed as **Annexure-III** to this report.

The Observation/Disclaimer of Secretarial Auditors along with management comments are as follows: -

<b>Secretarial Observation/Disclaimer</b>	<b>Auditors</b>	<b>Board/Management Comments</b>
During FY 22-23, the Company has entered into related party transaction exceeding the limits approved by Shareholders of the Company.		Company has already obtained shareholders approval for the same

#### **17. INTERNAL AUDIT AND CONTROL**

The Company continues to engage Kumar Ravinder and Associates, Chartered Accountants as its Internal Auditor. During the year, the Company continued to implement their suggestions and recommendations to improve the control environment. Their scope of work includes review of processes for safeguarding the assets of the Company, review of operational efficiency, effectiveness of systems and processes, and assessing the internal control strengths in all areas. Internal Auditors findings are discussed with the process owners and suitable corrective actions taken as per the directions of Audit Committee on an ongoing basis to improve efficiency in operations.

#### **18. VIGIL MECHANISM**

In pursuant to the provisions of Section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for Directors and employees to report genuine concerns has been established. The Vigil Mechanism Policy has been uploaded on the website of the Company at [www.krleasing.com](http://www.krleasing.com) under investors/ Policy link.

#### **19. AUDIT COMMITTEE**

In pursuance of section 177 of the companies Act, 2013 read with regulation 18 of the Securities and Exchange Board of India (Listing Obligation and Disclosures Requirement) Regulations, 2015, the Company has constituted the Audit Committee. Further the disclosure in pursuance to sub - section 8 of section 177 of Companies Act, 2013 in respect of composition of audit committee given in the Corporate Governance Report of the Company.

#### **20. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT**

There has no material change in the business, which may affect financial position of the Company.

#### **21. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

The Company has not received any significant or material orders passed by any regulatory authority, Court or Tribunal, which shall impact the going concern status & Company's operations in future.

#### **22. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS**

The Company has a well placed internal financial control system which ensures that all assets are safe guarded and protected and that the transactions are authorized, recorded and reported correctly. The Company's internal financial control system also comprises due compliances with Company's policies and Standard Operating Procedures (SOPs) and audit and compliance by Internal Audit team.

#### **23. DEPOSITS**

The Company has neither accepted nor renewed any deposits falling under the preview of Chapter V of the Companies Act, 2013 and shall not accept any deposits from the public without obtaining the prior approval of the Reserve Bank of India.

**24. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SCETION 186 OF COMPANIES ACT, 2013**

As the Company is a NBFC Company and as per section 186(11)(a), nothing contained in Section 186 is applicable to the Company.

**25. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

The particulars of every contract or arrangements entered by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 are disclosed in Form No.AOC-2 (refer as **Annexure-I**). Further all contracts and arrangement with related parties under Section 188(1) entered by the Company during the financial year were in ordinary course of business also on arms length basis.

**26. CORPORATE GOVERNANCE CERTIFICATE**

The Compliance certificate regarding compliance of conditions of corporate governance as stipulated in Regulation 34(3), read with Para C of Schedule V of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 is being annexed with the Report.

**27. MANAGEMENT DISCUSSIONS AND ANALYSIS**

The Management Discussion and Analysis forms part of this Annual Report for the year ended 31<sup>st</sup> March, 2023.

**28. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO**

As the Company is a NBFC Company and engaged in business of rendering financial services, renting and other allied services which does not require taking steps for conservation of energy, utilize alternate sources of energy and to make capital Investment on energy conservation equipment's. Further company also does not require making efforts towards technology absorption and neither imports any technology nor makes any expenditure on research and development. Further Company has not earned and make any expenditure in foreign currency during the financial year 2022-23, therefore foreign exchange In-Flow and Out-Flow was Nil during the year.

**29. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

As per the provisions of section 135 of the Companies Act, 2013, the Company is not required to constitute CSR Committee during the financial year 2022-23.

**30. HUMAN RESOURCES**

Your Company does not have large "human resources" as the primary business is investing activity. However, your Company continuously invests in attraction, retention and development of talent on an ongoing basis.

**31. DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 134(3)(c) of the Companies Act, 2013, the Directors based on the representations received from the operating management and after due inquiry confirms that: -

- I. In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

- II. The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the Company for that period;
- III. The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- IV. The directors had prepared the annual accounts on a going concern basis; and
- V. The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- VI. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**32. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND**

The provisions of the said sections are not applicable to the Company as no unpaid dividend is lying with the Company.

**33. LISTING WITH STOCK EXCHANGE**

The Equity Shares of the Company are listed on the platform of Metropolitan Stock Exchange of India Limited. Further the Company confirms that it has paid the Annual Listing Fees to MCX where the Company's Shares are listed.

**34. COMPLIANCE**

The Company has complied and continues to comply with all regulations and guidelines issued by RBI and other regulators such as Securities and Exchange Board of India. During the year, there were no frauds by the Company and no material frauds on the Company by its officers and employees.

**35. OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

During the financial year, the Company has not received any complaint of harassment under the Sexual Harassment of women at workplace (Prevention, Prohibition and Redressal) Act, 2013.

**36. COST RECORDS**

The Central Government has not specified maintenance of cost records under section 148(1) of the Companies Act, 2013 in respect of our Company's products.

**37. RISK MANAGEMENT**

The company has comprehensive risk assessment, which is reviewed by the top management. Risk management is very important part of the Company's business. The Company has in place an integrated risk management system. It proactively identifies monitor and take precautionary and mitigation measures in respect of various risks that threaten its operations and resources.

**38. ANNUAL RETURN**

As per the requirement of sub-section 3 of the Section 92 of the Companies Act, 2013, the Annual Return of the Company in the prescribed form MGT-7 has been uploaded on the website of the Company at **www.kraleasing.com. under investors tab.**

[https://kraleasing.com/docswb/kra\\_annual\\_return\\_2023.pdf](https://kraleasing.com/docswb/kra_annual_return_2023.pdf)

**39. COMPLIANCE WITH SECRETARIAL STANDARDS**

The Company has duly followed the applicable Secretarial standards, SS-1 & SS-2 relating to Meeting of the Board of Directors and General Meeting respectively.

**40. DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONG WITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR**

There was no such application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year

**41. DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF.**

There is no such incident took place during the financial year.

**42. ACKNOWLEDGEMENTS**

Your director places on record their gratitude to all stakeholders for their assistance, co-operation and encouragement. Your Director also wishes to place on record their sincere thanks to all investor and employees for their outstanding performance and co-operation.

By the order of the Board  
**For KRA Leasing Limited**

Sd/-  
Rajesh Mehra  
Managing Director  
DIN:00058232

Sd/-  
Ajay Mehra  
Director  
DIN:00058245

Date: 04.09.2023  
Place: Gurugram

***ANEXURE INDEX***

<b>Annexure</b>	<b><i>CONTENT</i></b>
I	Related Party Transaction AOC-2
II	Details of Subsidiary/Joint Venture-AOC-1
III	Secretarial Audit report MR-3
IV	Management Discussion and Analysis Report &



**Annexure-I FORM NO. AOC -2**

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

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

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

	<b>Particulars</b>	<b>Details</b>
A	Name(s) of the related party & nature of relationship	Not applicable
B	Nature of contracts/arrangements/transaction	Not applicable
C	Duration of the contracts/arrangements/transaction	Not applicable
D	Salient terms of the contracts or arrangements or transaction including the value, if any	Not applicable
E	Justification for entering in to such contracts or arrangements or transactions'	Not applicable
F	Date of approval by the Board	Not applicable
G	Amount paid as advances, if any	Not applicable
H	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	Not applicable

**2. Details of contracts or arrangements or transactions at Arm's length basis.**

<b>S. No.</b>	<b>Particulars</b>	<b>Details</b>				
a)	Name(s) of the related party & nature of relationship	Jai Kaur Enterprises (P) Ltd (Company under Same Management)	Sweet Hospitality Private Limited (Subsidiary Company)	Vidhi Ranbir Raj	Vidhi Ranbir Raj	Disha Mehra
b)	Nature of contracts/arrangements/transaction	Loan Sanctioned & Interest Income	Loan Sanctioned & Interest Income	Loan Sanctioned & Interest Income	Loan Sanctioned & Interest Income	Loan Sanctioned & Interest Income
c)	Duration of the contracts/arrangements/transaction	One Year	One Year	One Year	One Year	One Year
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Rate of Interest on Loan-7% INR 3.75 Crore	Rate of Interest on Loan-7% INR 1.00 Crore	Rate of Interest on Loan-7% INR 4.60 Crore	Rate of Interest on Loan-7% INR 3.50 Crore	Rate of Interest on Loan-7% INR 1.15 Crore
e)	Date of approval by the Board	30 <sup>th</sup> May 2023	30 <sup>th</sup> May 2023	30 <sup>th</sup> May 2023	30 <sup>th</sup> May 2023	30 <sup>th</sup> May 2023
f)	Amount paid as advances, if any	Nil	Nil	Nil	Nil	Nil

**For KRA Leasing Limited**

Sd/-  
Rajesh Mehra  
Managing Director  
DIN:00058232  
Date: 04.09.2023

Sd/-  
Ajay Mehra  
Director  
DIN:00058245

**Annexure -II**  
**FORM NO.AOC -1**  
**(Statement Pursuant to First Proviso to Sub-Section (3) of Section 129 read with**  
**Rule 5 of Companies (Accounts) Rules,2014**

**Part-A: Subsidiaries**

S.No.	Particulars	Details
1	Name of the Subsidiary	SMG Enterprises Limited
2	Date since when subsidiary was acquired	24.03.2015
3	Reporting period of the subsidiary different from the holding company's reporting period	N.A.
4	Reporting Currency and Exchange rate as on the last date of the relevant financial year in the case offering subsidiaries	N.A.
5	Share capital	3002230
6	Reserve and Surplus	22594966
7	Total Assets	75432942
8	Total liabilities	75432942
9	Investment including Investment in Property	71096686
10	Turnover	8394965
11	Profit/(Loss) before tax	6957199
12	Provision for Tax	1106060
13	Profit/(Loss)after tax	5851139
14	Proposed dividend	Nil
15	Extent of shareholding	51.84%

**PART-B: Associates and Joint Ventures**

S. No.	Particulars	Details
1	Name of the Associates and Joint Ventures	N.A.
2	Last audited Balance Sheet date	N.A.
3	Date on which the Associate or Joint venture was associates or acquired	N.A.
4	Shares of the Associate or Joint Venture held by the Company On the year end	N.A.
	No. of Shares	N.A.
	Amount of Investment in the Associate or Joint Venutre	N.A.
5	Extent of Holding(in %age)	N.A.
6	Description of how there is significant influence	N.A.
7	Reason why the associate/joint venture is not consolidated	N.A.
8	Net-worth attributable to shareholding as per latest audited balance sheet	N.A.
9	Profit/loss for the year	N.A.
	Considered in consolidation	N.A.
	Not considered in consolidation	N.A.

By the order of the Board

**For KRA Leasing Limited**

Sd/-

Rajesh Mehra  
Managing Director  
DIN:00058232  
Date: 04.09.2023

Sd/-

Ajay Mehra  
Director  
DIN:00058245

Annexure-III  
Form No.MR-3

**SECRETARIAL AUDIT REPORT**

For the financial year ended 31<sup>ST</sup> March, 2023

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

To,  
The Members,  
KRA Leasing Limited

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

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on **31<sup>st</sup> March 2023** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

**PARA ONE**

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March,2023 according to the provisions of:-

- (i) The Companies Act,2013(the Act) and the rules made there-under;
- (ii) The Securities Contracts(Regulation)Act,1956('SCRA') and the rules made there-under;
- (iii) The Depositories Act,1996 and the Regulations and Bye-laws framed there-under;
- (iv) \*Foreign Exchange Management Act, 1999 and the rules and regulations made there-under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The Reserve Bank of India Act,1934;
- (vi) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India(Substantial Acquisition of Shares and Takeovers)Regulations,2011;
  - (b) The Securities and Exchange Board of India(Prohibition of Insider Trading)Regulations,2015;
  - (c) \*The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements)Regulations,2009;
  - (d) \*The Securities and Exchange Board of India(Issue and Listing of Debt Securities)Regulations,2008;

(e) \*The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client:

(f) \*The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009-; and

(g) \*The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998-.

\*No Event took place under these regulations

(vii) I have also examined the Compliances of the Provisions of the following other laws applicable specifically to the Company wherein I have also relied on the Compliance Certificates/declaration issued by the head of the respective department/management in addition to the checks carried out by me and found that company has complied with all the provisions of said Acts except the below mentioned observation in respect of the said Acts.

**Observation/Disclaimer in Clause (i) Para One of our Report**

(a) During FY 22-23, the Company has entered into related party transaction exceeding the limits approved by Shareholders of the Company.

**PARA SECOND**

I have also examined compliance with the applicable clauses of the following:-

1. Secretarial Standards on meeting of the Board of Directors (SS-1) and Secretarial Standards on General Meeting(SS-2) issued by Institute of Company Secretaries of India.
2. The Listing Regulations executed by Company with the Metropolitan Stock Exchange of India Limited.

Based on our verification of the Company's Books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents, and its authorized representatives during the conduct of Secretarial Audit we hereby report that in our opinion during the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that

The Board of Directors of the Company is duly constituted as per section 149(4) of the Companies Act, 2013 and applicable clause of the Listing Agreement and LODR, 2015, if any. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period the Company has: -

1. Taken Approval of Shareholders in Annual General Meeting of the Company held on 30<sup>th</sup> September,2022: -
  - a. approve proposed related party transaction(s) for the financial year 2022-23;
  - b. Ratification and Approval of material related party transactions under section 188 of the Companies Act, 2013 in respect of sanction of services and in term of regulation 23 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement)Regulations,2015 for the financial year 2021-22;
2. Taken Approval of Shareholders in the Extra-ordinary General Meeting of the Company held on 13<sup>th</sup> March,2023: -

Appoint M/s Daleep Bhatia and co. Chartered Accountants, New Delhi as Statutory Auditors of the company

For D Dixit and Associates  
Company Secretaries

Sd/-

Debasis Dixit

Prop.

M. No. F7218 CP. No. 7871

PR: 1823/2022

Date: 04.09.2023

Place: New Delhi

UDIN: **F007218E000890089**

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

#### **Annexure A to the Secretarial Audit Report**

To,

The Members,

KRA Leasing Limited

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

For D Dixit and Associates  
Company Secretaries

Sd/-

Debasis Dixit

Prop.

M. No. F7218 CP. No. 7871

Date: 04.09.2023

Place: New Delhi

UDIN: **F007218E000890089**

**Economic Review (Global Economic Review)**

The economic after effects of COVID-19 and the war in Ukraine have ushered in skyrocketing inflation, a rapid normalization of monetary policies and started a low-growth, low-investment era. There were some notable differences between the responses of government and business respondents, with “Debt crises”, “Failure to stabilize price trajectories”, “Failure to mitigate climate change” and “Failure of climate change adaptation” featuring more prominently for governments, and “Widespread cybercrime and cyber insecurity” and “Large-scale environmental damage incidents” featuring higher for business. Last year’s edition of the Global Risks Report warned that inflation, debt and interest rate rises were emerging risks. Today, governments and central banks – led by developed markets, notably the United States of America, Eurozone and the United Kingdom of Great Britain – are walking a tightrope between managing inflation without triggering a deep or prolonged recession, and protecting citizens from a cost-of-living crisis while servicing historically high debt loads.

**Outlook**

The outbreak of a conflict between Ukraine and Russia is expected to trigger a significant slowdown in global economic growth in 2022. Apart from output slowdown, the conflict is expected to ramp up inflationary pressures on key commodities such as oil, natural gas, and wheat among others, which will hit vulnerable populations in low-income countries the hardest. According to a new study done by the National Institute of Economic and Social Research, the war has led to a 30% increase in oil prices, a 90% increase in European gas prices, and a 17% increase in food prices. On the other hand, policy rate hikes by key central banks across the world to tame inflation is expected to lower the economic growth. Global growth is projected to slow from an estimated 6.1 percent in 2021 to 3.6 percent in 2022 and 2023.

**Indian Economic Review**

Real GDP in the year 2022-23 is estimated to attain a level of ₹160.06 lakh crore, as against the First Revised Estimates of GDP for the year 2021-22 of ₹149.26 lakh crore. The growth in real GDP during 2022-23 is estimated at 7.2 per cent as compared to 9.1 per cent in 2021-22. Nominal GDP or GDP at Current Prices in the year 2022-23 is estimated to attain a level of ₹272.41 lakh crore, as against ₹234.71 lakh crore in 2021-22, showing a growth rate of 16.1 percent. GDP at Constant (2011-12) Prices in Q4 2022-23 is estimated at ₹43.62 lakh crore, as against ₹41.12 lakh crore in Q4 2021-22, showing a growth of 6.1 percent. GDP at Current Prices in Q4 2022-23 is estimated at ₹71.82 lakh crore, as against ₹65.05 lakh crore in Q4 2021-22, showing a growth of 10.4 percent. Provisional and Quarterly Estimates of National Income are compiled using the benchmark-indicator method i.e. the estimates available for the previous year referred to as the benchmark year (2021-22 in this case) are extrapolated using the relevant indicators reflecting the performance of sectors. The Second Advance Estimates (SAE) of National Income for the year 2022-23 were released on 28<sup>th</sup> February, 2023. These estimates have now been revised incorporating latest information on relevant indicators in the financial year. Total tax revenue used for GDP compilation includes non-GST revenue as well as GST revenue. Latest available information on the websites of Controller General of Accounts (CGA) and Comptroller and Auditor General of India (CAG) have been used for estimating taxes on products at Current Prices. For compiling taxes on products at constant prices, volume extrapolation is done using volume growth of taxed goods and services. The total product subsidies were compiled using the latest information on major subsidies viz. Food, Urea, Petroleum and Nutrient based subsidy as available on CGA website and the expenditure incurred on subsidies by most States up to March, 2023 as available on CAG website along with the state-wise BE provision for 2022-23. Information available on Revenue expenditure, Interest payments, Subsidies etc. based on detailed analysis of budget documents of Centre and States for 2022-23 were also put to use for estimating Government Final Consumption Expenditure (GFCE).

## **Outlook**

As per the latest estimates by CRISIL, India's Gross Domestic Product ('GDP') is expected to report a growth of 7.3% in FY 2022-23, in line with the RBI's expectation of 7.2% Real Growth. This growth is despite private consumption and investment being impacted by higher oil and commodity prices, elevated freight prices, and drag on exports with lower global growth projections. The growth projections face downsides risks emanating from the increased duration of the war as well as growing inflation.

## **Industry Overview**

India has a diversified financial sector consisting of commercial banks, insurance companies, non-banking financial companies, housing finance companies, cooperatives, pension funds, mutual funds, and other smaller financial entities. The financial services industry plays an important role in ensuring the efficiency of capital allocation and driving high-return investments. NBFCs especially those catering to the urban and rural poor namely NBFC-MFIs and Asset Finance Companies have a complementary role in the financial inclusion agenda of the country. The financial services sector is expected to rapidly grow this decade driven by rising incomes and heightened government focus on financial inclusion and digital adoption – India's digital payments could pass \$1 trillion by 2030.

Non-banking financial companies (NBFCs) are a crucial component of the Indian finance industry and serve the financial needs of less-banked population such as the unorganized section such as the micro, small and medium enterprises (MSMEs). NBFCs enjoy a competitive edge in their superior understanding of regional dynamics, well-developed collection systems, and personalized services in the drive to expand financial inclusion in India. Lower transaction costs, quick decision-making, customer orientation, and prompt provision of services have typically differentiated NBFCs from banks. As a result, over the last decade, the NBFCs have become an increasingly important part of the Indian financial services sector. According to the RBI, NBFCs have slowly, but steadily increased their credit to GDP ratio from 8.6% in 2013 to reach 13.7% in 2021.

**Opportunities and threats:** The golden rule in the Business sector is "No Risk No Gain" opportunities and threats walk hand to hand. As like the opportunities lying in future which we see for future growth threats are also lying in future which may or may not be met in future. Being into financial activity, Company is taking proper steps to mitigate the business risk.

**Segment-wise performance:** The Company is operating in one major segment and hence separate segmental reporting is not applicable. The Company has no activity outside India. The business of the Company comprises loans for income generation as well as investment and other sectors. It has been a conscious decision of the Management to have diversified businesses to protect or maintain the overall profitability for the sustained benefit of the company. Financials performances are disclosed in directors report as well as financial statements.

**Risk and concerns:** The Risk Management Framework of the Company is derived from the overall Enterprise Risk Management Framework. The Company is exposed to general market risk and is initiating adequate step to mitigate it.

### Details of significant Changes in Key financial ratios

Ratio	Current Financial Year	Previous Financial Year
Net interest income to average loans	0.06	0.06
Total operating expenses to NII	0.08	0.05
Return on Equity (ROE)	0.02	0.05
Capital to risk weighted assets ratio(CRAR)	0	
Tier-1	1.09	1.11
Tier-2	0	-
Gross NPA	0	-
Net NPA	0	-
Provisions coverage ratio	0	-
EPS-Basic	.67	1.75
Diluted	.67	1.75

**Explanation to the significant changes in the Ratio:** - During the financial year there is no significant changes hence it is not applicable.

**Internal control system:** The Company maintains adequate internal control systems, which provides adequate safeguards and proper monitoring of the transactions. The Company has put in place internal controls to ensure that all transactions are authorized, recorded and reported correctly and in accordance with the Policies, Guidelines, Processes and Frameworks approved by the Board and / or its Committees. Periodic reviews by management as well as an extensive Program of audits (both internal and external) supplement the controls and provide necessary checks and balances.

#### **Material Development in Human resources and industrial relations:**

The Human Resources initiative focuses on structured training programs intended to equip employees at all levels, with the necessary knowledge and experience in order to demonstrate high levels of performance. There was no such material development in respect of Human resources and Industrial relations which have effect on the company. During the year under review the Employee/Industrial relations remained cordial between them and as well as with the outsiders. There are total three employee in the company.

**Cautionary Statement:** The Management Discussions and Analysis describe Company's projections, expectations or predictions and are forward looking statements' within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand and supply and price conditions in domestic and international market, changes in Government regulations, tax regimes, economic developments and other related and incidental factors. Certain statements in this Report, which describe the Company's objectives, predictions, may be "forward-looking statements" within the meaning of applicable laws and regulations. Actual results may vary significantly from the forward looking statements contained in this document, due to various risks and uncertainties. These risks and uncertainties include the effect of economic and political conditions in India, volatility in interest rates, new regulations and government policies that may impact the Company's business, as well as its ability to implement the strategy. The Company does not undertake to update these statements.





Ajay Mehra	Non-executive-Promoter	930480	6	6	No	1	Nil	Nil
Ravi Sharma	Independent Non-executive	Nil	6	6	Yes	1	3	0
Amit Kumar Modi	Independent Non-executive	Nil	6	6	Yes	0	0	0
Deeksha Bajaj	Independent Non-executive	Nil	6	6	No	0	0	0

Details of listed Companies in which persons are Directors and category of Directorships-

Name of Directors of the Company	Name of other listed Companies	Category of Directorship
Rajesh Mehra	Nil	Executive-Promoter
Sri Krishan Mehra	Nil	Non-Executive-Promoter
Ajay Mehra	Nil	Non-Executive-Promoter
Ravi Sharma	Nil	Independent-Director
Amit Kumar Modi	Nil	Independent Director
Deeksha Bajaj	Nil	Independent Director

**B. Number of Board Meetings held**

During the Financial Year 2022-23, The Board of Directors met 6 (Six) times, the date of the meetings were 04.04.2022, 30.05.2022, 10.08.2022, 14.11.2022, 13.12.2022, 14.02.2023.

**C. Disclosure of Relationship**

There is no inter-se relationship between the independent Directors. Ms. Deeksha Bajaj, Mr. Ravi Sharma and Mr. Amit Kumar Modi are not related to each other or related to rest of the directors. However, the other directors are related to each other.

**D. Number of shares and convertible instruments held by Non-executive directors.**

Out of Six directors company has five non-executive directors and one executive Directors. Mr. Sri Krishan Mehra, non-executive director holds 351500 and Mr. Ajay Mehra, non-executive director holds 930480 Equity Shares of the Company. Apart from the aforesaid, none of the other non-executive director hold any share in the company. The Company has not issued any convertible instruments during the year.

**E.** The Board reviews the compliance report pertaining to all applicable law, as well as the steps taken by the Company to rectify the instance of non-compliance.

**F.** During the year, information mention in Regulation 17(7) of SEBI (Listing Obligation and Disclosure Requirements) has been placed before the Board for its consideration.

**G.** None of the Non executive Directors have any material or pecuniary relationship or transactions with the Company.

**H.** The Board reviews the compliance report pertaining to all applicable laws, as well as the steps taken by the Company to rectify the instances of non-compliance.

- I. The Non-executive Directors do not hold any convertible instruments in the Company.
- J. The Senior management has disclosed to the Board of directors that they have not entered into any material, financial, commercial transactions which may have potential conflicts with the interest of the Company.
- K.No employee, including Key Managerial Personnel or Director or Promoter of a listed entity may enter into an agreement for himself or on behalf of any other person, with any shareholder or other third party, with regard to compensation or profit sharing in connection with dealings in the securities of such listed entity.
- L. Skills of the Board of Directors required by the Company in context with its business and those that they possess

Name of Directors of the Company	Qualification	Skills required in the context of its business(es) and sector(s) for it to function effectively
Rajesh Mehra	Graduate	Promoter having vast experience in financing activities
Sri Krishan Mehra	Graduate	Promoter having vast experience in financing activities
Ajay Mehra	Graduate	Promoter having vast experience in financing activities
Ravi Sharma	Company Secretary	Professional having knowledge of finance & Corporate Governance matters
Amit Kumar Modi	Company Secretary	Professional having knowledge of finance matters
Deeksha Bajaj	Company Secretary	Professional having knowledge of finance matters

- M. No Independent Director has resigned during the financial year 22-23.
- N. The Board confirms that the Independent Directors fulfill the conditions specified in these regulations and are Independent of the management.
- O. Weblink where details of familiarization programs imparted to Independent Directors
- P. There was no new Independent Director appointed during the financial year, so company did not conduct any familiarization program for Independent director during the financial year.

### 3. COMMITTEE OF BOARDS

#### A. Audit Committee

The audit committee of the board has been constituted in accordance with the requirements prescribed under section 177 of the Companies Act, 2013 and regulation 18 of Securities and Exchange Board of India (Listing Obligation and disclosures requirement) Regulations, 2015. Members of Audit Committee possess financial accounting expertise and exposures. The committee oversees the work carried out by the management and internal auditor on the financial reporting process and safeguards employed by them.

#### Power of Audit Committee

1. To investigate any activity within term of reference.
2. To seek information to many employees.
3. To obtain outside legal or other professional advice.

#### Audit Committee Term of reference

- a. Oversight of the Company's financial reporting process and financial information submitted to the Stock Exchanges, regulatory authorities or the public.
- b. Reviewing with the Management the quarterly unaudited financial statements and the Auditor's Limited Review Report thereon/audited annual financial statements and Auditors' Report thereon before submission to the Board for approval. This would, inter alia, include reviewing changes in the accounting policies and reasons for
- c. ~~the same, major accounting estimates based on exercise of judgment by the Management, significant~~

adjustments made in the financial statements and /or recommendation, if any, made by the Statutory Auditors in this regard.

- d. Review the Management Discussion & Analysis of financial and operational performance.
- e. Recommendation for appointment, remuneration and term of appointment of auditor of the Company.
- f. Approval of payment to Statutory Auditors for any other services rendered by the Statutory Auditors.
- g. Evaluation of internal financial control and risk management system.
- h. Reviewing with the management, the performance of the Statutory Auditors, internal and adequacy of Internal Auditor.
- i. Formulating the Scope Functioning, periodicity and methodology for conducting the Internal Audit.
- j. Reviewing the adequacy of Internal Audit function.
- k. Discussion with the Statutory Auditors before the Audit Committee about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- l. Carrying out any other function as mentioned in the term of reference of the Audit Committee.

During the financial year 2022-23, Four audit committee meetings held on 30<sup>th</sup> May 2022, 10<sup>th</sup> August 2022, 14<sup>th</sup> November 2022 & 14<sup>th</sup> February 2023. The Chairman of the Audit Committee is an Independent Director. The composition of the Audit Committee and Attendance of Directors at the Meeting is shown below:

Sl No.	Name of Member	Category	No. of Meeting Held	No. of Meeting Attended
1.	Mr. Ravi Sharma (Chairman)	Independent, Non-Executive	4	4
2.	Mr. Amit Kumar Modi	Independent, Non-Executive	4	4
3.	Mrs. Deeksha Bajaj	Independent, Non-Executive	4	4
4.	Mr. Rajesh Mehra	Promoter, Executive	4	4

All the members of the Audit Committee are financially literate.

The Company Secretary of the Company acts as the Secretary of the meeting.

Mr. Ravi Sharma was present at the 34<sup>th</sup> Annual General Meeting of the Company to answer the queries of shareholders.

#### **B. Nomination and Remuneration Committee**

The Nomination and Remuneration Committee of the board has been constituted in accordance with the requirements prescribed under section 178 of the Companies Act, 2013 and regulation 19 of Securities and Exchange Board of India (Listing obligation and disclosures Requirement) Regulations, 2015. The Committee comprises three independent directors viz. Mr. Ravi Sharma, Mr. Amit Kumar Modi and Ms. Deeksha Bajaj, respectively.

The terms of reference of the Committee inter alia, include the following:-

- a. Succession planning of the Board of Directors and Senior Management Employees;
- b. Identifying and selection of candidates for appointment as Directors/Independent Directors based on certain laid down criteria;
- c. Identifying potential individuals for appointment as Key Managerial Personnel and to other Senior Management positions;
- d. Formulate and review from time to time the policy for selection and appointment of Directors, Key Managerial Personnel and senior management;
- e. Devising a policy on diversity of board of director.

- f. Review of the performance of the Board of Directors and Senior Management Employees and independent directors based on certain criteria as approved by the Board and carry out the evaluation of every Director and perform all other functions as enumerated by the Companies Act, 2013.

The Chairman of the committee is an Independent director. The composition of the Nomination and Remuneration committee and attendance of Directors at the meetings, during the financial year 2022-23, is shown below:

S No.	Name of Member	Category	No. of Meeting Held	Attendance
1.	Mr. Ravi Sharma (Chairman)	Independent Director	1	1
2.	Mr. Amit Kumar Modi	Independent Director	1	1
3.	Mrs. Deeksha Bajaj	Independent Director	1	1

During the financial year 2022-23, The Nomination and Remuneration Committee of Directors met 1(One) time on 04<sup>th</sup> April 2022 and No pecuniary relationship or transaction happened between the Non-Executive Directors vis-à-vis the Listed entity. Further No remuneration given to any Director except sitting fees to the independent directors. Board Evaluation policy is posted on the website of the Company- <https://kraleasing.com>

### C. Stakeholder's Relationship Committee

In compliance with the provisions of Section 178 of the Companies Act, 2013 and the Listing Agreement, and regulation 20 of securities and exchange board of India (listing obligation and disclosures requirements) Regulations, 2015. The Board has renamed the existing "Shareholders'/Investors' Grievance Committee" as the "Stakeholders' Relationship Committee" and constituted.

The terms of reference of the Committee are: -

- a. transfer/transmission of shares/debentures and such other securities as may be issued by the Company from time to time;
- b. issue of duplicate share certificates for shares/debentures and other securities reported lost, defaced or destroyed, as per the laid down procedure;
- c. issue new certificates against sub-division of shares, renewal, split or consolidation of share certificates/certificates relating to other securities;
- d. issue and allot right shares/bonus shares pursuant to a Rights Issue/Bonus Issue made by the Company, subject to such approvals as may be required;
- e. to grant Employee Stock Options pursuant to approved Employees' Stock Option Scheme(s), if any and to allot shares pursuant to options exercised;
- f. to issue and allot debentures, bonds and other securities, subject to such approvals as may be required;
- g. to approve and monitor dematerialization of shares/debentures/other securities and all matters incidental or related thereto;
- h. to authorize the Company Secretary and Head Compliance/other Officers of the Share Department to attend to matters relating to non-receipt of annual reports, notices, non-receipt of declared dividend/interest, change of address for correspondence etc. and to monitor action taken;
- i. monitoring expeditious redressal of investors/stakeholders grievances;
- j. all other matters incidental or related to shares and debentures.

The Chairman of the Committee is an Independent Director, the Composition of the Stakeholder Relationship Committee and attendance of director at the meetings, during the financial year 2022-23, is shown below: -

Sl No.	Name of Member	Category	No. of Meetings Held	No. of Meeting Attended
1.	Mr.Ravi Sharma(Chairman)	Independent, Non-Executive	2	2
2.	Mr. Amit Kumar Modi	Independent, Non-Executive	2	2
3.	Rajesh Mehra	Promoter, Executive	2	2

During the financial year 2022-23, the Stakeholder' Relationship committee of directors met two times, the dates of the meeting was 30<sup>th</sup> May 2022 & 14<sup>th</sup> November 2022.

#### Company Secretary & Compliance Officer

Name: Prashi Saxena  
 Plot No. 03, Sector-11, IMT Manesar, Gurugram Haryana 122050  
 Contact Details: - kraleasing1990@gmail.com  
 Ph: 0124-4746817

#### Shareholder's Complaints: -2022-23

During the year, the company has not received any Shareholder's Complaints.

#### D. RISK MANGEMENT COMMITTEE

The Company was not required constituting its Risk Management Committee during the FY 2022-23.

#### E. REMUNERATION OF DIRECTORS;

The Company has not paid any remuneration to any its Directors except sitting fees to its Independent Directors. The details of sitting fees paid to independent directors are as follows: -

S. No.	Name	Category	Amount in Rs.
1	Ravi Sharma	Independent Non Executive	48,000/-
2	Amit Kumar Modi	Independent Non Executive	48,000/-
3	Deeksha Bajaj	Independent Non Executive	48,000/-

#### F. Definition of Independent Director

The Companies Act, 2013 and SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 define an 'Independent Director' as a person who is not a promoter or employee or one of the key managerial personnel of the Company. The law also states that the person should not have a material pecuniary relationship with the Company or its subsidiaries, apart from receiving remuneration as an Independent Director.

All new Non Executive Director inducted into the Board are introduced to the Company Culture through orientation sessions. Current executive Directors and the senior management provide an overview of the operation to familiarize the new Non-executive Director. They have been introduced to the organization's structure, service, group structure and subsidiaries, constitution, Board procedures, matters reserved for the Board, major risks and risk management strategies.

#### **Performance Evaluation of Independent Directors**

The Board of Directors upon recommendation of the Nomination and Remuneration Committee has laid down the criteria for performance evaluation of the Board of the Company, its Committees and the individual Board members including Independent Directors. The performance evaluation of the Board is done by each Director and during such evaluation the Director being evaluated has not participated.

#### **Separate Meeting of Independent Director**

The listed Company needs to conduct at least one meeting in a year wherein Independent Directors can evaluate the Board, Independent Directors, committees as well as the Board procedure of the Company. All independent Directors met separately on 12<sup>th</sup> February, 2023 without the presence of non-executive Directors.

#### **Particulars of senior management including the changes therein since the close of the previous financial year**

There are no changes in the senior management of the company since the date of the previous financial year.

### **3. GENERAL BODY MEETINGS**

#### **A. Date, Venue and Time for the last three Annual General Meetings.**

AGM Date	Venue	Time	Particulars of Special Resolution
30/09/2020	Held Through Video Conference Mode at C-20, SMA Co-operative Industrial Estate, G T Karnal Road, Delhi-110033	11:00AM	Nil
30/09/2021	Held Through Video Conference Mode at C-20, SMA Co-operative Industrial Estate, G T Karnal Road, Delhi-110033	11:00 AM	Nil
30/09/2022	Held Through Video Conference Mode at C-20, SMA Co-operative Industrial Estate, G T Karnal Road, Delhi-110033	11:00 AM	Nil

#### **Resolution Passed through Postal Ballot:-**

During the FY 2022-23 Company there was no resolution passed through Postal Ballot process

## DISCLOSURES

### TRANSACTION WITH THE RELATED PARTY DURING THE FINANCIAL YEAR MARCH 31<sup>ST</sup>, 2023.

The details of related party transactions in respect of loan and advances in the nature of, loan to any of its Directors and their relatives, subsidiary or associate company or firm/Companies in which directors are interested during the financial year 2022-23 given as per AOC-2. No pecuniary relationship/transaction between Non executive Directors and the Company. No remuneration is paid to any Director.

#### 4. MEANS OF COMMUNICATION

The Annual Report and other statutory information are being sent to Shareholders. In compliance of the provisions of the Listing Regulation, 2015 the financial results of the company are general published in the newspaper “**Financial Express (In English) and Jansatta (In Hindi)**” and posted on the Company website i.e. [www.krleasing.com](http://www.krleasing.com).

#### GENERAL SHAREHOLDER INFORMATION

- As per attached Notice to this Annual Report, the Annual General Meeting of the Company will be held on 30<sup>th</sup> September,2023 at 11:00 A.M. through VC/ OAVM.
- The Financial Year of the Company ends on 31<sup>st</sup> March every year.
- In order to conserve the resources of the company and considering the business plan of the Company, the Board of Directors do not recommend any dividend to equity shareholders of the Company during the year.
- The Register of Members and Share Transfer Books of the Company will remain closed from Sunday, September 24, 2023 to Saturday, September 30, 2023, both days inclusive.
- Share holding pattern as on March 31,2023 are given as below:

Particulars	No. of shares held	%
Promoter-Individual/Hindu Undivided	4740740	35.34%
Body Corporate	4684600	34.92%
Bank, Financial Institutions, Insurance Companies & Mutual Funds	0.00	0.00
Bank	0.00	0.00
Financial Institutions	0.00	0.00
Insurance Companies	0.00	0.00
Mutual Funds/UTI	0.00	0.00
Central & State Governments	0.00	0.00
Foreign Institutional Investors	0.00	0.00
NRIs/Foreign Nationals	0.00	0.00
Non-Institutional	0.00	0.00
Public and Others	3988988	29.74%
Total	13414328	100

- **Address for correspondence**



**Name:** KRA Leasing Limited

**Registered Office:** C-20, SMA Co-Operative Industrial Estate, GT Karnal Road, Delhi 33

**Corporate Office:** Plot No. 03, Sector-11, IMT Manesar, Gurugram, Haryana 122050

**Email:** [kraleasing1990@gmail.com](mailto:kraleasing1990@gmail.com) Ph: 0124-4746817

- **Stock Exchange**

☑Name and address: Metropolitan Stock Exchange of India Limited

Building A, Unit No 205A, 02<sup>nd</sup> Floor,

Piramal Agastya Corporate Tower,

LBS Road, Kurla (W),

Mumbai, Maharashtra-400070

**ISIN:** INE300F01023      **Stock Code:** KRALEASING

Annual Listing Fees has been duly paid by the Company for the Financial Year 2022-23

**Share Price on MCX**

Month	MCX Close	Share Price			No.ofsharestradedd uringthemoth	Turnover (Crores)
		High	Low	Close		
Shares of the Company were not Traded at any Stock Exchange.						

- **SHARE TRANSFER SYSTEM AND REGISTRAR & SHARE TRANSFER AGENTS**

All request if any for demat, remat, transfer, transmission are being handled by Registrar and Share transfer Agents and registered within 15 days of receipt of documents.

**Address & Contact No. of Registrar &Share Transfer Agent are as follows: -**

Name and Address: M/s Skyline Financial Services Private Limited

D-153A, 01<sup>st</sup> Floor, Okhla Industrial Phase-1, New Delhi 110020

Telephone: 011-40450193

- **DEMATERIALIZATION/REMATIALIZATION OF SHARES**

**Procedure for Dematerialization/Rematerialization of Shares**

Share holders seeking demat/remat of their shares must approach the Depository Participants (DP) with whom they maintain a demat accounts. The DP will generate an electronic request and will send the physical share certificate to the registrar and share transfer Agents ("the Registrar") of the Company. Upon receipt of request and Share Certificate, the registrar will verify the same. Upon verification, the Registrar will request the National Security Depository Ltd./Central Depository Service Ltd. (CDSL) to confirm the demat request. The demat Account of the concerned shareholder will be credited with an equivalent number of share. In case of a rejection of the request, it will be communicated to the shareholder.

In case of remat, upon receipt of a request from the shareholder, the DP generates a request and verification of the same is done by the Registrar. The registrar then request the NSDL and CDSL to confirm the request, the approval of the Company is sought and an equivalent number of shares are issued in the physical form to the shareholder.

The share certificates are dispatch within 15 days from the date of issue of share.

- **No GDR/ADR/Warrants or any convertible instruments have been issued by the Company**

- No Non- Compliance has been done by the company or no penalties , strictures was imposed on the company by the Stock Exchange , SEBI or any statutory authority on account of non – compliance by the company on any matters related to the capital market during the last three Financial year.
- In compliance with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, as amended till date, on prevention of Insider Trading, the Company has a comprehensive Code of Conduct and the same is being strictly adhered to by its management, staff and relevant business associates. The code expressly lays down the guideline and the procedure to be followed and disclosure to be made, while dealing with the Company. It also cautions them on the consequences of non-compliance thereof.
- The Company follows the practice of ‘closure of Trading Window’ prior to the publication of price sensitive information. During this period, has set up a mechanism whereby the management and relevant staff and business associates of the Company are informed regarding the same and are advised not to trade in the Company’s securities.

#### **VIGILMECHANISM/WHISTLEBLOWERPOLICY**

- In pursuant to the provision of section 177(9) & (10) of the Company Act, 2013 read with regulation 22 of Securities And Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015 a vigil mechanism for directors and employees to report genuine concern has been established. The vigil mechanism policy has been uploaded on the website of the Company at [www.kraleasing.comunderinvestor/policylink](http://www.kraleasing.comunderinvestor/policylink).
- Whistle blower mechanism provide a way to the stakeholders, employees to report any instance of unethical behavior , actual or suspected fraud or violation of the Company’s Code of Conduct or ethics policy to the Independent Ombudsman.
- No personnel has been denied access to the Audit Committee under Vigil mechanism

#### **MATERIALSUBSIDIARY**

- In pursuance of regulation 16(c) Material Subsidiary mean a subsidiary whose income or net worth exceeds twenty percent of the consolidated income or net worth respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year.
- The Company has formulated a policy for determining the Material Subsidiaries and the same is availed on our website [www.kraleasing.comunderinvestor/policylink](http://www.kraleasing.comunderinvestor/policylink).

#### **RELATED PARTY**

- The Company has formulated a policy for determining the related party transactions and the same is availed on our website [www.kraleasing.comunderinvestor/policylink](http://www.kraleasing.comunderinvestor/policylink).

#### **OTHER DISCLOSURES-**

- The CEO / CFO certificate in term of regulation 17(8) of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 has been placed before the Board.
- The Company complies with all the mandatory requirements of Listing Regulation, 2015. It is in the process of also complying with the non- mandatory requirements of the Listing Agreement on Corporate Governance.

- **Reconciliation of Share Capital Audit**

A Qualified Company Secretary carried out a secretarial audit to reconcile the total admitted equity capital with the National Securities Depository (NSDL) and the central Depository Service Limited (CDSL) and the total issued and listed equity capital. The Reconciliation of Share Capital Audit confirms that the total issued /paid up is in agreement with the total number of shares in the physical form and the total number of dematerialized shares held with NSDL and CDSL.

- Clause F of schedule V of Securities and Exchange Board of India (Listing Obligation and Disclosures Requirement) Regulations, 2015 is not applicable.
- Clause C (10) (g) of Securities and Exchange Board of India (Listing Obligation and Disclosures Requirement) Regulations, 2015 is not applicable on the Company.
- Required disclosures on the Company website is been done timely for the matters as stipulated in regulation 17 to 27 and clause and clause(b)to(i)of sub-section(2)of regulation 46 of LODR.
- Total fee INR 2,40,000/- for all the services paid by the Company and its subsidiary, on a consolidated basis to the statutory auditor and all entities in the network firm /network entity of which the statutory auditor is a part.
- No Complaint received by Sexual Harassment committee.
- **Compliance of Corporate Governance requirements specified in Regulation 17 to 27 and Regulation 46(2)(b) to (i) of Listing Regulations**

Annual Affirmations		
Particulars	Regulation Number	Compliance status(Yes/No/NA)
Board composition	17(1),17(1A)& 17(1B)	yes
Meeting of board of directors	17(2)	yes
Quorum of board meeting	17(2A)	yes
Review of Compliance Reports	17(3)	yes
Plans for orderly succession for appointments	17(4)	yes
Code of Conduct	17(5)	yes
Fees/compensation	17(6)	yes
Minimum Information	17(7)	yes
Compliance Certificate	17(8)	yes
Risk Assessment& Management	17(9)	yes
Performance Evaluation of Independent Directors	17(10)	yes
Recommendation of board	17(11)	yes
Maximum number of directorship	17A	yes
Composition of Audit Committee	18(1)	yes
Meeting of Audit Committee	18(2)	yes

Composition of Nomination & Remuneration Committee	19(1)&(2)	yes
Quorum of Nomination and Remuneration Committee meeting	19(2A)	yes
Meeting of Nomination & Remuneration Committee	19(3A)	yes
Composition of Stakeholder Relationship Committee	20(1),20(2) and 20(2A)	yes
Meeting of Stakeholder Relationship Committee	20 (3A)	yes
Composition and role of Risk Management Committee	21(1),(2),(3),(4)	NA
Meeting of Risk Management Committee	21(3A)	NA
Vigil Mechanism	22	yes
Policy for related party Transaction	23(1),(1A),(5),(6),(7)& (8)	yes
Prior or Omnibus approval of Audit Committee for all related party transactions	23(2),(3)	NA
Approval for material related party Transactions	23(4)	yes
Disclosure of related party transactions on consolidated basis	23(9)	yes
Composition of Board of Directors of Unlisted material Subsidiary	24(1)	NA
Other Corporate Governance requirements With respect to subsidiary of listed entity	24(2),(3),(4),(5)&(6)	yes
Annual Secretarial Compliance Report	24(A)	yes
Alternate Director to Independent Director	25(1)	NA
Maximum Tenure	25(2)	yes
Meeting of independent directors	25(3)&(4)	yes
Familiarization of independent directors	25(7)	yes
Declaration from Independent Director	25(8)&(9)	yes
Directors and Officers insurance	25(10)	NA
Memberships in Committees	26(1)	yes
Affirmation with compliance to code of conduct from members of Board of Directors and Senior management Personnel	26(3)	yes
Disclosure of Shareholding by Non-Executive Directors	26(4)	yes
Policy with respect to Obligations of directors and senior management	26(2)&26(5)	yes
Other Corporate Governance Discretionary requirements	27	NA
Filing of Quarterly Compliance Report on Corporate Governance	27	Yes

<p>Website</p> <p>a. Terms and conditions of appointment of independent directors;</p> <p>b. Composition of various committees of board of directors;</p> <p>c. Code of conduct of board of directors and senior management personnel;</p> <p>d. Details of establishment of vigil mechanism/Whistle Blower policy;</p> <p>e. criteria of making payments to non-executive directors , if the same has not been disclosed in annual report;</p> <p>f. policy on dealing with related party transactions;</p> <p>g. policy for determining 'material subsidiaries;</p> <p>h. details of familiarization programs imparted to independent directors including the following details:-</p> <p>(i) number of programs attended by independent directors (during the year and on accumulative basis till date),</p> <p>(ii) number of hours spent by independent directors in such programs (during the year and on cumulative basis till date),and</p> <p>(iii) other relevant details</p>	27	Yes
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## CODE OF CONDUCT

The Company has adopted Code of Conduct and ethics for Directors and Senior Management Personnel a copy of Code of conduct has been placed on the Company website i.e www.kraleasing.com

## DECLARATION BY THE MANAGING DIRECTOR UNDER SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

To,  
The Members  
**KRA Leasing Limited**

I hereby declare that all the Directors and the designated employees in the senior management of the Company have affirmed compliance with their respective codes for the Financial Year ended March 31, 2023.

For KRA Leasing Limited  
**Sd/-**  
Rajesh Mehra  
**Managing Director cum CFO**  
**DIN:00058232**

**Date: 04.09.2023**  
**Place: Gurugram**

### **CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE**

We have examined the compliance of conditions of Corporate Governance by M/s KRA Leasing Limited, for the year ended March 31<sup>st</sup>, 2023 as stipulated in applicable Regulations 17, 18, 19, 20, 22, 23, 24, 25,26, 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C , D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (collectively referred to as "SEBI Listing Regulations,2015").

The compliance of conditions of Corporate Governance is the responsibility of the Company's Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, 2015.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For D Dixit and Associates**  
**Company Secretaries**

Sd/-

**CS Debasis Dixit**

**Prop.**

**M. No. F7218**

**C. P. No 7871**

**UDIN: F007218E000919613**

**PR: 1823/2022**

**Date: 02.09.2023**

**Place: New Delhi**

**CEO/CFO Certification pursuant to regulation 17(8) of SEBI (Listing Obligation & Disclosure Requirements), Regulations, 2015 for the financial year ending 2022-23**

To,  
The Board of Directors  
**KRA Leasing Limited**  
C-20, SMA Co-Operative Industrial Estate  
G T Karnal Road,  
Delhi 110033

This is to certify that: -

- a. We have reviewed financial statements and cash flow statements for the year ended 2022-23 and that to the best of our knowledge and belief: -
  - I. These Statements do not contain any materially untrue statement or omit any material factor contain statements that might be misleading.
  - II. These statements together present a true and fair view of the Company's affairs and are in compliance with the existing accounting standards, applicable laws and regulation,

- b. There are, to the best of our knowledge and belief, no transaction entered into by the company during the years which are fraudulent, illegal or violative of the Company's code of conduct.
- c. We accept the responsibility for establishing and maintaining internal controls of financial reporting and that we evaluate the effectiveness of internal control systems of the company pertaining to the financial reporting and we have disclosed to the auditors and the Audit committee, deficiencies in operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d. We have indicated to the auditors an Audit Committee,
- I. Significant changes in internal control over financial reporting during the year,
- II. Significant change in accounting policies during the year and that the same have been disclosed in the notes to the financial statements and
- III. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee have a significant role in the company's internal system over financial reporting.

Thanking You,

For KRA Leasing Limited

**Sd/-**

**Rajesh Mehra**

**Managing Director cum CFO**

**DIN:00058232**

**Date: 04.09.2023**

**Place: Gurugram**

**PRACTICING COMPANY SECRETARY'S CERTIFICATE THAT NONE OF THE DIRECTORS ON THE BOARD OF THE COMPANY HAVE BEEN DEBARRED OR DISQUALIFIED FROM BEING APPOINTED OR CONTINUING AS DIRECTOR OF THE COMPANIES BY THE BOARD/MINISTRY OF CORPORATE AFFAIRS OR ANY STATUTORY AUTHORITY.**

As required by item 10(i) of Part C of Schedule V of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, I certify that none of the Directors on the Board of KRA Leasing Limited have been debarred or disqualified from being appointed or continuing as the Director of the company by SEBI/Ministry of Corporate Affairs or any such statutory authority.

**For D Dixit and Associates**

**Company Secretaries**

**Sd/-**

**CS Debasis Dixit**

**Prop.**

**M. No. F7218**

**C. P. No 7871**

**UDIN: F007218E000919558**

**PR: 1823/2022**

**Date: 02.09.2023**

**Place: New Delhi**

## **INDEPENDENT AUDITOR'S REPORT**

**The Members of M/s KRA Leasing Limited**

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

#### **Opinion**

We have audited the accompanying consolidated financial statements of **M/s KRA Leasing 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, 2023, and the Consolidated Statement of Profit and Loss including statement of other comprehensive income, consolidated statement of change in equity and consolidated statement of Cash Flow and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 state of affairs of the Company as at 31<sup>st</sup> March, 2023, its profit including statement of other comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

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

#### **KEY AUDIT MATTERS**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements for the financial year ended March 31, 2023. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

#### **Fair valuation of Investments**

The Company has investments in Unlisted Equity Shares of Group entities and their value shown in financial statement is at cost considering the exemption given for unlisted equity shares. Investment in Mutual funds are shown at fair value through other comprehensive income and valued at market rate available as on 31<sup>st</sup> March 2023 and considered as level 1 for fair value hierarchy.

#### **INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON**

The Holding company's Board of Directors is responsible for the other information. The other information comprises the information included in the Holding company's Annual Report, but does not include the 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 such 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 have required to report that fact. We have nothing to report in this regard.

#### **MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the 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.

In preparing the consolidated financial statements, respective management of companies included in the Group is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless respective management 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 are responsible for overseeing the company's financial reporting process.

#### **AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS**

Our objectives are to obtain reasonable assurance about whether the 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast

significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we have 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 Company 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. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Financial Statements for the financial year ended March 31, 2022 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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

1. As required by the Companies (Auditor's report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure -A" a statement on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.
- 2.(A) As required by section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit & Loss including statement of other comprehensive income, the consolidated statement of changes in equity and consolidated statement of cash flow dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules;
  - (e) On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2023, taken on record by the Board of Directors of the holding company and on the basis of written representation received by the management from Directors of its subsidiary which are incorporated in India, as on 31<sup>st</sup> March 2023, none of the directors of group companies incorporated in India is disqualified as on 31<sup>st</sup> March, 2023, from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls with reference to consolidated financial reporting of the holding company and its subsidiary company incorporated in India and the operating effectiveness of such controls. Refer to our separate report in "Annexure -B" to this report.

(B) With respect to the other matters to be included in the Auditors' 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 Group did not have pending litigations which would impact its financial position.

(b) The Group did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.

(c) There were no amounts which required to be transferred by the Group to the Investor Education and Protection Fund.

(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 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 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 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 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; and

(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 subclause (d) (i) and (d) (ii) contain any material mis-statement.

(e) The Holding company or its subsidiary has not declared or paid any dividend during the year.

(C) With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director 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) of the Act which are required to be commented upon by us.

Place: New Delhi  
Date : 30.05.2023

**For Daleep Bhatia & Co.**  
**Chartered Accountants**  
**FRN :000918N**

Sd/-  
(Daleep Bhatia)  
Partner  
Membership No. 080850  
UDIN:23080850BGRILI1828

**Annexure "A" to the Independent Auditor's report on the consolidated financial statements of KRA Leasing Limited for the year ended 31 March 2023**

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

(xxi) According to our audit procedure and explanations given to us, the company has only subsidiary company included in the consolidated financial statements, the CARO report relating to subsidiary company does not contain any disqualifications or adverse remarks on the clause referred in paragraph 3 of Caro report, 2020.

**Place: New Delhi  
Date : 30.05.2023**

**For Daleep Bhatia & Co.  
Chartered Accountants  
FRN :000918N**

**Sd/-  
(Daleep Bhatia)  
Partner  
Membership No. 080850  
UDIN:23080850BGRILI1828**

**Independent Auditor's Report on the internal controls with reference to consolidated financial statements under Clause (i) of sub section 3 of section 143 of the Companies Act, 2013 ('the Act')**

In conjunction with our audit of the consolidated financial statements of the Group as of and for the year ended 31st March 2023, We have audited the internal financial controls with reference to consolidated financial statements of M/s KRA Leasing Limited (hereinafter referred to as "the Holding Company") and such companies incorporated in India under the Companies Act, 2013 which are its subsidiary company as of that date.

**MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

The respective Board of Directors of the Holding Company and its subsidiary which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating 'effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 Holding Company and its subsidiary which are companies incorporated in India, internal financial controls over financial reporting with reference to these consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, both, issued by Institute of Chartered Accountants of India, and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

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

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

companies, which are companies incorporated in India. We are not expressing any opinion on subsidiary incorporated outside India as there is no such requirement.

#### **MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING WITH REFERENCE TO THESE CONSOLIDATED FINANCIAL STATEMENTS**

A company's internal financial control over financial reporting with reference to these consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these 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 company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING WITH REFERENCE TO THESE CONSOLIDATED FINANCIAL STATEMENTS**

Because of the inherent limitations of internal financial controls over financial reporting with reference to these 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 over financial reporting with reference to these consolidated financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **OPINION**

In our opinion, to the best of my information and according to the explanations given to us the company and its subsidiary companies which are companies incorporated in India, have, maintained in all material respects, adequate internal financial controls system over financial reporting with reference to these consolidated financial statements and such internal financial controls over financial reporting with reference to these consolidated financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

#### **OTHER MATTERS**

Our report under Section 143 (3) (i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting is limited with reference to these consolidated financial statements of the

Holding Company, and in so far as it relates to separate financial statements of 1 subsidiary which are companies incorporated in India only.

Place: New Delhi  
Date : 30.05.2023

**For Daleep Bhatia & Co.**  
**Chartered Accountants**  
**FRN :000918N**

**Sd/-**  
**(Daleep Bhatia)**  
**Partner**  
**Membership No. 080850**  
**UDIN:23080850BGRIL1828**

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33

## CONSOLIDATED BALANCE SHEET AS AT 31st March, 2023

(Figures ₹ in Lakhs)

	Note No.	As at 31/03/2023	As at 31/03/2022
<b>ASSETS</b>			
<b>Financial Assets</b>			
(a) Cash and cash equivalents	5	247.68	286.29
(b) Other Bank Balance	6	0.90	0.90
(c) Receivables			
(i) Trade receivables	7	54.46	377.11
(d) Loans and advances	8	1,400.00	1,659.78
(e) Investments	9	3,075.29	2,328.31
(f) Other financial assets	10	35.57	29.71
<b>Total Financial Assets</b>		<b>4,813.91</b>	<b>4,682.10</b>
<b>Non Financial Assets</b>			
(a) Current tax assets (net)	11	4.26	7.45
(b) Intangible Assets	12	0.52	
(b) Investment properties	13	358.39	370.09
(c) Other non financial assets	14	0.49	0.43
<b>Total Non Financial Assets</b>		<b>363.66</b>	<b>377.97</b>
<b>Total assets</b>		<b>5,177.57</b>	<b>5,060.07</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Financial Liabilities</b>			
(a) Borrowings	15	481.00	495.15
(b) Trade payables	16	6.79	7.24
(c) Other financial liabilities	17	89.30	125.94
<b>Total Financial Liabilities</b>		<b>577.09</b>	<b>628.33</b>
<b>Non Financial Liabilities</b>			
(a) Current Income tax	18	0.31	-
(b) Provisions	19	3.64	5.09
(c) Deferred tax liabilities (net)	20	29.13	10.27
(d) Other non financial liabilities	21	7.63	5.29
<b>Total Non Financial Liabilities</b>		<b>40.70</b>	<b>20.65</b>
<b>Total liabilities</b>		<b>617.79</b>	<b>648.99</b>
<b>Equity</b>			
(a) Equity share capital	22	629.74	629.74
(b) Other equity	23	3,690.13	3,571.57
(c) Non controlling Interest		239.91	209.77
<b>Total equity</b>		<b>4,559.78</b>	<b>4,411.08</b>
<b>Total equity and liabilities</b>		<b>5,177.57</b>	<b>5,060.07</b>
See accompanying notes to the financial statements	1-39	-	0.00

*This is the Balance sheet referred to in our report of even date attached*

For Daleep Bhatia & Co.

Chartered Accountants

FRN 000918N

For and on behalf of Board of Directors

sd/-

Daleep Bhatia

(Partner)

Membership No. 080850

Place: New Delhi

Date: 30.05.2023

UDIN: 23080850BGRILI1828

sd/-

Rajesh Mehra

(Director)

DIN00058232

sd/-

Ajay Mehra

(Director)

DIN:00058245

sd/-

Prashi Saxena

Co. Secretary



# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st March, 2023

(Figures ₹ in Lakhs)

	Note No.	As at 31/03/2023	As at 31/03/2022
<b>I REVENUE FROM OPERATIONS</b>			
(i) Interest Income	24	84.59	133.16
(ii) Dividend Income		-	-
(iii) Rental Income	25	260.77	225.35
<b>I Total Revenue from operations</b>		<b>345.36</b>	<b>358.51</b>
<b>II Other Income</b>	26	<b>13.87</b>	<b>0.10</b>
<b>III Total Income (I+II)</b>		<b>359.24</b>	<b>358.61</b>
<b>EXPENSES</b>			
Finance Cost	27	4.79	4.78
Impairment on financial instruments	-	129.89	-
Employee benefit expenses	28	2.16	2.16
Depreciation and amortization expense	29	11.78	10.07
Other expenses	30	61.95	56.59
Contingency prov. Against standard assets		(1.46)	(6.80)
<b>IV Total expenses</b>		<b>209.11</b>	<b>66.79</b>
<b>V Profit before tax (III-IV)</b>		<b>150.13</b>	<b>291.82</b>
<b>VI Tax expense</b>			
(1) Current tax		57.97	57.87
(2) Tax for previous years		(0.47)	0.06
<b>VI Profit for the period from continuing operations (IV-V)</b>		<b>57.50</b>	<b>57.94</b>
VII Profit from discontinued operations before tax		-	-
VIII Tax expense of discontinued operations		-	-
<b>IX Profit from discontinued operations after tax (VII-VIII)</b>		-	-
<b>X Profit for the period (VI+IX)</b>		<b>92.63</b>	<b>233.89</b>
<b>XI Other comprehensive income</b>			
(i) Items that will be reclassified to profit or loss in subsequent period			
Changes in fair value of mutual fund		74.92	39.01
Income-tax relating to these items		18.86	9.82
<b>Other comprehensive income, net of tax</b>		<b>56.07</b>	<b>29.19</b>
<b>XII Total comprehensive income for the year</b>		<b>148.70</b>	<b>263.08</b>
<b>Net profit attributable to:</b>			
Owners of holding company		<b>64.45</b>	<b>220.47</b>
Non controlling interest		<b>28.18</b>	<b>13.42</b>
<b>Other comprehensive income attributable to:</b>			
Owners of holding company		<b>56.07</b>	<b>29.19</b>
Non controlling interest		-	-
<b>Total comprehensive income attributable to:</b>			
Owners of holding company		<b>120.52</b>	<b>249.66</b>
Non controlling interest		<b>28.18</b>	<b>13.42</b>
<b>XIII Earning per equity share (for continuing operations)</b>			
(1) Basic (share face value Rs. 5 each (Prev. year Rs. 5 each))		1.11	1.96
(2) Diluted (share face value Rs. 5 each (Prev. year Rs. 5 each))		1.11	1.96

See accompanying notes to the financial statements

1-39

*This is the Profit & loss statement referred to in our report of even date attached*

For Daleep Bhatia & Co.  
Chartered Accountants  
FRN 000918N

For and on behalf of Board of Directors

sd/-  
Daleep Bhatia  
(Partner)  
Membership No. 080850  
Place: New Delhi  
Date: 30.05.2023  
UDIN: 23080850BGRIL1828

sd/-  
Rajesh Mehra  
(Director)  
DIN00058232

sd/-  
Ajay Mehra  
(Director)  
DIN:00058245

sd/-  
Prashi Saxena  
Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March 2023

(Figures ₹ in Lakhs)

	Year ended 31/03/2023	Year ended 31/03/2022
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		-
Profit for the year (Before tax but after extraordinary items and prior period items )	150.13	291.82
<b>Adjustment for:</b>	-	-
Depreciation provided in profit & loss statement	11.78	10.07
Finance cost	4.79	4.78
Short term capital gain	(13.87)	-
Cont. provision against standard assets	(1.46)	(6.80)
	<b>151.37</b>	<b>299.87</b>
<u>Movement in working Capital:</u>		
(Increase)/decrease in trade and other receivables	322.65	(12.33)
(Increase)/decrease in other assets	253.85	932.24
Increase/(decrease) in trade payables	(0.45)	5.40
Increase/(decrease) in other liabilities	(34.31)	47.73
<b>Cash generated from operations</b>	<b>693.11</b>	<b>1,272.91</b>
Income taxes paid	53.99	51.18
<b>Net cash generated by operating activities (Total A)</b>	<b>639.12</b>	<b>1,221.73</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net Purchase of Mutual Funds	(658.19)	(1,000.00)
Purchase of fixed assets	(0.60)	(65.30)
<b>Net cash generated by investing activities (Total B)</b>	<b>(658.79)</b>	<b>(1,065.30)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase in Borrowings	(14.15)	-
Interest paid	(4.79)	(4.78)
<b>Net cash used in financing activities (Total C)</b>	<b>(18.94)</b>	<b>(4.78)</b>
<b>Net increase in cash and cash equivalents (Total A+B+C)</b>	<b>(38.61)</b>	<b>151.65</b>
Cash and cash equivalents at the beginning of the year	286.29	134.64
<b>Cash and cash equivalents at the end of the year</b>	<b>247.68</b>	<b>286.29</b>
	-	0.00

*This is the Cash Flow Statement referred to in our report of even date attached*

For Daleep Bhatia & Co.

Chartered Accountants

FRN 000918N

sd/-

Daleep Bhatia

(Partner)

Membership No. 080850

Place: New Delhi

Date: 30.05.2023

UDIN: 23080850BGRILI1828

For and on behalf of Board of Directors

sd/-

Rajesh Mehra

(Director)

DIN:00058232

sd/-

Ajay Mehra

(Director)

DIN:00058245

sd/-

Prashi Saxena

Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31st March, 2023

(Figures ₹ in Lakhs)

Particulars	Equity share capital	Other equity			Retained earnings	Total equity attributable to equity holders of the company	Non Controlling Interst
		Comprehensive Income items	Special Reserves u/s 45IC of RBI	Capital Reserve			
<b>Balance as at April 1, 2021</b>	<b>629.74</b>	<b>1.34</b>	<b>378.61</b>	<b>11.45</b>	<b>2,937.21</b>	<b>1,021.13</b>	<b>189.65</b>
Addition during the year	-	-	41.21	-	-	41.21	20.12
Profit for the year	-	29.19	-	-	220.47	249.66	-
Cross holding adjustment	-	-	-	-	6.70	6.70	-
Transferred to special reserve	-	-	-	-	41.21	41.21	-
<b>Balance at March 31, 2022</b>	<b>629.74</b>	<b>30.53</b>	<b>419.81</b>	<b>11.45</b>	<b>3,205.59</b>	<b>4,297.12</b>	<b>209.77</b>
Addition during the year	-	-	-	-	-	-	30.14
Profit for the year	-	56	-	-	64	121	-
Transfer to retained earning	-	-	-	-	-	-	-
Transferred to special reserve	-	-	-	-	-	-	-
<b>Balance at March 31, 2023</b>	<b>630</b>	<b>87</b>	<b>420</b>	<b>11</b>	<b>3,270</b>	<b>4,418</b>	<b>239.91</b>

*This is the Statement of change in equity referred to in our report of even date attached*

For Daleep Bhatia & Co.  
Chartered Accountants  
FRN 000918N

For and on behalf of Board of Directors

sd/-  
Daleep Bhatia  
(Partner)  
Membership No. 080850

sd/-                      sd/-                      sd/-  
Rajesh Mehra          Ajay Mehra                  Prashi Saxena  
(Director)                  (Director)                  Co. Secretary  
DIN00058232          DIN:00058245

Place: New Delhi  
Date: 30.05.2023  
UDIN: 23080850BGRILI1828

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN: L65993DL1990PLC039637

## Notes to the consolidated financial statement for the year ended March 31, 2023

### 1. Corporate Information

KRA Leasing Limited is a listed company incorporated on 26 March 1990. It is classified as Non-govt Company and is registered at Registrar of Companies, Delhi. Its authorized share capital is Rs. 700.00 Lakhs and its paid-up capital is Rs. 67,071.64 Lakhs.

#### (a.) Background

KRA Leasing Ltd. has controlling interest, directly or indirectly in the following entities during the year ended March 31, 2023:

Entity	Country of Incorporation	Name of Parent	Percentage of holding (%)
<b>Subsidiary</b>			
SMG Enterprises Limited	India	KRA Leasing Ltd.	51.84%

#### (b.) Basis of Consolidation

The consolidated financial statements have been prepared to comply with the accounting principles generally accepted in India, including the Accounting Standards (Ind AS) specified under Section 133 of the Companies Act, 2013 (the 'Act'), read with Rule 3 of the Companies (Indian Accounting Standards) Amendment Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. The consolidated financial statements have been prepared on a going concern basis under the historical cost convention on accrual basis. The accounting policies have been consistently applied by the Group.

#### (c.) Principles of Consolidation

The Consolidated Balance Sheet, Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement (collectively referred to as 'consolidated financial statements') include the financial statements of **KRA Leasing Limited**, i.e. the Parent company and it's subsidiary (hereinafter referred to as 'the Group'). The consolidated financial statements of the Group have been prepared in accordance with the notified Accounting Standard Ind AS 110 'Consolidated Financial Statements'.

The consolidated financial statements have been prepared on the following basis:

- i. The consolidated financial statements have been combined on a line-by-line basis by adding the book value of the like items of the assets, liabilities, income and expenses after eliminating intra-group transactions and resulting unrealized profits/losses in full (if any). The amounts shown in respect of reserves comprise the amount of the relevant reserves as per balance sheet of the Parent company and its share in the post-acquisition increase in the relevant reserves of the subsidiaries.

# **KRA LEASING LIMITED**

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN: L65993DL1990PLC039637

## **Notes to the consolidated financial statement for the year ended March 31, 2023**

- ii. The excess/deficit of cost to the Parent company of its investment over its portion of equity in the subsidiaries at the respective date on which the investment in such entity was made is recognized in the financial statements as goodwill/capital reserve on consolidation on the basis of last audited Balance Sheet of the subsidiary/associate. The Parent company's portion of equity in such entities is determined on the basis of book value of assets and liabilities as per financial statements of the entity as on the date of investment.
- iii. Non-Controlling share of net profit of consolidated subsidiary for the year is identified and adjusted against the income of the group in order to arrive at the net income attributable to shareholders of the group.
- iv. The Consolidated financial statements are presented, to the extent possible, in the same format as that adopted by the parent company for its separate financial statements.

### **(d.) Use of Estimates**

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

## **2. Application of new and revised Indian Accounting Standard (Ind AS)**

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, the management of the company does not expect the amendment to have any significant impact in its financial statements.

## **3. Significant accounting policies and other explanatory information**

### **3.01. Basis of Preparation and presentation**

The consolidated financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis, unless specifically mentioned. The Ind AS

# **KRA LEASING LIMITED**

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN: L65993DL1990PLC039637

## **Notes to the consolidated financial statement for the year ended March 31, 2023**

are prescribed under Section 133 of the Act read with rule 3 of companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

The Group's financial statements are presented in Indian Rupees (Rs.), which is also its functional currency.

### **3.02. Summary of significant accounting policies**

#### **3.02.01 Cash flow statement (Ind AS-7)**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transaction of a non-cash nature, any deferral or accrual of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the group are segregated based on the available information.

##### **Cash & Cash Equivalent**

Cash and cash equivalents comprise of cash on hand, cash at banks, short-term deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### **3.02.02 Taxes on income (Ind AS-12)**

Tax Expenses comprises current income Tax and deferred income tax. Income tax expense is recognized in net profit in the Statement of Profit and Loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income.

##### **Current Income tax**

Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.

##### **Deferred income tax assets and liabilities**

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. A deferred income tax asset is recognized to the extent that it is

# **KRA LEASING LIMITED**

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## **Notes to the consolidated financial statement for the year ended March 31, 2023**

probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized.

### **3.02.03 Property, plant and equipment (Ind AS-16)**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by the management. The group depreciates property, plant and equipment over their estimated useful lives using method and the estimated useful lives as per schedule II.

Cost of assets not put to use before such date are disclosed under 'capital work-in-progress' Subsequent expenditures relating to property, plant and equipment are capitalized only when it is probable that future economic benefits associated with these will flow to the group and the cost of the item can be measured reliably. The cost and related accumulated depreciation are eliminated from the consolidated financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the consolidated statement of Profit and Loss.

### **3.02.04 Borrowing costs (Ind AS-23)**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

The group is not required to capitalize any amount during the financial year as borrowing cost.

### **3.02.05 Financial Instruments (Ind AS-32/107/109)**

#### **(i) Financial Assets**

##### **Initial recognition and measurement**

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

# **KRA LEASING LIMITED**

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## **Notes to the consolidated financial statement for the year ended March 31, 2023**

### **Subsequent measurement**

#### **Financial assets carried at amortized cost (AC)**

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

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

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

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

A financial asset which is not classified in any of the above categories are measured at FVTPL.

### **Other Equity Investments**

All other equity investments are measured at fair value, with value changes recognized in Statement of Profit and Loss, except for those equity investments for which the group has elected to present the value changes in 'Other Comprehensive Income'.

### **Impairment of financial assets**

The group assesses on a forward looking basis the expected credit losses associated with its assets carried at amortized 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 recognized from initial recognition of the receivables.

### **(ii) Financial liabilities**

#### **Initial recognition and measurement**

All financial liabilities are recognized initially at fair value and in case of borrowings and payables, net of directly attributable cost.



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## **Notes to the consolidated financial statement for the year ended March 31, 2023**

### **Subsequent measurement**

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

### **(iii) Derivative financial instruments**

The group does not hold derivative financial instruments such as foreign exchange forward and options contracts to mitigate the risk of changes in exchange rates on foreign currency exposure. Therefore, related disclosures not provided in financial statement.

### **3.02.06. Earning per equity share (Ind AS-33)**

Basic earning per equity per share is computed by dividing the net profit attributable to the equity holders of the group by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share are computed by dividing the net profit attributable to the equity holders of the group by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

### **3.02.07. Impairment of assets (Ind AS-36)**

The Group assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the group estimates recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

### **3.02.08. Provisions and contingent liabilities (Ind AS-37)**

#### **Provisions**

A provision is recognized in the consolidated financial statements where there exists a present obligation as a result of a past event, the amount of which can be reliably estimated, and it is probable that an outflow of resources would be necessitated in order to settle the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

# **KRA LEASING LIMITED**

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## **Notes to the consolidated financial statement for the year ended March 31, 2023**

### **Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. Contingent liabilities are not recognized but are disclosed in the notes unless the outflow of resources is considered to be remote.

### **3.02.09. Non-current assets held for sale (Ind AS-105)**

The group classifies non-current assets as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use. Such non-current assets classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Any expected loss is recognized immediately in the statement of profit and loss.

Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortized. Assets and liabilities classified as held for sale are presented separately as current items in the balance sheet.

### **3.02.10 Operating Segment (Ind AS-108)**

Ind AS 108 establishes standards for the way that public business enterprises report information about operating segments and related disclosures about products and services, geographic areas, and major customers. Therefore, disclosures as prescribed under mentioned standards not required.

### **3.02.11. Fair value measurement (Ind AS-113)**

The group measures financial instruments at fair value at each balance sheet date.

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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (i) in the principal market for asset or liability, or
- (ii) in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the group.

# **KRA LEASING LIMITED**

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## **Notes to the consolidated financial statement for the year ended March 31, 2023**

All assets and liabilities for which fair value is measured or disclosed in the consolidated financial statements are categorized 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.

### **3.02.12 Revenue from Contracts with Customers (Ind AS-115)**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the group and the revenue can be reliably measured, and it is probable that the group will collect the consideration to which it is entitled to in exchange for the goods. Amount disclosed in Profit & Loss statement are net of GST.

- i. Interest receipts are accounted on accrual basis.
- ii. Rent received in accordance with policy mentioned under ' Ind AS -116 Leases '.
- iii. Dividend received in accordance when right to receive the dividend establishes.

### **3.02.13 Leases (Ind AS-116)**

#### **Group as a lessor**

Leases in which the group does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a straight-line basis over the term of the relevant lease, except when the lease rentals, increase are in line with general inflation index. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the group to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

# KRA LEASING LIMITED

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## Notes to the consolidated financial statement for the year ended March 31, 2023

### 4. Significant accounting judgments, estimates and assumptions

The preparation of the Group's financial statements requires management to make judgment, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

#### 4.1 Estimation of current tax and deferred tax

Management judgment is required for the calculation of provision for income - taxes and deferred tax assets and liabilities. The Group reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to adjustment to the amounts reported in the consolidated financial statements.

#### 4.2 Recoverability of trade receivable

Trade receivables are stated at their normal value as reduced by appropriate allowances for estimated irrecoverable amounts. Individual trade receivables are written off when management deems them not to be collectible. Impairment is recognized based on the expected credit losses, which are the present value of the cash shortfall over the expected life of the financial assets.

#### 4.3 Fair value measurement

Wherever required, the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are taken from observable markets wherever possible. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

Sd/-  
Rajesh Mehra  
(Director)  
DIN-00058232

Sd/-  
Ajay Mehra  
(Director)  
DIN-00058245

Sd/-  
Prashi Saxena  
Company Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
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## Notes to Consolidated financial statement for the year ended 31st March, 2023

### Note 5 "Cash and Cash Equivalents"

(Figures ₹ in Lakhs)

	As at 31/03/2023	As at 31/03/2022
(A) Balance with Banks		
- In Current Account	244.60	282.62
- Cheque in hand	-	0.42
(B) Cash on hand	3.08	3.25
<b>Total (A+B)</b>	<b>247.68</b>	<b>286.29</b>

### Note 6 "Other Bank balance "

	As at 31/03/2023	As at 31/03/2022
FDR with current bank (FDR is given as security deposit)	0.90	0.90
	<b>0.90</b>	<b>0.90</b>

### Note 7 "Trade receivables"

	As at 31/03/2023	As at 31/03/2022
<i>Unsecured, considered good</i>		
- From related parties	54.34	302.56
- From others	55.01	74.55
Less: Expected credit loss	54.89	-
	<b>54.46</b>	<b>377.11</b>

#### (1) Ageing of receivables

Particulars	31/03/2023			31/03/2022		
	Gross Amount	Allowance for expected credit loss	Net Balance As at 31/03/2023	Gross Amount	Allowance for expected credit loss	Net Balance As at 31/03/2022
<b>Undisputed, Trade receivable</b>						
Less than 6 months	54.46	-	54.46	53.27	-	53.27
from 6 months to 12 months	-	-	-	14.74	-	14.74
from 12 months to 24 months	-	-	-	23.13	-	23.13
from 24 months to 36 months	-	-	-	57.23	-	57.23
for more than 36 months	54.89	54.89	-	228.74	-	228.74
<b>Disputed, Trade receivable</b>	-	-	-	-	-	-
	<b>109.35</b>	<b>54.89</b>	<b>54.46</b>	<b>377.11</b>	<b>-</b>	<b>377.11</b>

### Note 8 "Loans and advances"

	As at 31/03/2023	As at 31/03/2022
<i>(Unsecured, considered good)</i>		
Loans to Related parties	1,400.00	1,509.78
Loans to others	75.00	150.00
Less : Impairment Allowance	75.00	-
	<b>1,400.00</b>	<b>1,659.78</b>

#### Type of Borrower

	As at 31st Mar 2023		As at 31st March 2022	
	Amount outstanding	% of Total	Amount outstanding	% of Total
<b>A. Repayable on Demand</b>				
Promoters	-	0.00%	-	0.00%
Directors	-	0.00%	-	0.00%
KMPs	-	0.00%	-	0.00%
Related parties	1,400.00	100.00%	1,509.78	90.96%
Others	-	0.00%	150.00	9.04%
<b>Sub-total (A)</b>	<b>1,400.00</b>	<b>100.00%</b>	<b>1,659.78</b>	<b>100%</b>
<b>B. Agreement does not specify any terms or period of repayment</b>				
Promoters	-	0.00%	-	0.00%
Directors	-	0.00%	-	0.00%
KMPs	-	0.00%	-	0.00%
Related parties	-	0.00%	-	0.00%
<b>Sub-total (B)</b>	<b>-</b>	<b>0.00%</b>	<b>-</b>	<b>0.00%</b>
<b>Total (A+B)</b>	<b>1,400.00</b>	<b>100.00%</b>	<b>1,659.78</b>	<b>100.00%</b>

sd/-	sd/-	sd/-
Rajesh Mehra (Director)	Ajay Mehra (Director)	Prashi Saxena Co. Secretary
DIN:00058232	DIN:00058245	

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
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## Notes to Consolidated financial statement for the year ended 31st March, 2023

### Note 9 "Investments"

(Figures ₹ in Lakhs)

	No. of Units/ Shares	As at 31/03/2023	No. of Units/ Shares	As at 31/03/2022
<b>(a) Investment in equity instruments(unquoted)</b>				
<b>In Others</b>				
1. Equity shares of Jaquar & Co (P) Ltd. unquoted, fully paid, at cost(15.14% of total holding)	92449	367.81	92449	367.81
2. Equity shares of G.R. Sales (P)Ltd. unquoted, fully paid, at cost(3.83% of total holding)	85000	10.18	85000	10.18
3. Equity shares of Prompt Capital Finser Pvt Ltd unquoted, fully paid, at cost(18.49% of total holding)	60000	9.62	60000	9.62
3. Equity shares of Sanraj Farms(P) Ltd. unquoted, fully paid, at cost(18.49% of total holding)	332000	332.00	332000	332.00
4. Equity shares of Essco Sanitations (P) Ltd. unquoted, fully paid, at cost(16.62% of total holding)	198000	175.45	363415	175.45
5. Equity shares of Jai Kaur Enterprises Pvt Ltd unquoted, fully paid, at cost(15.14% of total holding)	924490	92.45	924490	92.45
		<b>987.51</b>		<b>987.51</b>
<b>(b) Investment in Debenture</b>				
(1) IIFL Wealth Prime Limited	85	<b>893.53</b>	-	-
<b>(c) Investment in Mutual Funds, Other than trade Investment measured at fair value through other comprehensive income</b>				
<b>(i) Investment in mutual funds(quoted)</b>				
Axis Corporate Debt Fund - Regular Growth	8326141.034	1,194.26	9746676.292	1,340.80
<b>Gross Investments- Total(a+b+c)</b>		<b>3,075.29</b>		<b>2,328.31</b>
<b>Net investments</b>		<b>3,075.29</b>		<b>2,328.31</b>
<b>Aggregate amount of quoted investments at Cost</b>		<b>1,972.06</b>		<b>300.00</b>
<b>Aggregate amount of unquoted investments</b>		<b>987.51</b>		<b>987.51</b>

### Note 10 "Other financial assets"

	As at 31/03/2023	As at 31/03/2022
<i>(Unsecured, Considered goods)</i>		
Security deposits paid	10.77	10.47
Advance rent receivable (Fair value)	24.80	19.24
<b>Total</b>	<b>35.57</b>	<b>29.71</b>

### Note 11 "Current tax assets (net)"

	As at 31/03/2023	As at 31/03/2022
Income tax refunds	4.26	7.45
	<b>4.26</b>	<b>7.45</b>

sd/- Rajesh Mehra (Director) DIN:00058232	sd/- Ajay Mehra (Director) DIN:00058245	sd/- Prashi Saxena Co. Secretary
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Notes to Consolidated financial statement for the year ended 31st March, 2023

Note -12 "Intangible Assets"

(Figures in Rs. Lakhs)

Particulars	Life	COST OR DEEMED COST		ACCUMULATED DEPRECIATION AND IMPAIRMENT			CARRYING AMOUNT	
		Value at beginning 01/04/2022	Additions during the year	Deletion during the year	Value at beginning 01/04/2022	Provided during the year	Adjusted on Sales/ write off	Value at end 31/03/2023
<b>Intangible Assets</b>								
Softwares	5.00	-	0.60	-	0.60	0.08	0.08	0.52
Total		-	<b>0.60</b>	-	<b>0.60</b>	<b>0.08</b>	<b>0.08</b>	<b>0.52</b>

sd/- Rajesh Mehra (Director) DIN:00058232  
 sd/- Ajay Mehra (Director) DIN:00058245  
 sd/- Prashi Saxena Co. Secretary





# KRA LEASING LIMITED

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## Notes to Consolidated financial statement for the year ended 31st March, 2023

### Note 16 "Trade payables"

(Figures ₹ in Lakhs)

	As at 31/03/2023	As at 31/03/2022
<b>Dues to Micro and Small Enterprises</b>		
(as per intimation received from vendors) (refere below table for details)	-	0.03
<b>Dues to others</b>		
Acceptances	-	-
Trade payables	6.79	7.21
	<b>6.79</b>	<b>7.24</b>

**Note:**

(1) No interest is payable on amount payable outstanding at year end. As per general practice of the company, amount due is paid within time as agreed therefore no interest is paid on trade payables.

### (2) Ageing of trade payables

Particulars	As at 31st March 2023		As at 31st March 2022	
	MSME Dues	Others	MSME Dues	Others
<b>Undisputed, Trade payables</b>				
Less than 12 months	-	5.21	0.03	7.21
from 12 months to 24 months	-	1.59	-	-
from 24 months to 36 months	-	-	-	-
for more than 36 months	-	-	-	-
<b>Disputed, Trade payables</b>				
	-	<b>6.79</b>	<b>0.03</b>	<b>7.21</b>
		<b>6.79</b>		<b>7.24</b>

### Dues to Micro and Small Enterprises

Particulars	As at 31/03/2023	As at 31/03/2022
a. Principal and Interest amount remaining unpaid	-	2,700
b. Interest due thereon remaining unpaid	-	-
c. Interest paid by the Company in terms of Section 16 of Micro, Small, and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day	-	-
d. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
e. Interest accrued and remaining unpaid	-	-
f. Interest remaining due and payable even in succeeding years, until such date when the interest dues as above are actually paid to small enterprises	-	-
	-	-

### Note 17 "Other financial Liabilities"

	As at 31/03/2023	As at 31/03/2022
Security deposit received	96.57	96.57
Less: Fair value adjustment	7.27	9.55
Creditor against capital asset	-	21.17
Bank Reco. (Cheque issued but not presented)	-	17.76
	<b>89.30</b>	<b>125.94</b>

### Note 18 "Current tax liabilities (net)"

	As at 31/03/2023	As at 31/03/2022
Income tax payable	0.31	-
	<b>0.31</b>	-

### Note 19 "Provisions"

	As at 31/03/2023	As at 31/03/2022
Contingent provision against Standard Assets	3.64	5.09
	<b>3.64</b>	<b>5.09</b>

sd/- Rajesh Mehra (Director) DIN:00058232	sd/- Ajay Mehra (Director) DIN:00058245	sd/- Prashi Saxena Co. Secretary
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# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## Notes to Consolidated financial statement for the year ended 31st March, 2023

### Note 20 "Deferred tax liabilities (net)"

(Figures ₹ in Lakhs)

	As at 31/03/2023	As at 31/03/2022
<b>( A ) Deferred tax liability arising on account of</b>		
(a) Difference between book balance and tax balance of tangible and intangible assets	-	-
(b) Investment at fair value through OCI	29.13	10.27
<b>Total (A)</b>	<b>29.13</b>	<b>10.27</b>
<b>( B ) Deferred tax asset arising on account of</b>		
<b>Total (B)</b>	<b>-</b>	<b>-</b>
<b>Deferred Tax liability (Net)</b>	<b>29.13</b>	<b>10.27</b>

### Note 21 "Other non financial liabilities"

	As at 31/03/2023	As at 31/03/2022
Expenses payable (on account of services rendered in normal course of business)	4.24	2.42
Government Dues	3.39	2.87
	<b>7.63</b>	<b>5.29</b>

### Note 22 "Equity share capital"

	As at 31/03/2023	As at 31/03/2022
Equity share capital	629.74	629.74
<b>Authorised share capital :</b>		
140,00,000 (P.Y. 140,00,000) fully paid equity shares of Rs. 5 each	700.00	700.00
<b>Issued, subscribed and paid capital</b>		
1,34,14,328 (P.Y. 1,34,14,328) fully paid equity shares of Rs. 5 each	670.72	670.72
Less : Shares held by Subsidiary Company (Adjustment on account of cross holding)	(40.98)	(40.98)
	<b>629.74</b>	<b>629.74</b>
<b>Reconciliation statement of No. of equity shares and amount of equity share</b>		
<i>(A) Number of share</i>		
Opening Balance	1,25,94,728	1,25,94,728
Increase due to change in Face value of share from Rs. 10 to Rs. 5 each	-	-
Closing Balance	<b>1,25,94,728</b>	<b>1,25,94,728</b>
<i>(B) Amount of share capital</i>		
Opening Balance	629.74	629.74
Closing Balance	<b>629.74</b>	<b>629.74</b>

#### Terms/ rights attached to equity shares

The company has only one class of equity shares having at part value of Rs. 5/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares shall be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity share held by the shareholders.

#### Details of shares held by the holding company, its subsidiaries and associates

Particulars	31/03/2023	31/03/2022
<b>Shares hold by Subsidiary company</b>		
- SMG Enterprises Ltd.	-	-

#### Details of shares held by each share holders, holding more than 5% shares

Name of share holder	No. of shares with %	No. of shares with %	No. of shares with %	No. of shares with %
Prompt Capital & Finser(P) Ltd.	1136800	8.47%	1136800	8.47%
G.R Sales(P) Ltd.	932400	6.95%	932400	6.95%
Essco sanitations (P) Ltd)	1438800	10.73%	1438800	10.73%
Bastion industrial leasing finance (P) Ltd.	834400	6.22%	834400	6.22%
Ajay Mehra	930480	6.94%	930480	6.94%

sd/-  
Rajesh Mehra  
(Director)  
DIN:00058232

sd/-  
Ajay Mehra  
(Director)  
DIN:00058245

sd/-  
Prashi Saxena  
Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## Notes to Consolidated financial statement for the year ended 31st March, 2023

### Details of Equity Shares held by the promoters

As at 31st Mar 2023

Name of Promoter	No. of Shares at the beginning of the Year	Change during the year	No. of Shares at the end of the year	% of total shares	% Change during the year
Ajay Mehra	9,30,480	-	9,30,480	6.94	-
Deepika Mehra	77,600	-	77,600	0.58	-
Kanav Mehra	1,99,000	-	1,99,000	1.48	-
Malti Mehra	76,520	-	76,520	0.57	-
Ajay Mehra HUF	4,60,400	-	4,60,400	3.43	-
Nishi Mehra	75,200	-	75,200	0.56	-
Parichay Mehra	4,32,800	-	4,32,800	3.23	-
PARINAY MEHRA	3,64,000	-	3,64,000	2.71	-
N.L. MEHRA(HUF)	3,66,300	-	3,66,300	2.73	-
RAJESH MEHRA	4,26,340	-	4,26,340	3.18	-
S.K. MEHRA	3,51,500	-	3,51,500	2.62	-
RAJESH MEHRA (HUF)	2,89,000	-	2,89,000	2.15	-
S.K. MEHRA (HUF)	3,07,600	-	3,07,600	2.29	-
Ranbir Raj Mehra	1,57,600	-	1,57,600	1.17	-
Sabhyata Mehra	1,14,400	-	1,14,400	0.85	-
Parakh Sehgal	1,12,000	-	1,12,000	0.83	-
PROMPT CAPITAL & FINSER PVT. LTD.	11,36,800	-	11,36,800	8.47	-
G.R. SALES PVT. LTD.	9,32,400	-	9,32,400	6.95	-
JAQUAR AND CO. PVT. LTD.	3,57,000	-	3,57,000	2.66	-
ESSCO SANITATIONS PVT. LTD.	14,38,800	-	14,38,800	10.73	-
	<b>86,05,740</b>	<b>-</b>	<b>86,05,740</b>	<b>64.15</b>	<b>-</b>

### Details of Equity Shares held by the promoters

As at 31st March 2022

Name of Promoter	No. of Shares at the beginning of the Year	Change during the year	No. of Shares at the end of the year	% of total shares	% Change during the year
Ajay Mehra	9,30,480	-	9,30,480	6.94	-
Deepika Mehra	77,600	-	77,600	0.58	-
Kanav Mehra	1,99,000	-	1,99,000	1.48	-
Malti Mehra	76,520	-	76,520	0.57	-
Ajay Mehra HUF	4,60,400	-	4,60,400	3.43	-
Nishi Mehra	75,200	-	75,200	0.56	-
Parichay Mehra	4,32,800	-	4,32,800	3.23	-
PARINAY MEHRA	3,64,000	-	3,64,000	2.71	-
N.L. MEHRA(HUF)	3,66,300	-	3,66,300	2.73	-
RAJESH MEHRA	4,26,340	-	4,26,340	3.18	-
S.K. MEHRA	3,51,500	-	3,51,500	2.62	-
RAJESH MEHRA (HUF)	2,89,000	-	2,89,000	2.15	-
S.K. MEHRA (HUF)	3,07,600	-	3,07,600	2.29	-
Ranbir Raj Mehra	1,57,600	-	1,57,600	1.17	-
Sabhyata Mehra	1,14,400	-	1,14,400	0.85	-
Parakh Sehgal	1,12,000	-	1,12,000	0.83	-
PROMPT CAPITAL & FINSER PVT. LTD.	11,36,800	-	11,36,800	8.47	-
G.R. SALES PVT. LTD.	9,32,400	-	9,32,400	6.95	-
JAQUAR AND CO. PVT. LTD.	3,57,000	-	3,57,000	2.66	-
ESSCO SANITATIONS PVT. LTD.	14,38,800	-	14,38,800	10.73	-
	<b>86,05,740</b>	<b>-</b>	<b>86,05,740</b>	<b>64.15</b>	<b>-</b>

### Aggregate number of shares brought back during 5 years immediately preceding 31st March, 2022

	As at 31/12/2023	As at 31/03/2022
No. of equity shares bought back by the company	-	-

sd/- Rajesh Mehra (Director) DIN:00058232	sd/- Ajay Mehra (Director) DIN:00058245	sd/- Prashi Saxena Co. Secretary
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# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
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## Notes to Consolidated financial statement for the year ended 31st March, 2023

### Note 23 "Other Equity"

(Figures ₹ in Lakhs)

	As at 31/03/2023	As at 31/03/2022
Retained Earnings	3,165.44	3,109.78
Reserve u/s 45I of RBI	426.64	419.81
Capital reserve	11.45	11.45
Other Comprehensive items	86.60	30.53
	<b>3,690.13</b>	<b>3,571.57</b>
<b>Retained earnings</b>		
Balance at beginning of the year	3,109.78	2,937.21
Profit during the year	64.45	220.47
Transfer to Reserve	6.82	41.21
Less: profit adjustment on account of cross holding	1.96	6.70
Closing Balance at year end	<b>3,165.44</b>	<b>3,109.78</b>
<b>Reserve u/s 45I of RBI</b>		
Balance at beginning of the year	419.81	378.61
Addition/(deletion) during the year	6.82	41.21
Closing Balance at year end	<b>426.64</b>	<b>419.81</b>
<b>Capital reserve</b>		
Capital reserve on consolidation	30.97	30.97
Adjustment on account of cross holding	(19.52)	(19.52)
Closing Balance at year end	<b>11.45</b>	<b>11.45</b>
<b>Other comprehensive items</b>		
Balance at beginning of the year	30.53	1.34
Addition/(deletion) during the year	56.07	29.19
Closing Balance at year end	<b>86.60</b>	<b>30.53</b>

sd/-  
Rajesh Mehra  
(Director)  
DIN:00058232

sd/-  
Ajay Mehra  
(Director)  
DIN:00058245

sd/-  
Prashi Saxena  
Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
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## Notes to Consolidated financial statement for the year ended 31st March, 2023

### Note 24 "Interest Income"

(Figures ₹ in Lakhs)

	As at 31/03/2023	As at 31/03/2022
Interest received	84.54	133.11
Interest on FDR	0.05	0.05
<b>Total</b>	<b>84.59</b>	<b>133.16</b>

### Note 25 "Rental Income"

	As at 31/03/2023	As at 31/03/2022
Rent Received	252.71	191.77
Rent received (fair value)	8.06	33.57
<b>Total</b>	<b>260.77</b>	<b>225.35</b>

### Note 26 "Other Income"

	As at 31/03/2023	As at 31/03/2022
Short term capital gain	13.87	
Other Income	-	0.10
<b>Total</b>	<b>13.87</b>	<b>0.10</b>

### Note 27 "Finance Cost"

	As at 31/03/2023	As at 31/03/2022
Interest on security deposit (fair value)	4.79	4.78
<b>Total</b>	<b>4.79</b>	<b>4.78</b>

### Note 28 "Employee Benefit Expenses"

	As at 31/03/2023	As at 31/03/2022
Salaries and wages	2.16	2.16
<b>Total</b>	<b>2.16</b>	<b>2.16</b>

### Note 29 "Depreciation and amortization expense"

	As at 31/03/2023	As at 31/03/2022
Depreciation on investment property	11.71	10.07
Depreciation	0.08	
<b>Total</b>	<b>11.78</b>	<b>10.07</b>

sd/-  
Rajesh Mehra  
(Director)  
DIN:00058232

sd/-  
Ajay Mehra  
(Director)  
DIN:00058245

sd/-  
Prashi Saxena  
Co. Secretary

# KRA LEASING LIMITED

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## Notes to Consolidated financial statement for the year ended 31st March, 2023

### Note 30 "Other expenses"

(Figures ₹ in Lakhs)

	As at 31/03/2023	As at 31/03/2022
Bank Charges	0.00	0.00
Payment to Auditors	2.40	0.70
GST Expenses	-	0.00
Legal & Professional Charges	3.30	7.66
Brokerage and stamp duty fees	-	4.48
Director's sitting fees	1.44	1.44
Electricity Expenses	-	1.35
Maintenance(CP property)	3.83	4.46
Printing & Stationery	0.08	0.13
Postage and telegram	0.09	0.08
Internal Audit fees	0.48	0.48
Advertisement	0.54	0.41
Property tax	46.89	32.59
Repair & Maint. (Property)	-	0.17
Miscellaneous Expenses	1.41	-
Roc Filling Charges	0.27	-
Short & excess	(0.00)	-
Listing charges	1.00	1.35
Membership & Subscription	0.08	0.69
Rates and Taxes	0.12	0.60
<b>Total</b>	<b>61.95</b>	<b>56.59</b>

sd/-  
Rajesh Mehra  
(Director)  
DIN:00058232

sd/-  
Ajay Mehra  
(Director)  
DIN:00058245

sd/-  
Prashi Saxena  
Co. Secretary

# KRA LEASING LIMITED

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## Notes to the consolidated financial statement for the year ended March 31, 2023

### 31. Payment to Auditors

(Figure in Rs. Lakhs)

Particulars	Financial Year 2022-23	Financial Year 2021-22
Statutory audit fees	2.40	0.70
<b>Total</b>	<b>2.40</b>	<b>0.70</b>

### 32. Earnings per share

(Figure in Rs. Lakhs)

Particulars	Financial Year 2022-23	Financial Year 2021-22
Earnings available for distribution to equity shareholders	148.70	263.08
Weighted average number of equity shares (face value of Rs. 5 each (Prev. year Rs. 5 each)) (In No.s)	13414328	13414328
Basic earnings per share (In Rs.)	1.11	1.96
Diluted earnings per share (in Rs.)	1.11	1.96

### 33. Financial instruments

#### 33.1 Capital management

The group manages its capital to ensure that entity will continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of group consists of debt which includes the borrowings as disclosed in note 15 as reduced by cash and cash equivalents and current investments. Equity attributable to equity holders of the group comprises issued share capital, reserves and retained earnings as disclosed in the statement of changes in equity.

#### Gearing ratio

(Figure in Rs. Lakhs)

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

	As at 31/03/2023	As at 31/03/2022
Debt (a)	481.00	495.15
Cash and bank balances (b)	247.68	286.28
<b>Net debt (a-b)</b>	<b>233.32</b>	<b>208.87</b>
<b>Total equity</b>	<b>4,559.78</b>	<b>4,411.08</b>
<b>Net debt to equity ratio</b>	<b>5.12%</b>	<b>4.73%</b>

# Debt is defined as long-term and short-term borrowings as described in note no. 15 (Balance sheet).

# KRA LEASING LIMITED

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## Notes to the consolidated financial statement for the year ended March 31, 2023

### 33.2 Financial instruments by category

(Figures in Rs. Lakhs)

Particulars	31 March 2023			31 March 2022		
	FVOCI	FVTPL	Amortized cost <sup>#</sup>	FVOCI	FVTPL	Amortized cost <sup>#</sup>
Cash & cash equivalents	-	-	247.68	-	-	286.29
Other bank balance	-	-	0.90	-	-	0.90
Trade receivables	-	-	54.46	-	-	377.11
Loans & advances	-	-	1,400.00	-	-	1,659.78
Investment	2,087.79	-	987.51	1,340.80	-	987.51
Other financial assets	-	-	35.57	-	-	29.71
<b>Total</b>	<b>2,087.79</b>	<b>-</b>	<b>2,726.12</b>	<b>1,340.80</b>	<b>-</b>	<b>3,341.30</b>
Borrowings	-	-	481.00	-	-	495.15
Trade payable	-	-	6.79	-	-	7.24
Other financial liabilities	-	-	89.30	-	-	125.94
<b>Total</b>	<b>-</b>	<b>-</b>	<b>577.09</b>	<b>-</b>	<b>-</b>	<b>628.33</b>

<sup>#</sup>Balance of financial assets/ liabilities having short term maturity and valued at transaction price for fair value purpose is included in amortized cost.

<sup>#</sup>there were no reclassification from one measurement category to another during the financial year ended.

### 33.3 Financial risk management objectives

The group is not exposed to any financial risks in relation to financial instruments those require further disclosures. The probable risk is credit risk, interest rate risk and liquidity risk for which explanations provided below. The group is not engaged in any speculative activities to manage risk but optimize related risk through internal risk management strategies.

### 33.4 Interest rate risk management

The company has borrowed funds from directors. It is not subject to any risks arising from fluctuations in interest rates since loans are interest free.

### 33.5 Credit risk management

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to financial loss and the group is exposed to credit risk for cash and cash equivalents for which further explanations provided below:



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## Notes to the consolidated financial statement for the year ended March 31, 2023

### 33.5.1 Trade Receivable

The Group considers factors such as repayable capacity, financial position and other factors before giving loans and advances to any persons. Generally, loans and advances are sanctioned to Group companies and therefore risk element is considered to be negligible.

### 33.5.2 Cash and cash equivalent

The group considers factors such as track record, size of institution, market reputation and service standard to select the banks with which deposits are maintained. The group does not maintain significant deposit balances other than those required for its day to day operations.

### 33.6 Liquidity risk management

Liquidity risk reflects the risk that the group will have insufficient resources to meet its financial liabilities as they fall due. The group's objective is to maintain optimum levels of liquidity to meet its cash and collateral requirements. The group regularly monitors liquidity requirements to ensure that it has sufficient cash to meet operational needs.

#### The details of contractual maturities of significant financial liabilities: (Figures in Rs. Lakhs)

Particulars	As of 31 March 2023		As of 31 March 2022	
	Less than 1 year	More than 1 year	Less than 1 year	More than 1 year
Cash & cash equivalent	247.68	-	286.29	-
Other Bank balance	0.90	-	0.90	-
Trade receivable	54.46	-	377.11	-
Loans & Advances	1,400.00	-	1,659.78	-
Investment	2,087.79	987.51	1,340.80	987.51
Other financial assets	-	35.57	-	29.71
<b>Total</b>	<b>3790.83</b>	<b>1023.08</b>	<b>3664.88</b>	<b>1017.22</b>
Borrowing	481.00	-	495.15	-
Trade payable	6.79	-	7.24	-
Other financial liabilities	-	89.30	38.92	87.02
<b>Total</b>	<b>487.79</b>	<b>89.30</b>	<b>541.31</b>	<b>87.02</b>

# KRA LEASING LIMITED

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## Notes to the consolidated financial statement for the year ended March 31, 2023

### 34. Fair value measurement

The fair value of the assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties.

1. Fair Value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.

#### 2. Fair value hierarchy

The group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique

**Level 1:** quoted (unadjusted) prices in active markets for identical assets or liabilities

**Level 2:** other techniques for which all inputs that have a significant effect on the recorded fair value are observable, either directly or indirectly

**Level 3:** techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market data

#### Quantitative disclosures of fair value measurement hierarchy for assets as on March 31, 2022

(Figures in Rs. Lakhs)

Particulars	Carrying amount 31-March-2022	Fair value		
		Level 1	Level 2	Level 3
<b>Financial assets at FVTOCI</b>				
Investment	1,340.80	1,340.80	-	-
<b>Total</b>	<b>1,340.80</b>	<b>1,340.80</b>	-	-
<b>Financial assets at amortized cost</b>				
Cash & cash equivalent	286.28	-	-	286.28
Other bank balance	0.90	-	-	0.90
Trade receivables	377.11	-	-	377.11
Loan & Advances	1,659.78	-	-	1,659.78
Investment	987.51	-	-	987.51
Other financial asset	29.71	-	-	29.71
<b>Total</b>	<b>3341.29</b>	-	-	<b>3341.29</b>
<b>Financial liabilities at amortized cost</b>				
Borrowings	495.15	-	-	495.15
Trade payable	7.24	-	-	7.24
Other financial liabilities	125.94	-	-	125.94
<b>Total</b>	<b>628.33</b>	-	-	<b>628.33</b>

# KRA LEASING LIMITED

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## Notes to the consolidated financial statement for the year ended March 31, 2023

### Quantitative disclosures of fair value measurement hierarchy for assets as on March 31, 2023

(Figures in Rs. Lakhs)

Particulars	Carrying amount 31-March-2023	Fair value		
		Level 1	Level 2	Level 3
<b>Financial assets at FVTOCI</b>				
Investment	2,087.79	2,087.79	-	-
<b>Total</b>	<b>2,087.79</b>	<b>2,087.79</b>	-	-
<b>Financial assets at amortized cost</b>				
Cash & cash equivalent	247.68	-	-	247.68
Other bank balance	0.90	-	-	0.90
Trade receivables	54.46	-	-	54.46
Loan & Advances	1,400.00	-	-	1,400.00
Investment	987.51	-	-	987.51
Other financial asset	35.57	-	-	35.57
<b>Total</b>	<b>2,726.12</b>	-	-	<b>2,726.12</b>
<b>Financial liabilities at amortized cost</b>				
Other financial liabilities	481.00	-	-	481.00
Borrowings	6.79	-	-	6.79
Trade payable	89.30	-	-	89.30
<b>Total</b>	<b>577.09</b>	-	-	<b>577.09</b>

### 35. Related party transactions

In accordance with the requirement of Indian Accounting Standard (Ind AS) 24 "Related Party Disclosures" name of the related party, related party relationship, transactions and outstanding balances including commitments where control exist and with whom transactions have taken place during the reported period are as follows:

#### List of related parties

Relationship	Name of related party
Key managerial personnel (KMP)	Mr. S K Mehra, Director Mr. Rajesh Mehra, Managing Director/ CFO Mr. Ajay Mehra, Director Mrs. Disha Bajaj, Ind. Director Mr. Amit Kumar Modi, Ind. Director Mr. Ravi Sharma, Ind. Director Ms. Prashi Saxena (Co. Secretary)
Relative of Directors	Mrs. Deepika Mehra Mrs. Disha Mehra Mr. Kanav Mehra Mrs. Malti Mehra Mrs. Nishi Mehra Mr. Parichay Mehra Mr. Ranbir Raj Mehra Mrs. Vidhi Mehra

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
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## Notes to the consolidated financial statement for the year ended March 31, 2023

	Mrs. Vidhi Ranbir Mehra Mrs. Santosh Mehra
Entities where significant influence is exercised by KMP and/or their relatives having transactions with the group	M/s Jaquar & Co. Pvt. Ltd. M/s Jai Kaur Enterprises Pvt Ltd M/s Sweet Hospitality Pvt Ltd. M/s G.R. Sales Pvt Ltd. M/s Essco Sanitation Pvt Ltd. M/s Kaveri Farms Pvt. Ltd. M/s Prompt Capital Finser Pvt Ltd. M/s Sanraj Farms Pvt Ltd.

Details of transaction between the Group and its related parties are disclosed below:

(Figure in Rs. Lakhs)

Particulars	Key managerial personnel (KMP) and their relatives		Entities where significant influence is exercised by KMP and/or their relatives having transactions with the group	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
<b>(i) Transactions during the year</b>				
Interest income received on loan given	52.39	0.09	31.19	118.01
Rent received	-	-	-	0.54
Director sitting fees paid	1.44	1.44	-	-
Salary payment to KMP	2.16	2.16	-	-
Fixed asset purchased	-	-	-	47.71
Loan taken during the year	10.00	-	-	-
Loan repaid during the year	24.15	-	-	-
Loan given during the year	1,305.00	-	475.00	-
Loan received back during the year	380.00	-	1,509.78	601.22
<b>(ii) Closing Balance as at year end</b>				
Investment as at year end	-	-	987.51	987.51
Debtor Balance	48.06	-	9.28	302.56
Loan receivable	925.00	-	475.00	1,509.78
Creditor Balance	-	-	-	21.17
Loan Payable	481.00	495.15	-	-

# **KRA LEASING LIMITED**

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN: L65993DL1990PLC039637

## **Notes to the consolidated financial statement for the year ended March 31, 2023**

### **36. Contingent liabilities not provided for in respect of:**

The Group during the year did not incur any contingent liability and also did not provided in consolidated profit & loss statement. Further there is no outstanding demand pending against group as at year end.

### **37. Capital and other commitments**

There is no capital and other commitments pending as at year end.

**38.** The Group has asked information from suppliers being small-scale industrial units. Based on the information available with the company in respect of micro, small and medium enterprises, the balance shown under payable to MSME. Since, the balance not outstanding for more than prescribed period, hence the question of payments of interest or provision thereof towards belated payments does not arise.

### **39. Additional Regulatory information:**

#### **39.1 Details of Benami Property held**

As per management, the Group does not hold any benami property and also there is no proceeding initiated or pending against the Parent and subsidiary company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988.

#### **39.2 Willful Defaulter**

The Group has not availed any credit facilities from any bank during the year and during immediately preceding year and as per management's best knowledge and belief, the Parent and its subsidiary company is not declared as willful defaulter by any bank or financial institution or other lender.

#### **39.3 Relationship with stuck off companies**

The Group has not entered any transaction with stuck off company during the current financial year and as per management's best knowledge and belief no balance outstanding either in investment, receivable or payable belongs to any stuck off company.

#### **39.4 Registration of charges or satisfaction of charges**

The Group during the year, not availed any credit facilities and also not provided for any guarantee against which charge creation to be done. Also, there were no previous registered charges against the company which are open and needs to be closed.

#### **39.5 Compliance with number of layers**

The management believe that there is no violation of section 2(87) read with Companies (Restriction on numbers of layers) Rules, 2017 as company only holds shares in one subsidiary only which is also not a wholly owned subsidiary.

# KRA LEASING LIMITED

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## Notes to the consolidated financial statement for the year ended March 31, 2023

### 39.6 Disclosure in relation to undisclosed income

During the current year, the parent and its subsidiary company has not disclosed or surrendered any undisclosed income during any income tax proceedings or search or survey.

### 39.7 Details of crypto currency or virtual currency

The Group has not invested in any virtual currency during the current financial year.

### 39.8 Title deeds of Immovable Property not held in name of the Company

The title deeds of Immovable property as shown under headings 'Property, plant & equipment's' and 'Investment properties' are held in name of the Parent and its subsidiary company. Also Parent and its subsidiary company does not any immovable property jointly with others.

### 39.9 Revaluation of the Property, plant & equipments

During the current year, the Group has not revalued any of its property, plant and equipment.

### 39.10 Utilization of Borrowed funds and share premium

(i) During the current financial year, the Group has not raised money through share premium and also not received any loans or advance with the understanding that the Group has to invest or loan or advanced to any other person(s).

(ii) During the current financial year, the Group has not advanced or loaned or invested funds to any intermediary with the understanding that the intermediary shall invest or advanced to any other person(s) on Group's directions.

### 39.11 Corporate social responsibility

The parent and its subsidiary company is not covered under CSR provisions as per section 135 of the Companies Act, 2013.

**For Daleep Bhatia & Co.**

**Chartered Accountants**

**Firm Regn no. 000918N**

Sd/-

**(Daleep Bhatia)**

**(Partner)**

**Membership No. 080850**

**For and on behalf of Board of Directors**

**for KRA Leasing Ltd.**

Sd/-

**Rajesh Mehra**

**(Director)**

**DIN-00058232**

Sd/-

**Ajay Mehra**

**(Director)**

**DIN-00058245**

Sd/-

**Prashi Saxena**

**Co. Secretary**

**Place: New Delhi**

**Date: 30.05.2023**

**UDIN: 23080850BGRILI1828**

## **INDEPENDENT AUDITOR'S REPORT**

**The Members of M/s KRA Leasing Limited**

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

#### **Opinion**

We have audited the accompanying standalone financial statements of **M/s KRA Leasing Limited** ("the company"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss including statement of other comprehensive income, the statement of change in equity and Cash Flow Statement and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2023, its profit including statement of other comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

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

#### **KEY AUDIT MATTERS**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements for the financial year ended March 31, 2023. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

#### **Fair valuation of Investments**

The Company has investments in Unlisted Equity Shares of Group entities and their value shown in standalone financial statement is at cost considering the exemption given for unlisted equity shares. Investment in Mutual funds are shown at fair value through other comprehensive income and valued at market rate available as on 31<sup>st</sup> March 2023 and considered as level 1 for fair value hierarchy.

#### **INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Standalone Financial Statements and our auditors' report thereon.

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

- In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information's, we have required to report that fact. We have nothing to report in this regard.

### **MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors are also responsible for overseeing the company's financial reporting process.

### **AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS**

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

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of the 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 whether the company has adequate internal financial control systems in place and operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we have required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based



on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements for the financial year ended March 31, 2023 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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

1. As required by the Non-Banking Financial Companies Auditor's Report (Reserve Bank) Direction, 2016, issued by the Reserve Bank of India in exercise of the powers conferred by sub-section (1A) of Section 45MA of the Reserve Bank of India Act, 1934, we give in the "**Annexure A**", an additional Audit Report addressed to the Board of Directors containing our statements on the matters specified therein.
2. As required by the Companies (Auditor's report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "**Annexure -B**" a statement on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.
3. (A) As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c) The Balance Sheet, the Statement of Profit & Loss including statement of other comprehensive income, the statement of changes in equity and Cash flow Statement dealt with by this Report are in agreement with the books of account;
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules;
  - e) On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2023, from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the company and operating effectiveness of such controls. Refer to our separate report in "**Annexure -C**" to this report.
- (B) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:

- (a) The Company did not have pending litigations which would impact its financial position.
- (b) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- (c) There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.
- (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 Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company 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 Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company 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; and
- (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 subclause (d) (i) and (d) (ii) contain any material mis-statement.
- (e) The company has not declared or paid any dividend during the year.
- (f) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.
- (C) With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act: In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director 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) of the Act which are required to be commented upon by us.

Place: New Delhi  
Date: 30.05.2023

For **Daleep Bhatia & Co.**  
**Chartered Accountants**  
FRN :000918N

sd/-

**Daleep Bhatia**  
**(Partner)**  
**Membership No. :080850**  
**UDIN: 23080850BGRILH3587**

**NON BANKING FINANCIAL COMPANIES AUDITOR'S REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2023**

To,  
The Board of Directors,  
**M/s KRA Leasing Limited**

We have audited the Balance Sheet of **M/s KRA Leasing Limited** for the year ended 31<sup>st</sup> March, 2023, the statement of profit & loss (including other comprehensive income), the statement of changes in equity and the statement of cash flows for the year ended annexed thereto.

These financial Statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on audit.

We have conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we have plan and perform the audit to obtain reasonable assurance about whether the examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

As required by the Non-Banking Financial Companies Auditor's Report (Reserve Bank) Direction, 2008 issued by the Reserve Bank of India (RBI) vide Notification No. DNBS (PD) CC No. 129/03.02.82/ 2008-09 dated September 23, 2008, based on our audit, We have give hereunder a statement on the matter specified in paragraphs 3 & 4 of the said directions:

1. The Company is engaged in the business of Non- Banking Financial Institution and has obtained a Certificate of Registration from Reserve Bank of India (RBI) as a Non-Banking Financial Company without accepting public deposit vide certificate No. B-14.00888 dated 13<sup>th</sup> May, 1998.
2. The Company is entitled to continue to hold the Certificate of Registration in terms of its asset/income pattern as on 31<sup>st</sup> March, 2023.
3. A resolution for non-acceptance of any public deposit was passed in the meeting of Board of Directors on 30<sup>th</sup> May, 2022 for the financial year 2022-23.
4. The Company has not accepted any public deposits during the year ended 31<sup>st</sup> March, 2023.
5. In our opinion and to the best of my information and according to the explanations given to me. The Company has complied with the prudential norms relating to Income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it in terms of Non-Banking Financial (Non- Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015.
6. In terms of RBI circular No. DNBS.PD/CC.No. 93/03.05.002/2006-07 dated 27<sup>th</sup> April, 2007, the company is not required to file NBS-7 to Reserve Bank of India.

**Place: New Delhi**  
**Date: 30.05.2023**

**For Daleep Bhatia & Co.**  
**Chartered Accountants**  
**FRN : 000918N**

**sd/-**  
**Daleep Bhatia**  
**(Partner)**  
**Membership No. :080850**  
**UDIN:23080850BGRILJ4612**

## Re: M/s KRA Leasing Limited

Referred to in paragraph 3 of my report of even date.

- (i)
  - (a) According to information and explanation given to us, the company has no Property, plant and equipment's (PPE) as at year end and therefore, required disclosures not applicable to the company.
  - (b) According to information and explanation given to us, the company has intangible assets and company maintaining proper records showing full particulars of intangible assets.
  - (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in the standalone financial statements are held in the name of the Company.
  - (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not property, plant and equipment and therefore question of their revaluation does not arise.
  - (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii)
  - (a) According to information and explanation given to us, the company does not hold any physical Inventories. Therefore, given compliances are not applicable to the company.
  - (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits from banks on the basis of security of current assets. Therefore, related compliances not applicable to the company.
- (iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has made investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year.
  - (a) The company is registered as NBFC and is in business of lending of loans and making investment, therefore the related disclosure not applicable to the company.
  - (b) According to the information and explanations given to us and based on the audit procedures conducted by us, we are of the opinion that the terms and conditions of the loans given are, prima facie not prejudicial to the company's interest.
  - (c) According to information and explanation given to us, no schedule of repayment of principal and interest has been stipulated as these are receivable on demand.
  - (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, as there was no repayment schedule stipulated of principal and interest therefore, we are not commenting upon amount of overdue or steps taken for recovery.

- (e) The company is registered as NBFC and is in business of lending of loans and making investment, therefore the clause 3(iii)(e) is not applicable to the company.
- (f) According to information and explanation given to us, the company has granted loans or advances in the nature of loans, repayable on demand

S. No.	Particulars	Terms	Aggregate Loan granted during the year	% to total loan granted	Aggregate balance outstanding as at year end	% to total outstanding as at year end
1.	Loan to related parties	Repayable on Demand	17,80,00,000	100%	14,00,00,000	94.92%
2.	Loan to others	Repayable on demand	-	-	75,00,000	5.08%
	Total		17,80,00,000	100%	14,75,00,000	100%

- (iv) In our opinion and according to the information and explanations given to us, the provision of section 185 and 186 of the Companies Act, 2013 are not applicable to the company as the company is registered as NBFC.
- (v) The company has not accepted deposits which require compliances with the directives issued by the Reserve Bank of India and the provision of sections 73 to 76 or any other provisions of the Companies Act and the rules framed there under.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub section 1 of section 148 of the Companies Act, in respect of any of the products of the company.
- (vii)
- (a) According to the information and explanations given to us, the company is regular in depositing with appropriate authorities undisputed statutory dues including income tax, sales tax, GST, wealth tax, Service Tax and other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2023 for a period of more than six months from the date on when they become payable.
- (b) According to the information and explanation given to us, there are no dues of income tax, sale tax, GST, wealth tax, service tax which have not been deposited on account of any dispute.
- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.
- (ix)
- (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not have any loans or borrowings from any lender during the year. Accordingly, clause 3(ix)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a willful defaulter by any bank or financial institution or government or government authority
- (c) According to the information and explanations given to us by the management, the Company has not obtained any term loans. Accordingly, clause 3(ix)(c) of the Order is not applicable.

- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds have been raised on short-term basis by the Company. Accordingly, clause 3(ix)(d) of the Order is not applicable.
  - (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.
  - (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.
- (x)
- (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
  - (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- (xi)
- (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
  - (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
  - (c) According to the information and explanations given to us, no whistle blower complaint has been received to the company during the year.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable Indian Accounting Standards.
- (xiv)
- (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
  - (b) We have considered the internal audit reports of the Company issued till date for the period under audit.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) (a) The Company is registered under Section 45-IA of the Reserve Bank of India Act, 1934.

- (b) As per information and explanation provided to us, the company has valid certificate of registration (CoR) from the Reserve Bank of India as per RBI Act, 1934.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- (xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii) The previous auditor has resigned during the financial year and the reasons of resignation has been considered before taking the audit assignment as per code of ethics laid down by the Institute.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) In our opinion and according to the information and explanations given to us, company is not required to comply section 135 of the Companies Act, 2013. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.
- (xxi) The reporting in this clause is related to consolidated financial statement and comment if any is provided in Auditor's report to Consolidated Financial Statement.

**Place: New Delhi**  
**Date: 30.05.2023**

**For Daleep Bhatia & Co.**  
**Chartered Accountants**  
**FRN: 0000918N**

**sd/-**  
**Daleep Bhatia**  
**(Partner)**  
**Membership No.:080850**  
**UDIN: 23080850BGRILH3587**

## Re: M/s KRA Leasing Limited

### Report on Internal Financial Controls Over Financial Reporting

#### REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")

We have audited the internal financial controls over financial reporting of M/s KRA Leasing Limited as on March 31, 2023 in conjunction with my audit of the financial statements of the Company for the year ended on that date.

#### MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

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

#### AUDITORS' RESPONSIBILITY

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

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

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

#### MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that



1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

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

#### **OPINION**

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

**Place: New Delhi**  
**Date : 30.05.2023**

**For Daleep Bhatia & Co.**  
**Chartered Accountants**  
**FRN: 000918N**

**Sd/-**  
**Daleep Bhatia**  
**(Partner)**  
**Membership No.: 080850**  
**UDIN: 23080850BGRILH3587**

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## STANDALONE BALANCE SHEET AS AT 31ST MARCH, 2023

(Figures in Rs. Lakhs)

	Note No.	As at 31/03/2023	As at 31/03/2022
<b>ASSETS</b>			
<b>Financial Assets</b>			
(a) Cash and cash equivalents	5	229.54	268.12
(b) Other Bank Balance	6	0.90	0.90
(c) Receivables			
(i) Trade receivables	7	54.34	376.77
(d) Loans and advances	8	1,400.00	1,659.78
(e) Investments	9	2,597.33	1,850.35
(f) Other financial assets	10	11.97	15.98
<b>Total Financial Assets</b>		<b>4,294.08</b>	<b>4,171.90</b>
<b>Non Financial Assets</b>			
(a) Current tax assets (net)	11	3.14	7.32
(b) Intangible Assets	12	0.52	-
(c) Investment properties	13	234.30	239.47
(d) Other non financial assets	14	0.12	0.08
<b>Total Non Financial Assets</b>		<b>238.08</b>	<b>246.87</b>
<b>Total assets</b>		<b>4,532.16</b>	<b>4,418.77</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Financial Liabilities</b>			
(a) Trade payables	15	5.10	5.54
(b) Other financial liabilities	16	75.13	71.21
<b>Total Financial Liabilities</b>		<b>80.22</b>	<b>76.75</b>
<b>Non Financial Liabilities</b>			
(a) Current tax payable (net)	17	0.31	-
(b) Provisions	18	3.64	5.09
(c) Deferred tax liabilities (net)	19	29.13	10.27
(d) Other non financial liabilities	20	6.14	4.12
<b>Total Non Financial Liabilities</b>		<b>39.21</b>	<b>19.48</b>
<b>Total liabilities</b>		<b>119.43</b>	<b>96.23</b>
<b>Equity</b>			
(a) Equity share capital	21	670.72	670.72
(b) Other equity	22	3,742.01	3,651.82
<b>Total equity</b>		<b>4,412.73</b>	<b>4,322.54</b>
<b>Total equity and liabilities</b>		<b>4,532.16</b>	<b>4,418.77</b>

See accompanying notes to the financial statements 1-40

*This is the Balance sheet referred to in our report of even date attached*

For Daleep Bhatia & Co.

Chartered Accountants

FRN 000918N

For and on behalf of Board of Directors

sd/-

Daleep Bhatia

(Partner)

Membership No. 080850

Place: New Delhi

Date: 30.05.2023

UDIN: 23080850BGRILH3587

sd/-

Rajesh Mehra

(Director)

DIN:00058232

sd/-

Ajay Mehra

(Director)

DIN:00058245

sd/-

Prashi Saxena

Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN: I 65993DI 1990PI C039637

## STANDALONE STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2023

(Figures in Rs. Lakhs)

	Note No.	As at 31/03/2023	As at 31/03/2022
<b>I REVENUE FROM OPERATIONS</b>			
(i) Interest Income	23	84.44	133.15
(ii) Dividend Income	24	-	-
(iii) Rental Income	25	176.97	177.62
<b>I Total Revenue from operations</b>		<b>261.41</b>	<b>310.77</b>
<b>II Other Income</b>	26	<b>13.87</b>	<b>-</b>
<b>III Total Income (I+II)</b>		<b>275.29</b>	<b>310.77</b>
<b>EXPENSES</b>			
Finance Cost	27	3.92	4.30
Impairment on financial instruments	-	129.89	-
Employee benefit expenses	28	2.16	2.16
Depreciation and amortization expense	29	5.25	5.17
Other expenses	30	54.98	47.35
Contingency prov. Against standard assets		(1.46)	(6.80)
<b>IV Total expenses</b>		<b>194.73</b>	<b>52.17</b>
<b>V Profit before tax (III-IV)</b>		<b>80.56</b>	<b>258.60</b>
<b>VI Tax expense</b>			
(1) Current tax		46.38	52.56
(2) Tax for previous years		0.05	0.01
		<b>46.44</b>	<b>52.57</b>
<b>VI Profit for the period from continuing operations (IV-V)</b>		<b>34.12</b>	<b>206.03</b>
VII Profit from discontinued operations before tax		-	-
VIII Tax expense of discontinued operations		-	-
<b>IX Profit from discontinued operations after tax (VII-VIII)</b>		<b>-</b>	<b>-</b>
<b>X Profit for the period (VI+IX)</b>		<b>34.12</b>	<b>206.03</b>
<b>XI Other comprehensive income</b>			
(i) Items that will be reclassified to profit or loss in subsequent period			
Changes in fair value of mutual fund		74.92	39.01
Income-tax relating to these items		18.86	9.82
<b>Other comprehensive income, net of tax</b>		<b>56.07</b>	<b>29.19</b>
<b>XII Total comprehensive income for the year</b>		<b>90.19</b>	<b>235.22</b>
<b>XIII Earning per equity share (for continuing operations)</b>			
(1) Basic (share face value Rs. 5 each)		0.67	1.75
(2) Diluted (share face value Rs. 5 each)		0.67	1.75

See accompanying notes to the financial statements

*This is the Statement of profit & loss referred to in our report of even date attached*

For Daleep Bhatia & Co.

Chartered Accountants

FRN 000918N

sd/-

Daleep Bhatia

(Partner)

Membership No. 080850

Place: New Delhi

Date: 30.05.2023

UDIN: 23080850BGRILH3587

For and on behalf of Board of Directors

sd/-

Rajesh Mehra

(Director)

DIN00058232

sd/-

Ajay Mehra

(Director)

DIN:00058245

sd/-

Prashi Saxena

Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2023

(Figures in Rs. Lakhs)

	Year ended 31/03/2023	Year ended 31/03/2022
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit for the year (Before tax but after extraordinary items and prior period items )	80.56	258.60
<b>Adjustment for:</b>		
Depreciation provided in profit & loss statement	5.25	5.17
Finance cost	3.92	4.30
Short term capital gain	(13.87)	-
Cont. provision against standard assets	(1.46)	(6.80)
	<b>74.39</b>	<b>261.26</b>
<u>Movement in working Capital:</u>		
(Increase)/decrease in trade and other receivables	322.43	(13.95)
(Increase)/decrease in other assets	263.76	944.68
Increase/(decrease) in trade payables	(0.44)	3.93
Increase/(decrease) in other liabilities	5.93	(7.97)
<b>Cash generated from operations</b>	<b>666.08</b>	<b>1,187.95</b>
Income taxes paid	41.95	45.91
<b>Net cash generated by operating activities (Total A)</b>	<b>624.13</b>	<b>1,142.04</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		-
Purchase of Mutual Funds	(858.19)	(1,000.00)
Purchase of Non Current Investments	-	-
Sale of Mutual funds	200.00	-
Purchase of fixed assets	(0.60)	-
<b>Net cash generated by investing activities (Total B)</b>	<b>(658.79)</b>	<b>(1,000.00)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	(3.92)	(4.30)
<b>Net cash used in financing activities (Total C)</b>	<b>(3.92)</b>	<b>(4.30)</b>
<b>Net increase in cash and cash equivalents (Total A+B+C)</b>	<b>(38.58)</b>	<b>137.74</b>
Cash and cash equivalents at the beginning of the year	<b>268.12</b>	<b>130.37</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>229.54</b>	<b>268.12</b>

*This is the Cash Flow Statement referred to in our report of even date attached*

For Daleep Bhatia & Co.

Chartered Accountants

FRN 000918N

sd/-

Daleep Bhatia

(Partner)

Membership No. 080850

Place: New Delhi

Date: 30.05.2023

UDIN: 23080850BGRILH3587

For and on behalf of Board of Directors

sd/-

Rajesh Mehra

(Director)

DIN:00058232

sd/-

Ajay Mehra

(Director)

DIN:00058245

sd/-

Prashi Saxena

Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33

CIN: U65002DL1000DI0020637

## STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH, 2023

(Figures in Rs. Lakhs)

Particulars	Equity share capital	Other equity			Total equity attributable to equity holders of the company
		Comprehensive Income items	Special Reserves u/s 45IC of RBI	Retained earnings	
<b>Balance as at April 1 , 2021</b>	<b>670.72</b>	<b>1.34</b>	<b>378.61</b>	<b>3,036.65</b>	<b>4,087.32</b>
Addition during the year	-	-	41.21	-	41.21
Profit for the year	-	29.19	-	206.03	235.22
Transferred to special reserve	-	-	-	41.21	41.21
<b>Balance at March 31, 2022</b>	<b>670.72</b>	<b>30.53</b>	<b>419.81</b>	<b>3,201.48</b>	<b>4,322.54</b>
Addition during the year	-	-	6.82	-	6.82
Profit for the year	-	56.07	-	34.12	90.19
Transfer to retained earning	-	-	-	6.82	6.82
Transferred to special reserve	-	-	-	-	-
<b>Balance at Mar, 31, 2023</b>	<b>670.72</b>	<b>86.60</b>	<b>426.64</b>	<b>3,228.77</b>	<b>4,412.73</b>

*This is the Statement of change in equity referred to in our report of even date attached*

For Daleep Bhatia & Co.

Chartered Accountants

FRN 000918N

For and on behalf of Board of Directors

sd/-

Daleep Bhatia

(Partner)

Membership No. 080850

sd/-

Rajesh Mehra

(Director)

DIN00058232

sd/-

Ajay Mehra

(Director)

DIN:00058245

sd/-

Prashi Saxena

Co. Secretary

Place: New Delhi

Date: 30.05.2023

UDIN: 23080850BGRILH3587

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN: L65993DL1990PLC039637

## Notes to the standalone financial statement for the year ended March 31, 2023

### 1. Corporate Information

KRA Leasing Limited is a listed company incorporated on 26 March 1990. It is classified as Non-govt Company and is registered at Registrar of Companies, Delhi. Its authorized share capital is Rs. 7,00,00,000 and its paid-up capital is Rs. 6,70,71,640. The Company is a Non-Banking Finance Company ('NBFC'), engaged in extending loans to group companies (in majority).

### 2. Application of new and revised Indian Accounting Standard (Ind AS)

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, the management of the company does not expect the amendment to have any significant impact in its financial statements.

### 3. Significant accounting policies and other explanatory information

#### 3.01. Basis of Preparation and presentation

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis, unless specifically mentioned. The Ind AS are prescribed under Section 133 of the Act read with rule 3 of companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

The Company's financial statements are presented in Indian Rupees (Rs.), which is also its functional currency.

#### 3.02. Summary of significant accounting policies

##### 3.02.01 Cash flow statement (Ind AS-7)

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transaction of a non-cash nature, any deferral or accrual of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

##### Cash & Cash Equivalent

Cash and cash equivalents comprise of cash on hand, cash at banks, short-term deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

##### Bank balance other than cash and cash equivalents

Bank balances other than cash and cash equivalents include earmarked balances with banks and balances which are held as margin money or security against borrowings, guarantees, and other commitments.

##### 3.02.02 Taxes on income (Ind AS-12)

Tax Expenses comprises current income Tax and deferred income tax. Income tax expense is recognized in net profit in the Statement of Profit and Loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income.

##### Current Income tax

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## Notes to the standalone financial statement for the year ended March 31, 2023

Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.

### Deferred income tax assets and liabilities

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized.

### 3.02.03 Property, plant and equipment (Ind AS-16)

Property, plant and equipment are stated at cost less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by the management. The company depreciates property, plant and equipment over their estimated useful lives using method and the estimated useful lives as per schedule II.

Cost of assets not put to use before such date are disclosed under 'capital work-in-progress' Subsequent expenditures relating to property, plant and equipment are capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss.

### 3.02.04 Intangible Assets (Ind AS-38)

An intangible asset is recognized only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the Company.

Intangible assets acquired separately are measured on initial recognition at cost. The cost of an intangible asset comprises its purchase price including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses.

Subsequent expenditure related to the asset is added to its carrying amount or recognized as a separate asset only if it increases the future benefits of the existing asset, beyond its previously assessed standards of performance and cost can be measured reliably.

Intangible assets comprising of software is amortized on a straight-line basis over a period of 5 years unless it has a shorter useful life.

### 3.02.05 Borrowing costs (Ind AS-23)

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from

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## Notes to the standalone financial statement for the year ended March 31, 2023

the borrowing costs eligible for capitalization. All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

### 3.02.06 Financial Instruments (Ind AS-32/107/109)

#### (i) Financial Assets

##### Initial recognition and measurement

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

##### Subsequent measurement

##### Financial assets carried at amortized cost (AC)

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

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

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

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

A financial asset which is not classified in any of the above categories are measured at FVTPL.

##### Investment in subsidiaries and Associates

The Company has accounted for its investments in subsidiary at cost in accordance with Ind AS 27 'separate financial statement'.

##### Other Equity Investments

All other equity investments are measured at fair value, with value changes recognized in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'.

#### (ii) Financial liabilities

##### Initial recognition and measurement

All financial liabilities are recognized initially at fair value and in case of borrowings and payables, net of directly attributable cost.



# KRA LEASING LIMITED

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CIN: L65993DL1990PLC039637

## Notes to the standalone financial statement for the year ended March 31, 2023

### Subsequent measurement

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

### (iii) Derivative financial instruments

The company does not hold derivative financial instruments such as foreign exchange forward and options contracts to mitigate the risk of changes in exchange rates on foreign currency exposure. Therefore, related disclosures not provided in financial statement.

### (iv) Impairment of financial assets

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

Further, in accordance with RBI circular no. RBI/2019-20/170 dated March 13, 2020, the impairment allowances as per ECL shall be compared with the required provisioning under IRACP. If the impairment allowance under Ind AS 109 is lower than the provisioning required under IRACP the difference is appropriated from net profit after tax to 'Impairment Reserve'.

### Overview of the Expected Credit Loss (ECL) model

Expected Credit Loss, at each reporting date, is measured through a loss allowance for a financial asset:-

- At an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition.
- At an amount equal to 12-month expected credit losses, if the credit risk on a financial instrument has not increased significantly since initial recognition.

Lifetime expected credit losses mean expected credit losses that result from all possible default events over the expected life of a financial asset.

12-month expected credit losses mean the portion of Lifetime ECL that represents the ECLs that result from default events on financial assets that are possible within the 12 months after the reporting date.

The Company performs an assessment, at the end of each reporting period, of whether a financial asset's credit risk has increased significantly since initial recognition. When making the assessment, the change in the risk of a default occurring over the expected life of the financial instrument is used instead of the change in the amount of expected credit losses.

Based on the above process, the Company categorizes its loans into three stages as described below:

### For non-impaired financial assets

- Stage 1 is comprised of all non-impaired financial assets which have not experienced a significant increase in credit risk (SICR) since initial recognition. A 12-month ECL provision is made for stage 1 financial asset. In assessing whether credit risk has increased significantly, the Company compares the risk of a default occurring on the financial asset as at the reporting date with the risk of a default occurring on the financial asset as at the date of initial recognition. Interest revenue is calculated on the gross carrying amount of the asset.

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## Notes to the standalone financial statement for the year ended March 31, 2023

- Stage 2 is comprised of all non-impaired financial assets which have experienced a significant increase in credit risk since initial recognition. The Company recognizes lifetime ECL for stage 2 financial assets. In subsequent reporting periods, if the credit risk of the financial instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then entities shall revert to recognizing 12 months ECL provision. Interest revenue is calculated on the gross carrying amount of the asset.

### For impaired financial assets:

Financial assets are classified as stage 3 when there is objective evidence of impairment at the reporting date. The Company recognizes lifetime ECL for impaired financial assets and interest revenue is calculated on the net carrying amount of the asset.

### 3.02.07 Earning per equity share (Ind AS-33)

Basic earnings per equity per share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share are computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

### 3.02.08 Impairment of assets (Ind AS-36)

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

No impairment loss has been provided on non-financial assets considering that no indications internal/ external exists those suggests that recoverable amount of asset is less than its carrying value.

### 3.02.09 Provisions and contingent liabilities (Ind AS-37)

#### Provisions

A provision is recognized in the standalone financial statements where there exists a present obligation as a result of a past event, the amount of which can be reliably estimated, and it is probable that an outflow of resources would be necessitated in order to settle the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

#### Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. Contingent liabilities are not recognized but are disclosed in the notes unless the outflow of resources is considered to be remote.

### 3.02.10 Non-current assets held for sale (Ind AS-105)

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## Notes to the standalone financial statement for the year ended March 31, 2023

The Company classifies non-current assets as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use. Such non-current assets classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Any expected loss is recognized immediately in the statement of profit and loss.

Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortized. Assets and liabilities classified as held for sale are presented separately as current items in the balance sheet.

### 3.02.11 Operating Segment (Ind AS-108)

Ind AS 108 establishes standards for the way that public business enterprises report information about operating segments and related disclosures about products and services, geographic areas, and major customers. Therefore, disclosures as prescribed under mentioned standards not required.

### 3.02.12 Fair value measurement (Ind AS-113)

The company measures financial instruments at fair value at each balance sheet date.

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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i) in the principal market for asset or liability, or
- ii) in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the company.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized 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.

### 3.02.13 Revenue from Contracts with Customers (Ind AS-115)

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, and it is probable that the Company will collect the consideration to which it is entitled to in exchange for the goods. Amount disclosed in Profit & Loss statement are net of GST.

- i. Interest receipts are accounted on accrual basis except for credit impaired financial assets.
- ii. Rent received in accordance with policy mentioned under 'Ind AS -116 Leases'.
- iii. Dividend received in accordance when right to receive the dividend establishes.

### 3.02.14 Leases (Ind AS-116)

Company as a lessor

# KRA LEASING LIMITED

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## Notes to the standalone financial statement for the year ended March 31, 2023

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a straight-line basis over the term of the relevant lease, except when the lease rentals, increase are in line with general inflation index. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

### 4. Significant accounting judgments, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgment, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

#### 4.1 Estimation of current tax and deferred tax

Management judgment is required for the calculation of provision for income - taxes and deferred tax assets and liabilities. The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to adjustment to the amounts reported in the financial statements.

#### 4.2 Recoverability of trade receivable

Trade receivables are stated at their normal value as reduced by appropriate allowances for estimated irrecoverable amounts if any. Individual trade receivables are written off when management deems them not to be collectible. Impairment is recognized based on the expected credit losses, which are the present value of the cash shortfall over the expected life of the financial assets.

#### 4.3 Fair value measurement

Wherever required, the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are taken from observable markets wherever possible. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### 4.4 Global Health Pandemic (Covid-19)

The outbreak of COVID19 pandemic is causing significant disturbance and slow-down of economic activities globally. The Management has considered the possible effects that may result from the pandemic on the recoverability/ carrying value of the assets. Based on the current indicators of future economic conditions, the Management expects to recover the carrying amount of the assets; however, the Management will continue to closely monitor any material changes to future economic conditions. Given the uncertainties, the final impact on Company's assets in future may differ from that estimated as at the date of approval of these financial statements.

Sd/-  
Rajesh Mehra  
(Director)  
DIN-00058232

sd/-  
Ajay Mehra  
(Director)  
DIN-00058245

sd/-  
Prashi Saxena  
Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## Notes to standalone financial statement for the year ended 31st March , 2023

### Note 5 "Cash and Cash Equivalents"

(Figures in Rs. Lakhs)

	As at 31/03/2023	As at 31/03/2022
(A) Balance with Banks		
- In Current Account	227.56	265.56
- Cheque in hand	-	0.42
(B) Cash on hand	1.98	2.13
<b>Total (A+B)</b>	<b>229.54</b>	<b>268.12</b>

### Note 6 "Other Bank balance "

	As at 31/03/2023	As at 31/03/2022
FDR with current bank	0.90	0.90
(FDR is given as security deposit)		
	<b>0.90</b>	<b>0.90</b>

### Note 7 "Trade receivables"

	As at 31/03/2023	As at 31/03/2022
<i>Unsecured, considered good</i>		
- From related parties	54.34	302.56
- From others	54.89	74.21
Less: Expected credit loss	54.89	-
	<b>54.34</b>	<b>376.77</b>

#### (1) Ageing of receivables

Particulars	As at 31/03/2023			As at 31/03/2022		
	Gross Amount	Allowance for expected credit loss	Net Balance	Gross Amount	Allowance for expected credit loss	Net Balance
<b>Undisputed, Trade receivable</b>						
Less than 6 months	54.34	-	54.34	52.93	-	52.93
from 6 months to 12 months	-	-	-	14.74	-	14.74
from 12 months to 24 months	-	-	-	23.13	-	23.13
from 24 months to 36 months	-	-	-	57.23	-	57.23
for more than 36 months	54.89	54.89	-	228.74	-	228.74
<b>Disputed, Trade receivable</b>	-	-	-	-	-	-
	<b>109.23</b>	<b>54.89</b>	<b>54.34</b>	<b>376.77</b>	<b>-</b>	<b>376.77</b>

### Note 8 "Loans and advances"

	As at 31/03/2023	As at 31/03/2022
<i>(Unsecured, considered good) (at amortized cost)</i>		
Loans to Related parties	1,400.00	1,509.78
Loans to others	75.00	150.00
Less : Impairment Allowance	75.00	-
	<b>1,400.00</b>	<b>1,659.78</b>

#### Type of Borrower

	As at 31st March 2023		As at 31st March 2022	
	Amount outstanding	% of Total	Amount outstanding	% of Total
<b>A. Repayable on Demand</b>				
Promoters	-	0.00%	-	0.00%
Directors	-	0.00%	-	0.00%
KMPs	-	0.00%	-	0.00%
Related parties	1,400.00	100.00%	1,509.78	100.00%
<b>Sub-total (A)</b>	<b>1,400.00</b>	<b>100.00%</b>	<b>1,509.78</b>	<b>100.00%</b>
<b>B. Agreement does not specify any terms or period of repayment</b>				
Promoters	-	0.00%	-	0.00%
Directors	-	0.00%	-	0.00%
KMPs	-	0.00%	-	0.00%
Related parties	-	0.00%	-	0.00%
<b>Sub-total (B)</b>	<b>-</b>	<b>0.00%</b>	<b>-</b>	<b>0.00%</b>
<b>Total (A+B)</b>	<b>1,400.00</b>	<b>100.00%</b>	<b>1,509.78</b>	<b>100.00%</b>

sd/-	sd/-	sd/-
Rajesh Mehra (Director) DIN:00058232	Ajay Mehra (Director) DIN:00058245	Prashi Saxena Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## Notes to standalone financial statement for the year ended 31st March , 2023

### Note 9 "Investments"

(Figures in Rs. Lakhs)

	No. of Units/ Shares	As at 31/03/2023	No. of Units/ Shares	As at 31/03/2022
<b>Investment measured at fair value through profit &amp; loss account</b>				
<b>(a) Investment in equity instruments (unquoted)</b>				
<b>In Others</b>				
1. Equity shares of Jaquar & Co (P) Ltd. unquoted, fully paid, at cost(15.14% of total holding)	56044	210.74	56044	210.74
2. Equity shares of G.R. Sales (P)Ltd. unquoted, fully paid, at cost(3.83% of total holding)	45000	5.78	45000	5.78
3. Equity shares of Sanraj Farms(P) Ltd. unquoted, fully paid, at cost(18.49% of total holding)	160000	160.00	160000	160.00
4. Equity shares of Essco Sanitations (P) Ltd. unquoted, fully paid, at cost(16.62% of total holding)	165415	28.57	165415	28.57
5. Equity shares of Jai Kaur Enterprises Pvt Ltd unquoted, fully paid, at cost(15.14% of total holding)	560440	56.04	560440	56.04
<b>Subsidiary</b>				
1. Equity shares of SMG Enterprises Ltd. subsidiary, unquoted, fully paid, at cost. (51.84% of total holdings)	155623	48.42	155623	48.42
		<b>509.54</b>		<b>509.54</b>
<b>(b) Investment in Debenture (Quoted), other than trade</b>				
<b>Investment measured at fair value through other comprehensive income</b>				
(1) IIFL Wealth Prime Limited	85	893.53		-
<b>(c) Investment in Mutual Funds, Other than trade</b>				
<b>Investment measured at fair value through other comprehensive income</b>				
<b>(i) Investment in mutual funds (quoted)</b>				
Axis Corporate Debt Fund - Regular Growth	97,46,676.29	1,194.26	97,46,676.29	1,340.80
<b>Gross Investments- Total(a+b+c)</b>		<b>2,597.33</b>		<b>1,850.35</b>
<b>Net investments</b>		<b>2,597.33</b>		<b>1,850.35</b>
<b>Aggregate amount of quoted investments at Cost</b>		<b>1,972.06</b>		<b>1,300.00</b>
<b>Aggregate amount of unquoted Investments</b>		<b>509.54</b>		<b>509.54</b>

### Note 10 "Other financial assets"

	As at 31/03/2023	As at 31/03/2022
<i>(Unsecured, Considered goods)</i>		
Security deposits paid	8.85	9.13
Advance rent receivable (Fair value)	3.12	6.86
<b>Total</b>	<b>11.97</b>	<b>15.98</b>

### Note 11 "Current tax assets (net)"

	As at 31/03/2023	As at 31/03/2022
Income tax refunds	3.14	7.32
	<b>3.14</b>	<b>7.32</b>

### Note 13 "Investment property"

	As at 31/03/2023	As at 31/03/2022
<b>Opening balance</b>	327.12	327.12
Additions (Subsequent expenditure)	-	-
<b>Closing balance</b>	<b>327.12</b>	<b>327.12</b>
<b>Depreciation and impairment</b>		
<b>Opening balance</b>	87.65	82.48
Depreciation	5.17	5.17
<b>Closing balance</b>	<b>92.82</b>	<b>87.65</b>
<b>Net block</b>	<b>234.30</b>	<b>239.47</b>

sd/-	sd/-	sd/-
Rajesh Mehra (Director)	Ajay Mehra (Director)	Prashi Saxena Co. Secretary
DIN:00058232	DIN:00058245	

Notes to financial statement for the year ended 31st March, 2023

Note -12 "Intangible Assets"

(Figures in Rs. Lakhs)

Particulars	Life	COST OR DEEMED COST		ACCUMULATED DEPRECIATION AND IMPAIRMENT			CARRYING AMOUNT			
		Value at beginning 01/04/2022	Additions during the year	Deletion during the year	Value at beginning 01/04/2022	Provided during the year	Adjusted on Sales/ write off	Value at end 31/03/2023	WDV as on 31/03/2023	WDV as on 31/03/2022
<b>Intangible Assets</b>										
Softwares	5.00	-	0.60	-	0.60	0.08	0.08	0.08	0.52	-
Total		-	<b>0.60</b>	-	<b>0.60</b>	<b>0.08</b>	<b>0.08</b>	<b>0.08</b>	<b>0.52</b>	-

  

sd/-	Rajesh Mehra (Director)	sd/-	Ajay Mehra (Director)	sd/-	Prashi Saxena Co. Secretary
	DIN:00058232		DIN:00058245		DIN:00058245

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## Notes to standalone financial statement for the year ended 31st March , 2023

### Information regarding income and expenditure of Investment property

(Figures in Rs. Lakhs)

	As at 31/03/2023	As at 31/03/2022
Rental income derived from investment properties	180.71	157.14
Direct operating expenses (Property Tax and repair & maint.) that generate rental income	46.30	34.84
Direct operating expenses (Property tax and repair & maintenance) that did not generate rental income	-	-
Profit arising from investment properties before depreciation and indirect expenses	134.41	122.30
Less: Depreciation	5.17	5.17
<b>Profit arising from investment properties before indirect expenses</b>	<b>129.24</b>	<b>117.13</b>

1. As at 31 March, 2023, the fair value of investment properties are Rs. 13.33 crores, the valuation are as per valuer report as on 31st March 2021 which management considers have no material change. These valuations are based on valuations performed by accredited independent valuer. Fair value is based on market value approach. The fair value measurement is categorised in Level 3 of fair value hierarchy. There has been no restriction on disposal of property or remittance of income and proceeds of disposal.

2. Investment properties are leased to tenants under operating lease agreements.

### Note 14 "Other non financial assets"

	As at 31/03/2023	As at 31/03/2022
GST Receivable	-	-
Receivable(Interest on FDR)	0.01	0.01
Prepaid expenses	0.10	0.07
	<b>0.12</b>	<b>0.08</b>

### Note 15 "Trade payables"

	As at 31/03/2023	As at 31/03/2022
<b>Dues to Micro and Small Enterprises</b> (as per intimation received from vendors) (refere below table for details)	-	0.03
<b>Dues to others</b>		
Acceptances	-	-
Trade payables	5.10	5.51
	<b>5.10</b>	<b>5.54</b>

#### Note:

(1) No interest is payable on amount payable outstanding at year end. As per general practice of the company, amount due is paid within time as agreed therefore no interest is paid

#### (2) Ageing of trade payables

Particulars	MSME Dues		Others		As at	
					31st March 2023	31st March 2022
<b>Undisputed, Trade payables</b>						
Less than 12 months	-	5.10	5.10	0.03	5.51	5.54
<b>Disputed, Trade payables</b>						
	-	5.10	5.10	0.03	5.51	5.54

### Dues to Micro and Small Enterprises

Particulars	As at 31/03/2023	As at 31/03/2022
a. Principal and Interest amount remaining unpaid	-	0.03
b. Interest due thereon remaining unpaid	-	-
c. Interest paid by the Company in terms of Section 16 of Micro, Small, and Medium Enterprises Development Act, 2006,	-	-
d. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed	-	-
e. Interest accrued and remaining unpaid	-	-
f. Interest remaining due and payable even in succeeding years, until such date when the interest dues as above are	-	-

### Note 16 "Other financial Liabilities"

	As at 31/03/2023	As at 31/03/2022
Security deposit received	78.57	78.57
Less: Fair value adjustment	3.44	7.36
	<b>75.13</b>	<b>71.21</b>

sd/- Rajesh Mehra (Director) DIN:00058232	sd/- Ajay Mehra (Director) DIN:00058245	sd/- Prashi Saxena Co. Secretary
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# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## Notes to standalone financial statement for the year ended 31st March , 2023

### Note 17 "Current tax liabilities (net)"

(Figures in Rs. Lakhs)

	As at 31/03/2023	As at 31/03/2022
Income tax payable	0.31	-
	<b>0.31</b>	<b>-</b>

### Note 18 "Provisions"

	As at 31/03/2023	As at 31/03/2022
Contingent provision against Standard Assets	3.64	5.09
	<b>3.64</b>	<b>5.09</b>

### Note 19 "Deferred tax liabilities (net)"

	As at 31/03/2023	As at 31/03/2022
<b>( A ) Deferred tax liability arising on account of</b>		
(a) Investment at fair value through OCI	29.13	10.27
<b>Total (A)</b>	<b>29.13</b>	<b>10.27</b>
<b>( B ) Deferred tax asset arising on account of</b>		
<b>Total (B)</b>	<b>-</b>	<b>-</b>
<b>Deferred Tax liability (Net)</b>	<b>29.13</b>	<b>10.27</b>

### Note 20 "Other non financial liabilities"

	As at 31/03/2023	As at 31/03/2022
Expenses payable (on account of services rendered in normal course of business)	3.84	2.32
Government Dues	2.30	1.80
	<b>6.14</b>	<b>4.12</b>

### Note 21 "Equity share capital"

	As at 31/03/2023	As at 31/03/2022
Equity share capital	670.72	670.72
	<b>670.72</b>	<b>670.72</b>
<b>Authorised share capital :</b>		
140,00,000 (P.Y. 140,00,000) fully paid equity shares of Rs. 5 each	700.00	700.00
<b>Issued, subscribed and paid capital</b>		
1,34,14,328 (P.Y. 1,34,14,328) fully paid equity shares of Rs. 5 each	670.72	670.72
	<b>670.72</b>	<b>670.72</b>
<b>Reconciliation statement of No. of equity shares and amount of equity share</b>		
<i>(A) Number of share</i>		
Opening Balance	134.14	134.14
Closing Balance	134.14	134.14
<i>(B) Amount of share capital</i>		
Opening Balance	670.72	670.72
Closing Balance	670.72	670.72

### Terms/ rights attached to equity shares

The company has only one class of equity shares having at part value of Rs. 5/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders

### Details of shares held by the holding company, its subsidiaries and associates

Particulars	31/03/2023	31/03/2022
NIL		

### Details of shares held by each share holders, holding more than 5% shares

Name of share holder	No. of shares with %	No. of shares with %
Prompt Capital & Finser(P) Ltd.	1136800 8.47%	1136800 8.47%
G.R Sales(P) Ltd.	932400 6.95%	932400 6.95%
Essco sanitations (P) Ltd	1438800 10.73%	1438800 10.73%
Bastion industrial leasing finance (P) Ltd.	834400 6.22%	834400 6.22%
SMG Enterprises	819600 6.11%	819600 6.11%
Ajay Mehra	930480 6.94%	930480 6.94%

sd/- <b>Rajesh Mehra</b> (Director) DIN:00058232	sd/- <b>Ajay Mehra</b> (Director) DIN:00058245	sd/- <b>Prashi Saxena</b> Co. Secretary
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# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## Notes to standalone financial statement for the year ended 31st March , 2023

(Figures in Rs. Lakhs)

### Details of Equity Shares held by the promoters

Name of Promoter	As at 31st Mar 2023				
	No. of Shares at the beginning of the Year	Change during the year	No. of Shares at the end of the year	% of total shares	% Change during the year
Ajay Mehra	9,30,480	-	9,30,480	6.94	-
Deepika Mehra	77,600	-	77,600	0.58	-
Kanav Mehra	1,99,000	-	1,99,000	1.48	-
Malti Mehra	76,520	-	76,520	0.57	-
Ajay Mehra HUF	4,60,400	-	4,60,400	3.43	-
Nishi Mehra	75,200	-	75,200	0.56	-
Parichay Mehra	4,32,800	-	4,32,800	3.23	-
PARINAY MEHRA	3,64,000	-	3,64,000	2.71	-
N.L. MEHRA(HUF)	3,66,300	-	3,66,300	2.73	-
RAJESH MEHRA	4,26,340	-	4,26,340	3.18	-
S.K. MEHRA	3,51,500	-	3,51,500	2.62	-
RAJESH MEHRA (HUF)	2,89,000	-	2,89,000	2.15	-
S.K. MEHRA (HUF)	3,07,600	-	3,07,600	2.29	-
Ranbir Raj Mehra	1,57,600	-	1,57,600	1.17	-
Sabhyata Mehra	1,14,400	-	1,14,400	0.85	-
SMG Enterprises Ltd.	8,19,600	-	8,19,600	6.11	-
Parakh Sehgal	1,12,000	-	1,12,000	0.83	-
PROMPT CAPITAL & FINSER PVT. LTD.	11,36,800	-	11,36,800	8.47	-
G.R. SALES PVT. LTD.	9,32,400	-	9,32,400	6.95	-
JAQUAR AND CO. PVT. LTD.	3,57,000	-	3,57,000	2.66	-
ESSCO SANITATIONS PVT. LTD.	14,38,800	-	14,38,800	10.73	-
<b>94,25,340</b>	<b>-</b>	<b>-</b>	<b>94,25,340</b>	<b>70.26</b>	<b>-</b>

### Details of Equity Shares held by the promoters

Name of Promoter	As at 31st March 2022				
	No. of Shares at the beginning of the Year	Change during the year	No. of Shares at the end of the year	% of total shares	% Change during the year
Ajay Mehra	9,30,480	-	9,30,480	6.94	-
Deepika Mehra	77,600	-	77,600	0.58	-
Kanav Mehra	1,99,000	-	1,99,000	1.48	-
Malti Mehra	76,520	-	76,520	0.57	-
Ajay Mehra HUF	4,60,400	-	4,60,400	3.43	-
Nishi Mehra	75,200	-	75,200	0.56	-
Parichay Mehra	4,32,800	-	4,32,800	3.23	-
PARINAY MEHRA	3,64,000	-	3,64,000	2.71	-
N.L. MEHRA(HUF)	3,66,300	-	3,66,300	2.73	-
RAJESH MEHRA	4,26,340	-	4,26,340	3.18	-
S.K. MEHRA	3,51,500	-	3,51,500	2.62	-
RAJESH MEHRA (HUF)	2,89,000	-	2,89,000	2.15	-
S.K. MEHRA (HUF)	3,07,600	-	3,07,600	2.29	-
Ranbir Raj Mehra	1,57,600	-	1,57,600	1.17	-
Sabhyata Mehra	1,14,400	-	1,14,400	0.85	-
SMG Enterprises Ltd.	8,19,600	-	8,19,600	6.11	-
Parakh Sehgal	1,12,000	-	1,12,000	0.83	-
PROMPT CAPITAL & FINSER PVT. LTD.	11,36,800	-	11,36,800	8.47	-
G.R. SALES PVT. LTD.	9,32,400	-	9,32,400	6.95	-
JAQUAR AND CO. PVT. LTD.	3,57,000	-	3,57,000	2.66	-
ESSCO SANITATIONS PVT. LTD.	14,38,800	-	14,38,800	10.73	-
<b>94,25,340</b>	<b>-</b>	<b>-</b>	<b>94,25,340</b>	<b>70.26</b>	<b>-</b>

### Aggregate number of shares brought back during 5 years immediately preceding 31st March, 2023

	As at 31/03/2023	As at 31/03/2022
No. of equity shares bought back by the company	-	-

sd/- <b>Rajesh Mehra</b> (Director) DIN:00058232	sd/- <b>Ajay Mehra</b> (Director) DIN:00058245	sd/- <b>Prashi Saxena</b> Co. Secretary
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# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## Notes to standalone financial statement for the year ended 31st March , 2023

### Note 22 "Other Equity"

(Figures in Rs. Lakhs)

	As at 31/03/2023	As at 31/03/2022
Retained Earnings	3,228.77	3,201.48
Reserve u/s 45I of RBI	426.64	419.81
Other Comprehensive items	86.60	30.53
	<b>3,742.01</b>	<b>3,651.82</b>
<b>Retained earnings</b>		
Balance at beginning of the year	3,201.48	3,036.65
Profit during the year	34.12	206.03
Transfer to Reserve	6.82	41.21
Closing Balance at year end	<b>3,228.77</b>	<b>3,201.48</b>
<b>Reserve u/s 45I of RBI</b>		
Balance at beginning of the year	419.81	378.61
Addition/(deletion) during the year	6.82	41.21
Closing Balance at year end	<b>426.64</b>	<b>419.81</b>
<b>Other comprehensive items</b>		
Balance at beginning of the year	30.53	1.34
Addition/(deletion) during the year	56.07	29.19
Closing Balance at year end	<b>86.60</b>	<b>30.53</b>

### Note 23 "Interest Income"

	As at 31/03/2023	As at 31/03/2022
(On financial assets measured at amortized cost)		
Interest received	84.39	133.10
Interest on FDR	0.05	0.05
<b>Total</b>	<b>84.44</b>	<b>133.15</b>

### Note 24 "Dividend Income"

	As at 31/03/2023	As at 31/03/2022
Dividend received	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

### Note 25 "Rental Income"

	As at 31/03/2023	As at 31/03/2022
Rent Received	180.71	159.10
Rent received (fair value)	(3.74)	18.51
<b>Total</b>	<b>176.97</b>	<b>177.62</b>

### Note 26 "Other Income"

	As at 31/03/2023	As at 31/03/2022
Short term capital gain	13.87	-
<b>Total</b>	<b>13.87</b>	<b>-</b>

### Note 27 "Finance Cost"

	As at 31/03/2023	As at 31/03/2022
Interest on security deposit (fair value)	3.92	4.30
<b>Total</b>	<b>3.92</b>	<b>4.30</b>

### Note 28 "Employee Benefit Expenses"

	As at 31/03/2023	As at 31/03/2022
Salaries and wages	2.16	2.16
<b>Total</b>	<b>2.16</b>	<b>2.16</b>

sd/-  
Rajesh Mehra  
(Director)  
DIN:00058232

sd/-  
Ajay Mehra  
(Director)  
DIN:00058245

sd/-  
Prashi Saxena  
Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN:L65993DL1990PLC039637

## Notes to standalone financial statement for the year ended 31st March , 2023

### Note 29 "Depreciation and amortization expense"

(Figures in Rs. Lakhs)

	As at 31/03/2023	As at 31/03/2022
Depreciation on investment property	5.17	5.17
Depreciation	0.08	-
Intangible asset amortization	-	-
<b>Total</b>	<b>5.25</b>	<b>5.17</b>

### Note 30 "Other expenses"

	As at 31/03/2023	As at 31/03/2022
Payment to Auditors	2.10	0.60
Director's sitting fees	1.44	1.44
GST Expenses	-	0.00
Internal Audit fees	0.48	0.48
Legal & Professional Charges	2.33	6.84
Listing charges	1.00	1.35
Membership & Subscription	0.08	0.69
Postage and telegram	0.08	0.08
Printing & Stationery	0.08	0.13
Property tax (CP Property)	42.47	30.38
Rates and Taxes	0.27	0.50
Miscellaneous Expenses	0.28	0.00
Maintenance(CP property)	3.83	4.46
Short & excess	(0.00)	0.00
Advertisement	0.54	0.41
<b>Total</b>	<b>54.98</b>	<b>47.35</b>

sd/-  
Rajesh Mehra  
(Director)  
DIN:00058232

sd/-  
Ajay Mehra  
(Director)  
DIN:00058245

sd/-  
Prashi Saxena  
Co. Secretary

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN: L65993DL1990PLC039637

## Notes to the standalone financial statement for the year ended March 31, 2023

### 31. Payment to Auditors

(Figures in Rs. Lakhs)

Particulars	Financial Year 2022-23	Financial Year 2021-22
Statutory audit fees	0.60	0.60
Taxation matters	1.00	-
Others	0.50	-
<b>Total</b>	<b>2.10</b>	<b>0.60</b>

### 32. Earnings per share

(Figures in Rs. Lakhs)

Particulars	Financial Year 2022-23	Financial Year 2021-22
Earnings available for distribution to equity shareholders	90.19	235.22
Weighted average number of equity shares (Face value of Rs. 5 each (Prev. year Rs. 5 each))	13414328	13414328
Basic earnings per share	0.67	1.75
Diluted earnings per share	0.67	1.75

### 33. Financial instruments

#### 33.1 Capital management

The company manages its capital to ensure that entity will continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of company consists of debt which includes the borrowings as disclosed in note NIL as reduced by cash and cash equivalents and current investments. Equity attributable to equity holders of the Company comprises issued share capital, reserves and retained earnings as disclosed in the statement of changes in equity.

#### Gearing ratio

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

(Figures in Rs. Lakhs)

	As at 31/03/2023	As at 31/03/2022
Debt (a)	-	-
Cash and bank balances (b)	229.53	268.12
<b>Net debt (a-b)</b>	<b>-229.53</b>	<b>-268.12</b>
<b>Total equity</b>	<b>4,412.80</b>	<b>4,322.54</b>
<b>Net debt to equity ratio</b>	<b>-</b>	<b>-</b>

# Debt is defined as long-term and short-term borrowings as described in note no. Nil (Balance sheet).

#### 33.2 Financial instruments by category

(Figures in Rs. Lakhs)

Particulars	31 March 2023			31 March 2022		
	FVOCI	FVTPL	Amortized cost#	FVOCI	FVTPL	Amortized cost#
Cash & cash equivalents	-	-	229.54	-	-	268.11
Other bank balance	-	-	0.90	-	-	0.90

# KRA LEASING LIMITED

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## Notes to the standalone financial statement for the year ended March 31, 2023

Trade receivables	-	-	54.34	-	-	376.77
Loans & advances	-	-	1,400.00	-	-	1,659.78
Investment	2,087.79	-	509.54	1,340.80	-	509.54
Other financial assets	-	-	11.97	-	-	15.98
<b>Total</b>	<b>2,087.79</b>	<b>-</b>	<b>2,206.29</b>	<b>1,340.80</b>	<b>-</b>	<b>2,831.08</b>
Trade payable	-	-	5.10	-	-	5.54
Other financial liabilities	-	-	75.13	-	-	71.21
<b>Total</b>	<b>-</b>	<b>-</b>	<b>80.23</b>	<b>-</b>	<b>-</b>	<b>76.75</b>

#Balance of financial assets/ liabilities having short term maturity and valued at transaction price for fair value purpose is included in amortized cost.

#There were no reclassification from one measurement category to another during the financial year ended.

### 33.3 Financial risk management objectives

The company is not exposed to any financial risks in relation to financial instruments those require further disclosures. The probable risk is credit risk, interest rate risk and liquidity risk for which explanations provided below. The company is not engaged in any speculative activities to manage risk but optimize related risk through internal risk management strategies.

### 33.4 Credit risk management

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to financial loss and the company is exposed to credit risk for Trade receivable and cash and cash equivalents for which further explanations provided below:

#### 33.4.1 Trade receivable

The company considers factors such as repayable capacity, financial position and other factors before giving loans and advances to any persons. Generally, loans and advances are sanctioned to Group companies and therefore risk element is considered to be negligible.

#### 33.4.2 Cash and cash equivalent

The company considers factors such as track record, size of institution, market reputation and service standard to select the banks with which deposits are maintained.

### 33.5 Liquidity risk management

Liquidity risk reflects the risk that the company will have insufficient resources to meet its financial liabilities as they fall due. The company's objective is to maintain optimum levels of liquidity to meet its cash and collateral requirements. The company regularly monitors liquidity requirements to ensure that it has sufficient cash to meet operational needs.

#### The details of contractual maturities of significant financial liabilities:

(Figures in Rs. Lakhs)

Particulars	As of 31 March 2023		As of 31 March 2022	
	Less than 1 year	More than 1 year	Less than 1 year	More than 1 year
Cash & cash equivalent	229.54	-	268.12	-
Other Bank balance	0.90	-	0.90	-
Trade receivable	54.34	-	376.77	-
Loans & Advances	1,400.00	-	1,659.78	-

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN: L65993DL1990PLC039637

## Notes to the standalone financial statement for the year ended March 31, 2023

Investment	2,087.79	509.54	1,340.80	509.54
Other financial assets	3.12	8.85	6.86	9.13
<b>Total</b>	<b>3,775.69</b>	<b>518.39</b>	<b>3,653.23</b>	<b>518.67</b>
Trade payable	5.10	-	5.54	-
Other financial liabilities	-	75.13	-	71.21
<b>Total</b>	<b>5.10</b>	<b>75.13</b>	<b>5.54</b>	<b>71.21</b>

### 34. Fair value measurement

The fair value of the assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties.

1. Fair Value of cash and short-term deposits, trade and other short-term receivables, trade payables, other current liabilities, short term loans from banks and other financial instruments approximate their carrying amounts largely due to the short-term maturities of these instruments.

#### 2. Fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique

**Level 1:** quoted (unadjusted) prices in active markets for identical assets or liabilities

**Level 2:** other techniques for which all inputs that have a significant effect on the recorded fair value are observable, either directly or indirectly

**Level 3:** techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market data

#### Quantitative disclosures of fair value measurement hierarchy for assets as on March 31, 2022

(Figures in Rs. Lakhs)

Particulars	Carrying amount 31-March-2022	Fair value		
		Level 1	Level 2	Level 3
<b>Financial assets at FVTOCI</b>				
Investment	1,340.80	1,340.80	-	-
<b>Total</b>	<b>1,340.80</b>	<b>1,340.80</b>	-	-
<b>Financial assets at amortized cost</b>				
Cash & cash equivalent	268.12	-	-	268.12
Other bank balance	0.90	-	-	0.90
Trade receivables	376.77	-	-	376.77
Investment	509.54	-	-	509.54
Loan & Advances	1,659.78	-	-	1,659.78
Other financial asset	15.98	-	-	15.98
<b>Total</b>	<b>2,831.10</b>	-	-	<b>2,831.10</b>
<b>Financial liabilities at amortized cost</b>				
Trade payable	5.54	-	-	5.54
Other financial liabilities	71.21	-	-	71.21
<b>Total</b>	<b>76.75</b>	-	-	<b>76.75</b>

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
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## Notes to the standalone financial statement for the year ended March 31, 2023

Quantitative disclosures of fair value measurement hierarchy for assets as on March 31, 2023

(Figures in Rs. Lakhs)

Particulars	Carrying amount 31-March-2023	Fair value		
		Level 1	Level 2	Level 3
<b>Financial assets at FVTOCI</b>				
Investment	2087.79	2087.79	-	-
<b>Total</b>	<b>2087.79</b>	<b>2087.79</b>	-	-
<b>Financial assets at amortized cost</b>				
Cash & cash equivalent	229.54	-	-	229.54
Other bank balance	0.90	-	-	0.90
Trade receivables	54.34	-	-	54.34
Investment	509.54	-	-	509.54
Loan & Advances	1,400.00	-	-	1,400.00
Other financial asset	11.97	-	-	11.97
<b>Total</b>	<b>2,206.29</b>	-	-	<b>2,206.29</b>
<b>Financial liabilities at amortized cost</b>				
Trade payable	5.10	-	-	5.10
Other financial liabilities	75.13	-	-	75.13
<b>Total</b>	<b>80.23</b>	-	-	<b>80.23</b>

### 35.Related party transactions

In accordance with the requirement of Indian Accounting Standard (Ind AS) 24 "Related Party Disclosures" name of the related party, related party relationship, transactions and outstanding balances including commitments where control exist and with whom transactions have taken place during the reported period are as follows:

#### List of related parties

Relationship	Name of related party
Key managerial personnel (KMP)	Mr. S K Mehra, Director Mr. Rajesh Mehra, Managing Director/ CFO Mr. Ajay Mehra, Director Mrs. Disha Bajaj, Ind. Director Mr. Amit Kumar Modi, Ind. Director Mr. Ravi Sharma, Ind. Director Ms. Prashi Saxena (Co. Secretary)
Relative of Directors	Mrs. Deepika Mehra Mrs. Disha Mehra Mr. Kanav Mehra Mrs. Malti Mehra Mrs. Nishi Mehra Mrs. Santosh Mehra Mr. Parichay Mehra Mr. Ranbir Raj Mehra Mrs. Vidhi Mehra Mrs. Vidhi Ranbir Mehra
Subsidiary Company	M/s SMG Enterprises Limited
Entities where significant influence is exercised by KMP and/or their relatives having transactions with the company	M/s Jaquar & Co. Pvt. Ltd. M/s Jai Kaur Enterprises Pvt Ltd M/s Sweet Hospitality Pvt Ltd. M/s G.R. Sales Pvt Ltd. M/s Essco Sanitation Pvt Ltd.



# KRA LEASING LIMITED

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CIN: L65993DL1990PLC039637

## Notes to the standalone financial statement for the year ended March 31, 2023

	M/s Sanraj Farms Pvt Ltd
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Details of transaction between the Company and its related parties are disclosed below:

(Figures in Rs. Lakhs)

Particulars	Subsidiary Company		Key managerial personnel (KMP) and their relatives		Entities where significant influence is exercised by KMP and/or their relatives having transactions with the company	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022	31 March 2023	31 March 2022
<b>(i) Transactions during the year</b>						
Interest income received on loan given	-	-	52.39	0.09	31.19	118.01
Director sitting fees	-	-	1.44	1.44	-	-
Salary payment	-	-	2.16	2.16	-	-
Loan given during the year	-	-	1,305.00	-	475.00	-
Loan received back during the year	-	-	380.00	-	1509.78	601.22
<b>(ii) Closing Balance as at year end</b>						
Investment as at year end	48.42	48.42	-	-	461.13	461.13
Debtor Balance	-	-	45.06	-	9.28	9.28
Loan receivable	-	-	925.00	-	475.00	1509.78

### 36. Income tax reconciliation

The income tax expenses for the year can be reconciled to the accounting profit as follows:

Particulars	As at 31 March 2023	As at 31 March 2022
Profit before tax	80.56	258.60
Applicable tax rates (including surcharge)	<b>25.168%</b>	<b>25.168%</b>
Computed tax expense as per applicable tax rate	20.27	65.08
<b>Tax effect of :</b>		
Additional Expenses allowed	(10.44)	(11.43)
Fair value adjustments	0.94	(3.58)
Disallowance of Expenses	35.60	2.49
Current tax provision (A)	46.38	52.56
Mat credit allowed (B)		-
<b>Tax expenses recognized in statement of Profit &amp; Loss (A+B)</b>	<b>46.38</b>	<b>52.56</b>
<b>Effective tax rate</b>	<b>57.58%</b>	<b>20.33%</b>

### 37. Contingent liabilities not provided for in respect of:

The Company during the year did not incur any contingent liability and also did not provided in profit & loss statement.

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
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## Notes to the standalone financial statement for the year ended March 31, 2023

### 38. Capital and other commitments

There is no capital and other commitments pending as at year end.

39. The company has asked information from suppliers being small-scale industrial units. Based on the information available with the company in respect of micro, small and medium enterprises, the balance shown under payable to MSME. Since, the balance not outstanding for more than prescribed period, hence the question of payments of interest or provision thereof towards belated payments does not arise.

### 40. Additional Regulatory information:

#### 40.1 Ratios

Ratio	Numerator	Denominator	Year ended 31.03.2023	Year ended 31.03.2022	% variance
Capital to risk-weighted assets ratio (CRAR)	Share capital + Reserves & Surplus	Risk weighted assets	1.03	1.04	-1.62%
Tier I CRAR	Tier I Capital	Risk weighted assets	0.65	0.58	12.47%
Tier II CRAR	Tier II Capital	Risk weighted assets	0.00	0.00	
Liquidity coverage ratio	High quality liquid assets (Liquid investments +Cash & Cash equivalent)	Total net cash flow amount, over a 30 day stress period	206.30	166.53	23.88%

#### 40.2 Details of Benami Property held

As per management, the company does not hold any benami property and also there is no proceeding initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988.

#### 40.3 Willful Defaulter

The company has not availed any credit facilities from any bank during the year and during immediately preceding year and as per management's best knowledge and belief, the company is not declared as willful defaulter by any bank or financial institution or other lender.

#### 40.4 Relationship with stuck off companies

The company has not entered any transaction with stuck off company during the current financial year and as per management's best knowledge and belief no balance outstanding either in investment, receivable or payable belongs to any stuck off company.

#### 40.5 Registration of charges or satisfaction of charges

The company during the year, not availed any credit facilities and also not provided for any guarantee against which charge creation to be done. Also, there were no previous registered charges against the company those are still open and needs to be closed.

#### 40.6 Compliance with number of layers

The management believe that there is no violation of section 2(87) read with Companies (Restriction on numbers of layers) Rules, 2017 as company only holds shares in one subsidiary only which is also not a wholly owned subsidiary.

#### 40.7 Disclosure in relation to undisclosed income

# KRA LEASING LIMITED

REGD. OFFICE: C-20, SMA Co-Operative Industrial Estate, G T Karnal Road, Delhi-33  
CIN: L65993DL1990PLC039637

## Notes to the standalone financial statement for the year ended March 31, 2023

During the current year, the company has not disclosed or surrendered any undisclosed income during any income tax proceedings or search or survey.

### 40.8 Details of crypto currency or virtual currency

The company has not invested amount in any virtual currency during the current financial year.

### 40.9 Title deeds of Immovable Property not held in name of the Company

The title deeds of Immovable property as shown under headings 'Property, plant & equipment's' and 'Investment properties' are held in name of the company. Also company does not any immovable property jointly with others.

### 40.10 Revaluation of the Property, plant & equipments

During the current year, the company has not revalued any of its property, plant and equipment.

### 40.11 Utilization of Borrowed funds and share premium

(i) During the current financial year, the company has not raised money through share premium and also not received any loans or advance with the understanding that the company has to invest or loan or advanced to any other person(s).

(ii) During the current financial year, the company has not advanced or loaned or invested funds to any intermediary with the understanding that the intermediary shall invest or advanced to any other person(s) on company's directions.

### 40.12 Corporate social responsibility

The company is not covered under CSR provisions as per section 135 of the Companies Act, 2013.

For Daleep Bhatia & Co.  
Chartered Accountants  
Firm Regn no. 000918N

For and on behalf of Board of Directors  
for KRA Leasing Ltd.

Sd/-  
(Daleep Bhatia)  
(Partner)  
Membership No. 080850

sd/-  
Rajesh Mehra  
(Director)  
DIN-00058232

sd/-  
Ajay Mehra  
(Director)  
DIN-00058245

sd/-  
Prashi Saxena  
Co. Secretary

Place: New Delhi  
Date: 30.05.2023  
UDIN: 23080850BGRILH3587