

KSHEMA GENERAL INSURANCE LIMITED

CIN: U66000TG2018PLC125484

Reg Office: No 413, 4th Floor, My Home Tycoon Building, Kundan Bagh, Begumpet Hyderabad – 500016

accounts@kshema.co

DIRECTORS' REPORT

Your Directors are present their 4th Annual Report on the business and operations of your company together with the audited Balance Sheet and the Statement of Profit and Loss and the Cash Flow Statement for the financial year 31/03/2022.

1. FINANCIAL SUMMARY:

The operations of your Company are predominantly in to General insurance business. Your Directors inform that the Company have not generated any revenue during the year and have incurred a net loss of Rs. 16,038,820/-. Your Director's are taking all efforts to begin the business operations.

2. DIVIDEND:

The Board is not proposing any dividend.

3. TRANSFER TO RESERVE:

No transfers were made.

4. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE ENDS OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

No Material Changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this Report.

As on the date of signing this report the Authorised Share capital is Rs. 65,000,000 and Paid up share capital is Rs. 60,884,930/-

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

The Company primarily being into insurance business and not involved in any industrial or manufacturing activities, the Company has no particulars to report regarding conservation of energy and technology absorption as required under section 134 of the Companies Act, 2013 and Rules made thereunder.

However, the Company follows a practice of purchase and use of energy efficient electrical and electronic equipment and gadgets in its operations.

There was no foreign exchange inflow or Outflow during the year under review.

6. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188(1) [RELATED PARTY TRANSACTIONS]

There are no related party transactions during the year under reporting.

7. CHANGE IN NATURE OF BUSINESS DURING THE YEAR:

No changes in the nature of business has occurred affecting the business of the Company during the period under review.

8. DIRECTORS/KEY MANAGERIAL PERSONNEL APPOINTED DURING THE YEAR:

Mr. Natraj Nukala (DIN: 02119316) Mr. Rajeshnani Venkata Dasari (DIN: 09632402) and Mr. Krishna Burugopall Vyasa (DIN: 03072517) are the directors of your Company.

In accordance with the provisions of Section 152 of the Act and rules made there under, Mr. Natraj Nukala, retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. The Directors recommend reappointment of Mr. Natraj Nukala, at the ensuing Annual General Meeting.

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Mr. Sri Ramachandra Prasad Nalam (DIN: 01386757) resigned from directorship with effect from 22/08/2022 owing to other pre-occupations. The Board places on record the help and support received from him towards the establishment of the Company.

Mr. Rajeshnani Venkata Dasari was appointed as an Additional Director of the Company by the Board of Directors with effect from 09/06/2022 under Section 161 of the Companies Act, 2013 and he holds office as Director upto the date of ensuing Annual General meeting and is eligible for reappointment. Your Board recommends his appointment as Director at the ensuing Annual General meeting of the Company.

9. MEETINGS OF THE BOARD OF DIRECTORS

During the Financial Year 2021-2022, the Company held five board meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 were adhered to while considering the time gap between two meetings.

S. No	Date of Meeting	Board Strength	No. of Directors Present
1	31/05/2021	3	3
2	20/07/2021	3	3
3	01/10/2021	3	3
4	18/02/2022	3	3
5	26/03/2022	3	3

10. NAME OF COMPANIES SUBSIDIARIES, JVS, ASSOCIATED COMPANIES

There is no subsidiary or joint venture or associate company. The Company is holding company to Kshema Holding Private Limited.

11. DIRECTORS RESPONSIBILITY STATEMENT.

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement: -

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 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;
- 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;
- the directors had prepared the annual accounts ongoing concern basis; and
- 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.

12. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

13. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

Risk management policy aims to identify the diverse risks faced by the Company and come up appropriate mitigation strategies. Managing risks in credit, interest rates and liquidity form critical components of our risk management system.

14. SECRETARIAL AUDIT REPORT

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Section 204(1) of the Companies Act 2013 relating to secretarial audit report does not apply to your Company.

15. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES:

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178 (3) of the Companies Act, 2013.

16. DEPOSITS:

The Company has neither accepted nor renewed any deposits during the year under review.

17. DECLARATION OF INDEPENDENT DIRECTORS:

The provisions of Section 149(6) pertaining to the appointment of Independent Directors do not apply to your Company.

18. STATUTORY AUDITORS:

M/s. Jawahar and Associates, Chartered Accountants, (ICAI FRN 001281S), were appointed as Statutory auditors of the Company at the First AGM for a period of 5 financial years.

The Auditor's Report for does not contain any qualification, reservation, adverse mark or disclaimer.

Further the Auditors' Report is annexed herewith for your kind perusal and information.

19. DETAILS OF FRAUDS REPORTED BY THE STATUTORY AUDITORS

During the year under review, the Statutory Auditors of the Company have not reported any fraud as required under Section 143(12) of the Companies Act, 2013.

20. PARTICULARS OF LOANS OR GUARANTEES OR INVESTMENTS

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

21. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM:

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 are not applicable to the Company.

22. SHARES:

a. BUY BACK OF SECURITIES: The Company has not bought back any of its securities during the year under review.

b. SWEAT EQUITY: The Company has not issued any Sweat Equity Shares during the year under review.

c. BONUS SHARES: No Bonus Shares were issued during the year under review.

d. EMPLOYEES STOCK OPTION PLAN: The Company has not provided any Stock Option Scheme to the employees.

e. Others: The Authorised Share capital was increased from Rs. 250 lakhs to Rs. 500 Lakhs and from 500 lakhs to 600 Lakhs. Following allotment was made during the year:

S. No	Date of allotment	No. of shares allotted	Basis of allotment
1	27/08/2021	2250000 @ Rs. 10/-	Rights issue
2	28/03/2022	983143 @ Rs. 10/-	Private placement

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23. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSED) ACT, 2013

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

24. SIGNIFICANT AND MATERIAL ORDERS

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operation in future.

25. ADEQUACY OF INTERNAL FINANCIAL CONTROL

The Company has established internal financial controls which are adequate considering the nature and size of business.

26. SECRETARIAL STANDARDS OF ICSI

Your Company is in compliance with the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) which came into effect from 1 July 2015.

27. DISCLOSURE OF MAINTENANCE OF COST RECORDS UNDER SECTION 148 OF THE COMPANIES ACT:

Maintenance of cost records in compliance with the sub-section (1) of Section 148 of the Companies Act, 2013 is not applicable to the company.

28. DETAILS OF ANY PROCEEDING PENDING UNDER IBC CODE, 2016

Neither any application was made nor any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the financial year.

29. DETAILS OF ONE TIME SETTLEMENT WITH THE BANKS

As Company has not done any one time settlement during the year under review hence no disclosure is required relating to the 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.

30. ACKNOWLEDGEMENTS:

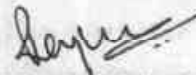
Your Directors place on record their sincere thanks to bankers, consultants, regulators particularly Reserve Bank of India for their continued support extended to your Company's activities during the year under review.

Place: Hyderabad
Date: 05/09/2022

By Order of the Board
For KSHEMA GENERAL INSURANCE LIMITED



Natraj Nulkala
Director
DIN: 02119316



Mr. Rajeshnani Venkata Dasari
Director
DIN: 09632402

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Annexure-2

FORM NO. AOC -2

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under 4th proviso thereto.

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

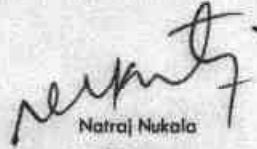
The Company has not entered into any contracts or arrangement or transaction with its related parties which is not at arm's length during the financial year 2021-2022

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

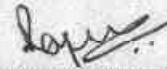
Name (s) of the related party & nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts/arrangements/transactions	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
Nil					

Place: Hyderabad
Date: 05/09/2022

By Order of the Board
For **KSHEMA GENERAL INSURANCE LIMITED**



Natraj Nukala
Director
DIN: 02119316



Mr. Rajeshnani Venkato Dasari
Director
DIN: 09632402

INDEPENDENT AUDITORS' REPORT

To
The Members of
Kshema General Insurance Limited

Report on The Audit of Financial Statements

Opinion

We have audited the Financial Statements of Kshema General Insurance Limited ("the Company"), which comprises the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, the statement of Cash Flows for the year ended and notes to the financial statements.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and loss, 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 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 of the current period. 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.

We have determined that there are no other key audit matters to be communicated in our report.

Responsibilities of Management and Those Charged with Governance for the Financial Statements:

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

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preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the audit of the Financial Statements:

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

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

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

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relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by section 143(3) of the Act, we report that:

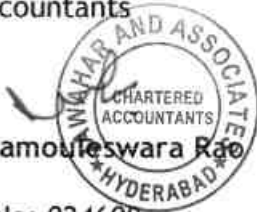
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of financial statements.
- b) In our opinion, proper books of account and proper returns as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, Statement of Profit and Loss, the statement of Cash Flow 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, 2014.
- e) On the basis of written representations received from such directors as on March 31, 2022, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv.
 - a. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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 person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the ultimate beneficiaries; and

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- b. The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- c. Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.
- v. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.
- h) With respect to the matters to be included in Auditor's Report under Section 197(16) of the Act, In our opinion and according to the information and explanations given to us , The company has not paid any Managerial Remuneration to any of its directors during the year .Hence reporting under section 197(16) of the companies act,2013 is not applicable.

For Jawahar and Associates
Chartered Accountants
FRN 0012815



CA M Chandramouleswara Rao
Partner
Membership No: 024608
Place: Hyderabad
Date: 05-09-2022
UDIN:22024608BBKDNE9719

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Annexure - A to Auditors' Report

Referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" in our report of even date:

- i.
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, plant & Equipment.
 - (b) The Property, plant & Equipment were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the Property, plant & Equipment at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) The company does not have any immovable properties and hence reporting under clause (i)(c) of the Order is not applicable.
 - (d) The company has not revalued any of its property, plant & equipment (Including right of use asset) during the year. The company does not have any intangible assets.
 - (e) The company doesn't have any benami properties. Hence, the reporting under clause (i)(e) of the Order is not applicable.
- ii.
 - (a) The company does not have any inventory and hence reporting under clause(ii)(a) of the Order is not applicable.
 - (b) According to the information and explanations given to us the company has not been sanctioned any working capital facility from banks or financial institutions and hence reporting under the clause (ii)(b) of the Order is not applicable.
- iii. The company has not made any investments in, provided any guarantee or security, and granted any loans, secured or unsecured, to companies, firms, Limited liability Partnerships or any other parties during the year, and hence reporting under clause (iii) of the Order is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the Company has not granted any loan nor made any investment nor provided any guarantee or security in contravention with Sec 185 and 186 of the Companies Act, 2013.
- v. According to the information and explanations given to us, the Company has not accepted any deposit during the year and accordingly the question of complying with Sections 73 to 76 of the Companies Act, 2013 does not arise. Hence, reporting under clause (v) of the order is not applicable.
- vi. The maintenance of cost records has not been specified for the activities of the company by the Central Government under Sec 148(1) of the companies Act,2013.

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vii.

- (a) Undisputed statutory dues, including Goods and Service tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues applicable to the Company have been regularly deposited by it with the appropriate authorities though there has been a slight delay in a few cases.
- (b) According to information and explanations provided to us, there were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.

viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

ix.

- (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or other borrowings or in payment of interest thereon to any lender during the year.
- (b) The company has not been declared as wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and there are no unutilised term loans at the beginning of the year and hence, reporting under clause (ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause (ix)(e) of the Order is not applicable.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries or joint ventures or associate companies.

x.

- (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause (x)(a) of the Order is not applicable.
- (b) During the year the company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under this clause (x)(b) of the Order is not applicable to the company.

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- * **ANAKAPALLI** : Door No. 1-3-34/1, Old Current Office Street, Gandhinagar, Anakapalli – 531 001.
Ph. : 08924 – 224 082, E-mail : paritipcrao@yahoo.com

- xi.
- (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
 - (b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable to the company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with section 177 and 188 of the Companies Act, where applicable for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- xiv. In our opinion the company has an adequate internal audit system commensurate with size and the nature of its business.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of Section 192 of the Companies Act, 2013 are not applicable.
- xvi. In our opinion, The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause (xvi)(a),(b) and (c) of the order is not applicable. The Group doesn't have any any CIC as part of the group and accordingly reporting under clause (xvi)(d) of the Order is not applicable.
- xvii. The Company has incurred cash losses amounting to Rs. 15,580(Thousands) during the financial year covered by our audit and Rs.15,734(Thousands) in the immediately preceding financial year.
- xviii. There has been no resignation of statutory auditor during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, (Asset Liability Maturity (ALM) pattern) other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is 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.

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JAWAHAR AND ASSOCIATES

CHARTERED ACCOUNTANTS

HEAD OFFICE: C-5, Skylark Apartments

3-6-309, Basheer Bagh, Hyderabad – 500 029.

Ph: 2322 5734, 2322 1497, 2322 6965, 2322 2280

E-mail: jawaharandassociates@gmail.com

- xx. The Company was not having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year and hence, provisions of Section 135 of the Act are not applicable to the Company during the year. Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.

For Jawahar and Associates

Chartered Accountants

FRN 001281S



CA M Chandramouleswara Rao

Partner

Membership No: 024608

Place: Hyderabad

Date: 05-09-2022

UDIN: 22024608BBKDNE9719

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Annexure - B to the Independent Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act"):

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the 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)

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provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

We have audited the internal financial controls over financial reporting of Kshema General Insurance Limited, ('the Company') as of March 31, 2022 in conjunction with our audit of financial Statements of the Company for the year ended on that date.

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 31st March, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note of Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Jawahar and Associates
Chartered Accountants
FRN 001281S

CA M Chandramouleswara Rao
Partner
Membership No: 024608
Place: Hyderabad
Date: 05-09-2022
UDIN: 22024608BBKDNE9719



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Kshema General Insurance Limited
Balance Sheet as at 31st March, 2022

Amount in Rs. Thousands

Particulars	Note No	31st March, 2022		31st March, 2021	
I. EQUITY AND LIABILITIES					
1 Shareholder's Fund					
(a) Share Capital	2	56,698.93		24,367.50	
(b) Reserves & Surplus	3	-55,522.22	1,176.71	-39,483.40	-15,115.90
2 Share Application Money pending allotment					
3 Non Current Liabilities					
(a) Long Term Borrowings	4	327.00		15,331.25	
(b) Deferred Tax Liabilities		-		-	
(c) Other Long Term Liabilities		-		-	
(d) Long Term Provisions		-	327.00	-	15,331.25
4 Current Liabilities					
(a) Short term Borrowings		-		-	
(b) Trade Payables		-		-	
(A) total outstanding dues of micro enterprises and small enterprises; and					
(B) total outstanding dues of creditors other than micro enterprises and small enterprises.]					
(c) Other Current Liabilities	5	624.75		1,348.50	
(d) Short Term Provisions		-	624.75	-	1,348.50
TOTAL			2,128.46		1,563.85
II. ASSETS					
1 Non Current Assets					
(a) Property Plant & Equipment and Intangible assets	6	847.95		641.83	
(i) Property, Plant & Equipment		-		-	
(ii) Intangible Assets		-		-	
(ii) Capital Work In Progress		-		-	
(b) Non Current Investments		-		-	
(c) Deferred Tax Asset		-		-	
(d) Long Term Loans & Advances	7	-		-	
(e) Other Non-Current Assets		-	847.95	-	641.83
2 Current Assets					
(a) Current Investments	8	-		-	
(b) Inventories		-		-	
(c) Trade Receivables		-		-	
(d) Cash and Cash equivalent	9	26.16		17.77	
(e) Short Term Loans & Advances		-		-	
(f) Other Current Assets	10	1,254.35	1,280.50	904.26	922.02
TOTAL			2,128.46		1,563.85

This Balance Sheet is as per our Report of even date
Significant Accounting Policies
Accompanying Notes forming part of accounts

1

For Jawahar and Associates
Chartered Accountants

CA M. Chandramouleswara Rao
Partner
M.No. 024608
Place : Hyderabad
Date: 05-09-2022
UDIN: 22024608BBKDNE9719

For Kshema General Insurance Limited

Mukala Natraj
Director
DIN: 02119316

Rajeshnani Venkata Dasari
Director
DIN: 09632402

Kshema General Insurance Limited
Profit and Loss for the year ended 31st March 2022

Amount in Rs Thousands

Sl.No	Particulars	Note No	31st March, 2022	31st March, 2021
I	Revenue from Operation		-	-
II	Other Non-Operating Revenue		-	-
III	Total Revenue (I + II)		-	-
IV	Expenses:			
	Employee benefits expenses	11	7,997.11	10,319.64
	Finance cost		-	-
	Depreciation and Amortisation Expenses	6	458.41	388.32
	Other Expenses	12	7,583.30	5,414.93
	Total Expenses		16,038.82	16,122.89
V	Profit Before exceptional and extraordinary items and Tax (III - IV)		-16,038.82	-16,122.89
VI	Exceptional items (Net)			
VII	Profit before extrardrinary items and tax (V + VI)		-16,038.82	-16,122.89
VIII	Extraordinary items		0.00	0.00
IX	Profit Before Tax (VII - VIII)		-16,038.82	-16,122.89
X	Tax Expenses			
	(1) Current Tax		-	-
	(2) Deferred Tax		-	-
XI	Profit (Loss) for the period from continuing operations (VII - VIII)		-16,038.82	-16,122.89
XII	Profit/(Loss) from discontinuing operations		-	-
XIII	Tax expenses of discontinuing operations		-	-
XIV	Profit / (Loss) from discontinuing operations (after Tax) (XII - XIII)		-	-
XV	Profit / (Loss) for the period (XI +XIV)		-16,038.82	-16,122.89
XVI	Earnings per Equity Share: (In Rupees)			
	(1) Basic		(2.83)	(6.62)
	(2) Diluted		(2.83)	(6.62)

This Statement of Profit&Loss is as per our Report of even date

Significant Accounting Policies

1

Accompanying Notes forming part of accounts

For Jawahar and Associates

Chartered Accountants



CA M.Chandrashekhara Rao

Partner

M.No.024608

Place : Hyderabad

Date: 05-09-2022

UDIN: 22024608BBKDNE9719

For Kshema General Insurance Limited

Nukala Natraj
Nukala Natraj
Director
DIN: 02119316



Rajeshnani Venkata Dasari

Rajeshnani Venkata Dasari

Director

DIN: 09632402

KSHEMA GENERAL INSURANCE LIMITED		
Cash flow statement for the year ended 31 March 2022		
Amount in Rs Thousands		
Particulars	31 March 2022	31 March 2021
	Rs.	Rs.
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	-16,038.82	-16,122.89
Adjustments for:		
Depreciation and amortisation expenses	458.41	388.32
Finance cost	-	-
Bad debts/advances written off	-	-
Loss on sale of Fixed assets	-	-
Liabilities no longer required written back	-	-
Operating profit before working capital changes	-15,580.41	-15,734.57
Adjustments for working capital		
Inventories	-	-
Trade receivables	-	-
Other current assets	-350.09	-71.80
Trade payables	-	-
Other current Liabilities	-723.76	590.74
Short-term borrowings	-	-
Cash generated from operations	-16,654.26	-15,215.63
Income tax (paid)/refund		
Net cash from operating activities	-16,654.26	-15,215.63
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets including capital work in progress	-664.53	-77.97
Capital Work in Progress Write off	-	-
Sale of fixed assets	-	-
Net cash from/(used in) investing activities	-664.53	-77.97
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital	32,331.43	-
Proceeds from long term borrowings	-	15,286.25
Repayment of long term borrowings	-15,004.25	0.00
Deposits from customers	-	-
Payment of finance cost	-	-
Net cash used in financing activities	17,327.18	15,286.25
Net increase/(decrease) in cash and cash equivalents	8.40	-7.35
Cash and cash equivalent - opening balance	17.77	25.12
Cash and cash equivalent - closing balance	26.16	17.77
<p>As per our report of even date For Jawahar and Associates Chartered Accountants</p>  <p>CA M. Chandrabhushan Rao Partner M.No.024608 Place: Hyderabad Date: 05-09-2022 UDIN: 22024608BBKDNE9719</p>		
<p>For Kshema General Insurance Limited</p>  <p>Nukata Natra Director DIN: 02119316</p>  <p>Rajeshnani Venkata Dasari Director DIN: 09632402</p> 		

Kshema General Insurance Limited
Notes forming Part of audited Financial Statements 31st March, 2022

Note : 1 - Significant Accounting Policies

1. METHOD OF ACCOUNTING :

The Company follows Mercantile System of accounting and recognizes income and expenditure on an accrual basis. The accounts are prepared on historical cost basis.

2. PROPERTY PLANT AND EQUIPMENT :

PPE are accounted for on historical cost basis less accumulated depreciation. Cost comprises of purchase price and all expenses directly attributable to bringing the asset to its present working condition.

3. DEPRECIATION :

Depreciation is provided on the Straight Line Method basis based on the useful life specified in Schedule II of the Companies Act, 2013.

4. INVESTMENTS:

a) Long Term:

Investments are stated at cost less provision for permanent diminution in value.

b) Short Term:

Short term investments are stated at cost or market value whichever ever is lower.

5. PRIOR PERIOD ADJUSTMENTS:

Income and expenditure pertaining to prior periods are accounted under respective heads of profit and loss account. However, net effect of such amount, where material, is disclosed separately.

6. RECOGNITION OF INCOME:

(a) Revenue is the gross inflow of cash, receivables or other consideration arising in the course of the ordinary activities of an enterprise from the sale of goods, from the rendering of services, and from the use by others of enterprise resources yielding interest, royalties and dividends.

Revenue is measured by the charges made to customers or clients for goods supplied and services rendered to them and by the charges and rewards arising from the use of resources by them. In an agency relationship, the revenue is the amount of commission and not the gross inflow of cash, receivables or other consideration

(b) Revenue from service transactions is usually recognised as the service is performed, either by the proportionate completion method or by the completed service contract method.

(c) Where the ability to assess the ultimate collection with reasonable certainty is lacking at the time of raising any claim, e.g., for escalation of price, export incentives, interest etc., revenue recognition is postponed to the extent of uncertainty involved. In such cases, it may be appropriate to recognise revenue only when it is reasonably certain that the ultimate collection will be made. Where there is no uncertainty as to ultimate collection, revenue is recognised at the time of sale or rendering of service even though payments are made by instalments.

7. TRANSLATION OF FOREIGN EXCHANGE CURRENCY TRANSACTIONS:

Foreign Currency Transactions are initially recorded at the exchange rate ruling at the date of transaction. At the Balance Sheet date, foreign currency monetary items are reported using the closing rate. Non-monetary items denominated in foreign currency are reported at the exchange rate ruling at the date of transaction. Exchange differences are recognized as income or expense in the period in which they arise.

8 TAXES ON INCOME:

a) Current Tax:

Tax on Income for the Current Period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act 1961, and based on expected outcome of assessments / appeals, if any.

b) Deferred Tax:

Deferred Tax for timing differences between taxable income and accounting income are considered by using the tax rates that are substantively enacted by the Balance Sheet date. Deferred Tax assets are recognised only to the extent where there is reasonable certainty that they shall be realised.

Kshema General Insurance Limited
Notes forming Part of Financial Statements for the Year ending 31st March, 2022

Amount in Rs Thousands

Note No	Particulars	31st March, 2022		31st March, 2021	
2	Share Capital:				
	Authorised Capital:				
	60,00,000 Equity Shares of Rs. 10/- Each		60,000		-
	25,00,000 Equity Shares of Rs. 10/- Each		-		25,000
	TOTAL		<u>60,000</u>		<u>25,000</u>
	Subscribed, Issued and Paid up Capital:				
	56,69,893 equity shares of Rs.10/- each		56,698.93		24,367.50
	TOTAL		<u>56,698.93</u>		<u>24,367.50</u>
A. Reconciliation of share capital:					
S. No	Name of the Share Holder	31st March, 2022		31st March, 2021	
		No. of Shares	Amount(Rs)	No. of Shares	Amount(Rs)
1	Shares O/s at the beginning of the year	24,36,750	2,43,67,500	-	-
2	Shares issued during the year	32,33,143	3,23,31,430	24,36,750	2,43,67,500
3	Shares Bought back during the year	-	-	-	-
4	Shares O/s at the end of the year (1+2-3)	56,69,893	5,66,98,930	24,36,750	2,43,67,500
B. LIST OF SHARE HOLDERS HOLDING MORE THAN 5% OF SHARE CAPITAL :					
S. No	Name of the Share Holder	31st March, 2022		31st March, 2021	
		No. of Shares held	%age of Holding	No. of Shares held	%age of Holding
1	Kshema Holdings Pvt Ltd	56,65,393	99.92%	24,32,250	99.82%
C. DISCLOSING OF SHARE HOLDING OF PROMOTERS :					
S. No	Name of the Promoter	31st March, 2022		% Change during the Year	
		No. of Shares	%age of Total Shares		
1	Burugopelli Vyasa Krishna	450	0.01%	NIL	
2	Sri Ramachandra Prasad Nalam	450	0.01%	NIL	
3	Reserves & Surplus:				
	Profit & Loss Appropriation A/c				
	Opening Balance		-39,483.40		-23,360.51
	Add: Profit/(Loss) during the year		-16,038.82	-55,522.22	-16,122.89
	TOTAL		<u>-55,522.22</u>		<u>-39,483.40</u>
4	Long Term borrowings				
	Secured Loans :				
	From Banks				
	From Others				
	Unsecured Loans :				
Loans and advance from related parties					
Loans and advance from Others		327.00		15,331.25	
	TOTAL		<u>327</u>		<u>15,331</u>
5	Other Current Liabilities:				
	Audit fee payable		10.00		10.00
	Statutory Payable		600.38		145.52
	Salary Payable		-		881.54
	Other Paybles		14.37		311.44
	TOTAL		<u>624.75</u>		<u>1,348.50</u>
7	Long Term Loans & Advances				
	(a) Unsecured, Considered Good				
	-Loans & Advances to Related Parties				
	TOTAL		-		-
8	Current investments:				
	Investment in Equity Instruments				
	TOTAL		-		-
9	Cash & Cash Equivalents:				
	Balance with banks		3.41		17.40
	Cash in hand		22.75		0.37
	TOTAL		<u>26.16</u>		<u>17.77</u>
10	Other Current Assets				
	Security Deposites		100.00		100.00
	GST Receivable		1,089.35		804.26
	Advances for Expenses		65.00		-
	TOTAL		<u>1,254.35</u>		<u>904.26</u>

11	Employee benefits expense:		
	i. Salaries and wages	7,306.53	10,013.55
	ii. Contribution to provident and other funds	-	-
	iii. Expense on Employee Stock Option Scheme (ESOP) and Employee Stock Purchase Plan	-	-
	iv. Staff welfare expense	690.57	306.09
	TOTAL	7,997.11	10,319.64
12	Other Expenses:		
	Payment to auditors		
	For company matters	10.00	10.00
	For taxation matters	-	-
	Bank Charges	0.37	0.45
	Bonus	140.00	-
	Books and Periodicals	-	0.35
	Business Promotion	60.60	454.47
	Cartoon Charges	100.66	25.59
	Computer Maintenance	207.17	141.58
	Conveyance	40.67	84.65
	Cadastral Mapping Expenses	28.88	-
	Electricity Charges	17.08	17.68
	Fees and Taxes	416.53	155.71
	Foreign Travelling Expenses	884.60	216.53
	Fuel Expenses	140.83	186.69
	Grant to QMDC	-	132.20
	Insurance Charges	16.72	-
	Office Maintenance	82.55	80.64
	PF Admin Charges	21.22	24.57
	Postage & Courier Charges	4.69	5.47
	Printing and Stationery	82.16	45.93
	Professional Charges	600.30	2,279.58
	Repairs & Maintenance	30.32	46.37
	Management Consultancy services	1,506.50	-
	Security Charges	-	45.00
	Rent	461.00	456.00
	Telephone and Internet Charges	70.67	41.99
	Training Expenses	1.75	-
	Travelling Expenses	582.15	477.89
	Vehicle Maintenance	15.35	152.76
	Water Charges	19.12	7.12
	Interest on TDS	1.43	-
	Polygons Exp	784.24	33.23
	Interns Stipend	548.53	78.00
	Lodging & Boarding	559.01	165.23
	Rounding Off	0.08	0.04
	Pooja Expenses	118.40	49.21
	Advertisement	29.75	-
	TOTAL	7,583.30	5,414.93
13	Contingent Liabilities & Litigations		
	(a) Claims against company not acknowledged; As Debt	Nil	Nil
	(b) Guarantees;	Nil	Nil
	(c) Other money for which the company is contingently liable	Nil	Nil
	For Jawahar and Associates		
	Chartered Accountants		
	CA H. Chandrasulowara Rao		
	Partner		
	M.No.024608		
	Place : Hyderabad		
	Date: 05-09-2022		
	LIDIN: 22024608BNDHE9719		
	For Kshema General Insurance Limited,		
	Mukula Natra		
	Director		
	DIR: 02119316		
	Rajeshwari Venkata Desari		
	Director		
	DIR: 09632402		

Note 14 : Additional Notes to the Financial Statements

1. The Name of the Company is KSHEMA GENERAL INSURANCE LIMITED. The registered office of the company is located at No 413, 4th floor My Home Tycoon, Kundan Bagh, Bagumpet HYDERABAD Hyderabad TG 500016 IN
2. No claims under Interest on delayed payments to Small Scale and Medium Ancillary Industrial Undertakings are outstanding with the Company.
3. In the opinion of the Board of Directors, Current Assets, loans and advances as at 31st March 2022 are expected to produce on realization in the ordinary course of the company's business, at least the amounts at which they are stated in the Balance Sheet.
4. **Employee Benefits :**
 - i. No provision for long term employee benefits has been created. Provision has been created only for Provident Fund and ESI.
 - ii. There is no employee who was in receipt of remuneration of Rs.60,00,000/- or more per annum or Rs.5,00,000/- or more per month when employed for part of the year, and
 - iii. There is no employee who was in receipt of remuneration in excess of the rate drawn by the Managing Director or Whole time Director or Manager and holding by himself or along with his Spouse and dependent children, not less than two percent of the equity shares of the Company.

FOREIGN EXCHANGE DIFFERENCE : AS - 11		31st March, 2022	31st March, 2021
A. Exchange difference (loss) included in Profit & Loss account		-	-
B. Expenditure in Foreign Currency		-	-
C. Income in Foreign Currency	INR	-	-
D. Particulars of Capacities and Production		-	-
E. Particulars of Consumption of Imported and Indigenous Materials		-	-

6. RELATED PARTIES :

Sl. No	Name of the Related Party	Relationship
1	Kshema Capital Private Limited	Holding Company
2	Nukala Natraj	Director
3	Vyasa Krishna Burugupalli	Director

Transactions with related parties

Sl. No	Name of the Party	Nature of Transaction	Amount Rs.

7. Earnings per Share :

Particulars	FY 2021-22	FY 2020-21
	Amount (Rs.)	Amount (Rs.)
Profit after Tax available for distribution (Rs.)	(1,60,38,870)	(1,61,22,887)
Number of Shares	56,69,893	24,36,750
Face Value of Share (Rs.)	10	10
Earnings per Share (Rs.)	(2.83)	(6.62)

8. Deferred Tax :

The Company has adopted Accounting Standard 22 (AS 22) "Accounting for Taxes of Income". Accordingly, the Deferred Tax Assets and Liabilities comprise of tax effect of following Components.

Particulars	Opening	Provision	Reversal	Closing
Deferred Tax Assets/ Liability				
Fixed Asset and others	-	-	-	-
Unabsorbed Depreciation	-	-	-	-
Net Deferred Tax (Liability) / Asset	-	-	-	-

9 Segment Information:**a) Primary Segment Information:**

The Company Operates in only One Business Segment Viz: "Company is into business of carrying any kind of general insurance business " in India, which is reportable segment but the commercial operations not yet started hence reporting on Business Segment is Not Applicable.

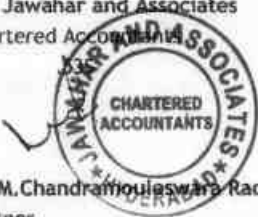
b) Secondary Segment Information:

There is no secondary Business segment

10. All the figures are rounded off to the nearest Rupees.

11 Analytical Ratios:							
Sl.No	Ratio	Numerator	Denominator	Current Period	Previous period	% of variance	Reason for such variance
1	Current ratio	Current assets	Current liabilities	2.05	0.68	199.77	Decrease in other payables
2	Debt to equity ratio	Total debt	Shareholder's equity	0.81	(1.10)	173.30	Change is on account of repayment of other liabilities
3	Debt Service Coverage Ratio	Earnings available for debt service	Debt service	-	-	-	Due to the company has no active business and major debt converted into share capital
4	Return on Equity (ROE)	Net Profits after taxes - Preference Dividend (if any)	Average shareholder's equity	2.30	2.29	0.69	Increase in expenses without increase in turnover
5	Inventory Turnover ratio	Cost of goods sold (or) Sales	Average Inventory	NA	NA	NA	NA
6	Trade receivables turnover ratio	Net Credit sales	Average account receivables	NA	NA	NA	NA
7	Trade Payables Turnover ratio	Net Credit Purchases	Average trade payable	NA	NA	NA	NA
8	Net capital turnover ratio	Net sales	Average working capital	NA	NA	NA	NA
9	Net profit Ratio	Net profit	Net sales	NA	NA	NA	NA
10	Return on Capital Employed(ROCE)	Earnings before interest & taxes	Capital Employed	(7.54)	(10.31)	26.91	Due to Increase in capital employed
11	Return on Investment			NA	NA	NA	NA

For Jawahar and Associates
Chartered Accountants



CA M. Chandramouleswara Rao
Partner
M.No.024608
Place : Hyderabad
Date: 05-09-2022
UDIN: 22024608BBKDNE9719

For Kshema General Insurance Limited



Mukala Natraj
Director
DIN: 02119316

Rajeshnani Venkata Dasari
Director
DIN: 09632402

KSHEMA GENERAL INSURANCE LIMITED

6. Property Plant & Equipment and Intangible assets

Name of Asset	Original Asset Cost	Accumulated Depreciation upto 31.03.2021	WDV as on 01.04.2021	Additions during the year	Deletions during the year	Balance Depreciable value	Residual Value: @5%	Net Depreciable value	Depreciation on Op.WDV Rs.	Depreciation on Additions Rs.	Total Depreciation on Rs.	WDV as on 31.03.2022
Office Equipment	71.66	9.61	28.16	33.90	0.00	62.06	3.58	58.47	7.17	4.98	12.15	49.91
Computer & Softwares	1,821.20	649.07	541.51	630.63	0.00	1,172.14	91.06	1,081.08	347.47	90.04	437.51	734.63
Vehicles	92.40	20.23	72.17	0.00	0.00	72.17	4.62	67.55	8.75	0.00	8.75	63.42
Total	1,985.27	678.90	641.84	664.53	0.00	1,306.37	99.26	1,207.10	363.39	95.02	458.41	847.95

For Jawahar & Associates
Chartered Accountants

CA M. Chandramouleswara Reddy
Partner
M.No.024608

Place : Hyderabad
Date : 05-09-2022
UDIN: 22024608BHKDNE9719



For Kshema General Insurance Limited

Nehala Venraj
Director
DIN: 02119316

Rajeshnani Venkata Desai
Director
DIN: 09632402

