



RAJASTHAN STATE BEVERAGES CORPORATION LTD.

(A Government of Rajasthan Undertaking)

5th Floor, CoERRA (Centre of Excellence for Revenue Research & Analysis) Bhawan,
Plot no. 2, Near Aranya Bhawan, Jhalana Institutional Area, Jaipur-302004.

Tel: 0141-2744234 Fax: 0141-2744237.

web- www.rajexcise.gov.in, email-Gmf.rsbc@rajasthan.gov.in

CIN: U15511RJ2005SGC020336

18th Annual General Meeting Dated : 11.06.2024

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BOARD OF DIRECTORS

(As on 17.05.2024)

Chairman Cum Managing Director	:	Dr. Krishna Kant Pathak Secretary, Finance (Revenue) Govt. of Rajasthan, Jaipur
Directors	:	Shri Ravi Kumar Surpur Commissioner, Commercial Tax Deptt. Govt. of Rajasthan, Jaipur
	:	Shri Naresh Kumar Thakral Secretary, Finance (Exp.) Govt. of Rajasthan, Jaipur
	:	Smt. Shivangi Swarnkar Commissioner, E.G.S., Govt. of Rajasthan, Jaipur
	:	Shri Ansh Deep Excise Commissioner Govt. of Rajasthan, Udaipur
Executive Director	:	Shri Jagveer Singh, RAS
Statutory Auditor	:	M/s Gopal Sharma & Company Chartered Accountants
Secretarial Auditors	:	M/s Deepak Arora & Associates Company Secretaries, Jaipur
Reg. Office	:	5 th Floor, CoERRA Bhawan, Plot No. 2, Near Aranya Bhawan, Jhalana Institutional Area, Jaipur-302004
Phone No.	:	0141-2744231-9
Fax No.	:	0141-2744237
E-mail	:	ed.rsbccl@rajasthan.gov.in
Website	:	www.excise.rajasthan.gov.in

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No.F. RSBCL/CS/AGM/18/1485

Date: 17.05.2024

1. **Hob'ble Governor of Rajasthan through Joint Secretary to Govt., Finance (Exp-IV & PI) Department, Rajasthan, Jaipur**
2. **Dr. Krishna Kant Pathak, Secretary Finance (Rev) (CMD and Shareholder, RSBCL)**
3. **Shri Ravi Kumar Surpur, Commissioner, Commercial Tax Deptt.,(Director and Shareholder, RSBCL)**
4. **Shri Naresh Kumar Thakral, Secretary, Finance (Exp.) Deptt. (Director and Shareholder, RSBCL)**
5. **Smt. Shivangi Swarnkar, Commissioner, E.G.S., Rajasthan, Jaipur, (Director and Shareholder, RSBCL)**
6. **Shri Ansh Deep, Excise Commissioner, (Director & Shareholder, RSBCL)**
7. **Smt. NamrataVrishni, IAS (Shareholder, RSBCL)**
8. **Shri Jagveer Singh, Executive Director, RSBCL**
9. **Shri Jaswant Singh, Joint Secretary to Govt., Finance (Excise), (Shareholder, RSBCL)**

Sub: - Notice of 18th Adjourned Annual General Meeting of the Company

NOTICE is hereby given that the Eighteenth Adjourned Annual General Meeting of the Company will be held on Tuesday, 11th day of June, 2024 at 3.00 P.M. at 1st Floor, CoERRA (Centre of Excellence for Revenue Research & Analysis) Bhawan, Plot no. 2, Near Aranya Bhawan, Jhalana Institutional Area, Jaipur – 302004 for transacting the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited financial statements of the Company for the year 2022-23 and the Reports of the Directors and Auditors thereon.

2. To declare the dividend on Equity Shares for the year 2022-23.
3. To fix the remuneration of Statutory Auditors for the year 2023-24 and onwards and pass the following resolution-

“RESOLVED THAT the Board of Directors of the Company be and is hereby authorized to fix the remuneration payable to Statutory Auditors of the Company for the financial year i.e. 2023-24 and onwards in pursuance of provisions of the Companies Act, 2013.”

You are requested to kindly make it convenient to attend the meeting.

**Thanking you
Yours faithfully,**

**(Pawan K. Garg)
Company Secretary**

Special Invitee:

1. M/s Gopal Sharma & Company, Statutory Auditors.
2. M/s Deepak Arora & Associates, Secretarial Auditors.

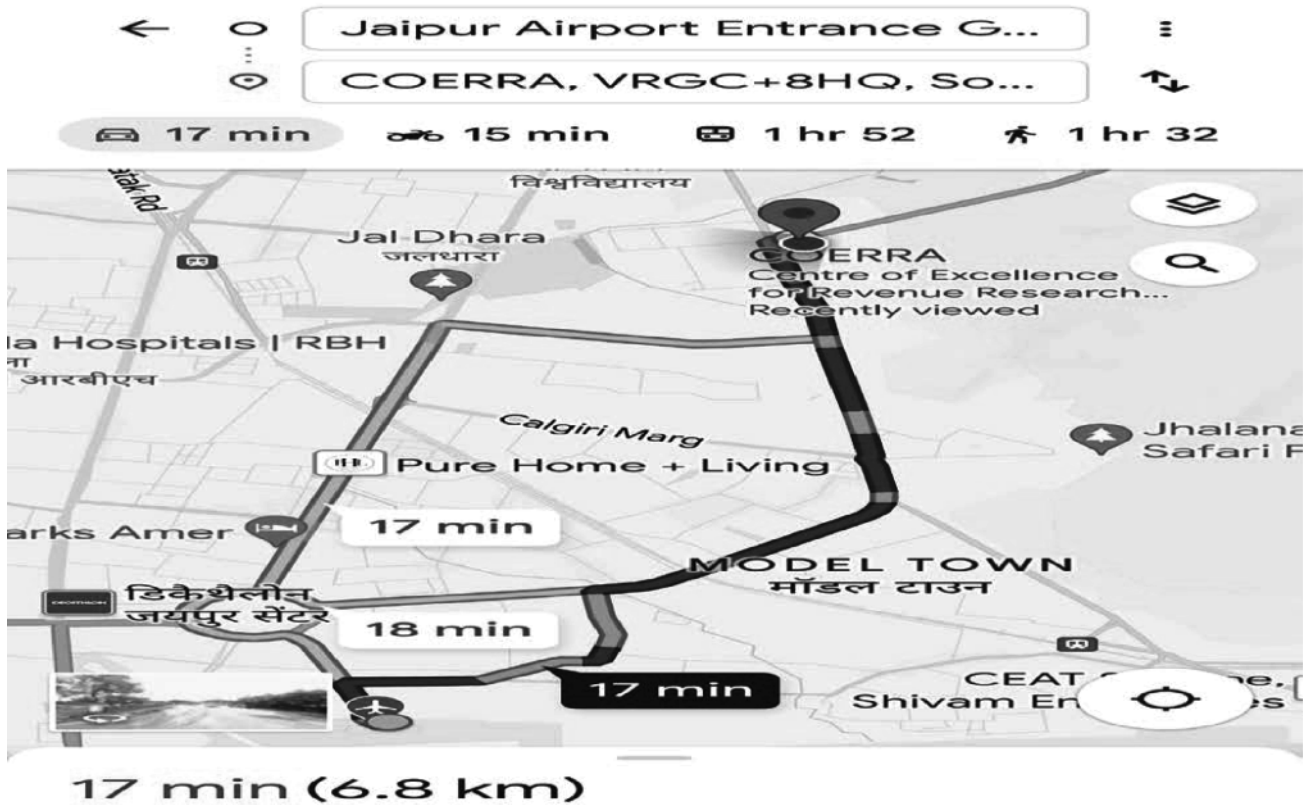
Copy to following for information and needful action please:-

1. Sr. Manager (F), RSBCL, Jaipur with the request to please invite Statutory Auditors and Secretarial Auditors for attending the meeting.
2. Manager (Admin), RSBCL, to please take necessary action for printing of the Audited Annual reports as it will be placed on table in State Legislature.
3. DGM (MIS), RSBCL, Jaipur for uploading the same on Company website.

Company Secretary

NOTE:

1. A member entitled to attend and vote at the Annual General Meeting (the “Meeting”) is entitled to appoint one or more proxy (ies) to attend and vote on a poll instead of him and the proxy so appointed need not to be a member of the Company. The instrument appointing the proxy (duly completed, stamped and signed) must be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, member would be entitled to inspect the proxies lodged, at any time during the business hours of the Company, provided not less than 3 days written notice is given to the Company. Relevant documents referred to in the accompanying Notice and the Statements are open for inspection by the members at the registered office of the Company on all working days, during business hours up to the date of the Meeting.
2. Balance Sheet, profit and loss account together with Statutory Auditor’s report, Secretarial Auditors Report thereon and the report of Directors to the Shareholders and Comments of Comptroller & Auditor General of India are enclosed.
3. The Annual Report of the Company, circulated to the Members of the Company, will also be made available on the Company website.
4. Road map of meeting venue is mentioned below-



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email-Gmf.rsbccl@rajasthan.gov.in CIN: U15511RJ2005SGC020336

No.F. RSBCL/CS/AGM/18/9525

Date: 07.12.2023

1. **Hob'ble Governor of Rajasthan through Pr. Secretary to Govt., Finance Department, Rajasthan, Jaipur.**
2. **Dr. Krishna Kant Pathak, Secretary Finance (Rev) (CMD and Shareholder, RSBCL).**
3. **Shri Ravi Kumar Surpur, Commissioner, Commercial Tax Deptt.,(Director and Shareholder, RSBCL).**
4. **Shri Naresh Kumar Thakral, Secretary, Finance (Exp.) Deptt. (Director and Shareholder, RSBCL).**
5. **Smt Shivangi Swarnkar, Commissioner, E.G.S., Rajasthan, Jaipur, (Director and Shareholder, RSBCL).**
6. **Shri Om Prakash Kasera, Excise Commissioner, (Director & Shareholder, RSBCL).**
7. **Smt. Namrata Vrishni, Joint Secretary, Finance (Tax) Deptt. (Shareholder, RSBCL).**
8. **Shri Ram Naraiyan Badgular, Executive Director, RSBCL.**
9. **Shri Jaswant Singh, Joint Secretary to Govt., Finance (Excise), (Shareholder, RSBCL).**
10. **Shri L. D. Sharma, Independent Director, RSBCL.**

Sub: - Shorter Notice of 18th Annual General Meeting of the Company

SHORTER NOTICE is hereby given that the Eighteenth Annual General Meeting of the Company will be held on Friday, 15th of December, 2023 at 3.00 P.M. at 1st Floor, CoERRA (Centre of Excellence for Revenue Research & Analysis) Bhawan, Plot no. 2, Near Aranya Bhawan, Jhalana Institutional Area, Jaipur – 302004 for transacting the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited financial statements of the Company for the year 2022-23 and the Reports of the Directors and Auditors thereon.
2. To declare the dividend on Equity Shares for the year 2022-23.
3. To fix the remuneration of Statutory Auditors for the year 2023-24 and onwards and pass the following resolution-

“RESOLVED THAT the Board of Directors of the Company be and is hereby authorized to fix the remuneration payable to Statutory Auditors of the Company for the financial year i.e. 2023-24 and onwards in pursuance of provisions of the Companies Act, 2013.”

You are requested to kindly make it convenient to attend the meeting.

**Thanking you
Yours faithfully,**

**(Pawan K. Garg)
Company Secretary**

Special Invitee:

1. M/s Gopal Sharma & Company, Statutory Auditors.
2. M/s Deepak Arora & Associates, Secretarial Auditors.

Copy to following for information and needful action please:-

1. Sr. Manager (F), RSBCL, Jaipur with the request to please invite Statutory Auditors and Secretarial Auditors for attending the meeting.
2. Manager (Admin), RSBCL, to please take necessary action for printing of the Audited Annual reports as it will be placed on table in State Legislature.
3. DGM (MIS) RSBCL, Jaipur for uploading the same on Company website.

Company Secretary

DIRECTORS' REPORT
For the Financial Year 2022-23

To,
The Shareholders/Members,

The Directors of your Corporation have pleasure in presenting you the Eighteenth Annual Report on the business and operations of the Corporation together with the Audited financial statements for the year ended 31st March, 2023.

1. Business Model:

1.1 Business Operations

The Corporation has maintained its policy of canalizing IMFL and Beer, without interfering in dynamics of the market place. As a result, the healthy competition prevailing amongst suppliers, continued during the year.

1.2 Transparency in Operations / Online Operations

The Corporation is carrying out its commercial activities through online integrated web based software, which has ensured total transparency in its operations. Suppliers have been given access on the Corporation's software for online submission of OFS issuance, granting OFS extension, TOO (Transfer Out Order) and getting all sort of information like issuance of OFS, receipt of material at depot, sale of various brands, stock position of various brands, weekly payment, Inactive Stock Penalty & contract amount on loading-unloading of liquor etc. Simultaneously, copies of the ledgers are provided to respective retailers for their reconciliation purpose.

1.3 Infrastructure

All the depots have been equipped with computers, printers, internet connectivity for running online software, UPS and Generator sets for meeting power crisis in addition to basic facilities like furniture, telephone etc. Close circuit cameras are installed at all the depots for better management & control.

1.4 Financial Management

The Corporation is strengthened with the sound and prudent financial management. The main commercial activity especially the purchase and sale of IMFL/Beer of the Corporation has been running on real time on – line basis. This system has streamlined the working of the Corporation. The suppliers have been provided login/ password facility to view their stock/sales position along with their due payment position, at any time/ anywhere, heralding an era of true transparency in Corporation functioning.

The time bound payments to suppliers and all other parties concerned have been the hallmark of operational efficiency of the Corporation. Corporation releases due weekly suppliers payment fully through RTGS (Real Time Gross Settlement).

2. **Financial Highlights**

2.1 **Financial Performance**

During the year under review, performance of your Company as under:

(Rupees in crores)

Particulars	Year ended 31st March 2022	Year ended 31st March 2023
Turnover	7493.60	8674.34
Profit/(Loss) before taxation	45.02	50.37
Less: Tax Expense	13.65	16.60
Profit/(Loss) after tax	31.37	33.77
Add: Balance B/F from the previous year	103.13	134.30
Balance Profit / (Loss) C/F to the next year	134.50	168.07

The turnover of the Corporation during the year without VAT/Composition is Rs. 8674.34 crores as compared to Rs. 7493.60 crores in previous year. During the year 2022-23 RSBCL paid Rs. 8.24 crores to State Govt as Privilege fee and License fee including Application fee (Rs. 5.00 crores + Rs. 3.24 crores respectively) as against Rs. 8.24 crores (Rs. 5.00 crores + Rs. 3.24 crores) in 2021-22.

The year witnessed an amount received in contract amount on Loading-Unloading of liquor for Rs. 8.30 crores and Inactive Stock Penalty Income of Rs. 9.26 crores as against Rs. 6.32 crores and Rs. 11.06 Crores in 2021-22 respectively.

2.2 **State of Company's Affairs and Future Outlook**

In this year, the profit from operations of the Corporation has been Rs. 50.37 Crores as compared to Rs. 45.02 Crores in previous year. The year has witnessed an increase of 11.88 percent in profit before tax and there is a increase of 15.76 percent in turnover of the Corporation.

The policies adopted by the Corporation have helped in yielding affluent dividends and given its past record of implementing Government policies in an amicable manner. Your directors are certain that the Corporation would play a significant role in further reforms in the Excise sector.

2.3 **Dividend**

The Board of Directors has recommended the dividend @ 10% (previous year 10%) on paid up capital. The dividend pay-out will require an amount of Rs. 20,00,000/- (previous Rs. 20,00,000/-).

2.4 **Amounts Transferred to Reserves**

The Board of the Company has decided/proposed to carry Rs. 33.57 crores to its reserves.

3. **Material Changes Affecting the Financial Position of the Company**

No material changes and commitments have occurred after the close of the year till the date of this Report, which affect the financial position of the Company.

4. Directors Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- (a) In the preparation of the annual accounts for the financial year ended 31st March, 2023, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2023 and of the profit/loss of the Company for that period;
- (c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) The directors have prepared the annual accounts on a going concern basis;
- (e) The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

5. Changes in Share Capital

During the year under review, there has been no change in the Authorized Share Capital of Rs. 5.00 crores and Paid-up Share Capital of Rs. 2.00 crores of the Corporation.

6. Current Outlook

The performance of your Corporation during the year justified an optimistic outlook. We are confident that we can look forward to maintain the growth and improve the profitability of the Corporation in the current year and beyond.

7. Conservation of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo

Due attention has been paid for energy conservation. There were no Foreign Exchange Earnings/ Outgo during the year under review.

a) Conservation of Energy:

Steps taken for conservation	The Corporation has taken due care for using electricity in the office and depots. The Corporation usually takes care for optimum utilization of energy.
Steps taken for utilizing alternate sources of energy	
Capital investment on energy conservation equipments	No capital investment on energy conservation equipment was made during the financial year.

b) Technology Absorption:

Efforts made for technology absorption	Nil
Benefits derived	Nil
Expenditure on Research & Development, if any	Nil
Details of technology imported, if any	Nil
Year of import	Nil
Whether imported technology fully absorbed	Nil
Areas where absorption of imported technology has not taken place, if any	Nil

c) Foreign Exchange Earnings/ Outgo:

Earnings	Nil
Outgo	Nil

8. Particulars of Employees

As per Section 197 read with Rule, 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, there were no employees drawing remuneration more than the prescribed limit during the year under review and the Corporation has its all personnel deputed from the Govt. of Rajasthan/ State PSU's. The Corporation has made remittances towards Pension Contribution, Provident Fund, Gratuity, State Insurance and Other contributions to the respective Departments/ Parent Organizations in respect of the above personnel.

9. Personnel and Industrial Relations

Happy and pleasant relations continued throughout the year between the management and the employees of the Corporation.

10. Number of Board Meetings

During the Financial Year 2022-23 following meetings of the Board of Directors of the Company were held as on the date mentioned below:

S.No.	Date of meeting
80 th BOD	15.07.2022
81 st BOD	23.09.2022
82 nd BOD	12.01.2023
83 rd BOD	17.02.2023

The table given below shows the attendance of the directors –

Name of Director	No. of Meetings attended by the Director /Total no. of Meetings of his period
Dr. Krishna Kant Pathak	3/3
Shri Suresh Chand Gupta	0/1
Shri Prakash Rajpurohit	0/1
Shri Kumar Pal Gautam	3/3
Smt. Shivangi Swarnkar	1/4
Shri L. D. Sharma	4/4
Shri Vijay Garg	0/2
Shri Naresh Kumar Thakral	2/4
Shri Ravi Kumar Surpur	1/4
Shri Sukhaveer Saini	2/2
Shri Sunil Bhati	2/2

11. **Details of Directors and Key Managerial Personnel**

During the financial year, the change in the position of Directors/KMP on the Board of Directors of the Company has been as follows:-

Dr. Krishna Kant Pathak has been appointed Chairman Cum MD of the Company in place of Shri Suresh Chand Gupta w.e.f. 01.08.2022.

Shri Suresh Chand Gupta was appointed Chairman cum Managing Director on the Board of the Company w.e.f. 19.01.2022 in place of Shri T. Ravikanth till 31.07.2022.

Shri Ravi Kumar Surpur has been appointed director on the Board of the Company in place of Shri Ravi Jain w.e.f. 14.04.2022.

Shri Ravi Jain was appointed Director on the Board of the Company in place of Shri Abhishek Bhagotia w.e.f. 08.04.2021 till 14.04.2022.

Shri Kumar Pal Gautam was appointed director on the Board of the Company in place of Shri Prakash Rajpurohit w.e.f. 03.08.2022 till 04.09.2023.

Shri Prakash Rajpurohit was appointed director on the Board of the Company w.e.f. 14.04.2022 in place of Shri Chetan Ram Deora till 03.08.2022.

Shri. Chetan Ram Deora was appointed Director on the Board of the Company w.e.f. 17.01.2022 in place of Dr. Joga Ram till 14.04.2022.

Shri Sunil Bhati was appointed Executive director on the Board of the Company in place of Shri Sukhaveer Saini w.e.f. 05.10.2022.

Shri Vijay Garg, Independent Director resigned from directorship w.e.f. 26.03.2022.

After 31.03.2023 following changes were made in the directorship.

Shri Om Prakash Kasera has been appointed director on the Board of the Company in place of Shri Kumar Pal Gautam w.e.f. 04.09.2023.

Shri Ram Naraian Badgujar has been appointed Executive director on the Board of the Company in place of Shri Sunil Bhati w.e.f. 18.09.2023.

Shri L D Sharma, Independent Director resigned from directorship w.e.f. 22.12.2023.

Being an undertaking of Government of Rajasthan (GOR), all the directors of the Company are appointed by the GOR by virtue of their posts held in the GOR from time to time.

We place on record our deep appreciation of the valuable advice and guidance, the Corporation received from the members of the Board, during the year as Directors on the Board of the Corporation.

12. Change in nature of business

During the year under review the Corporation has been engaged in the business of canalizing IMFL and Beer only. Therefore, no change has taken place in the nature of the business.

13. Extract of Annual Return

The relevant extract of Annual Return, in format MGT -9, for the Financial Year 2022-23 is given in Annexure- I enclosed with this report.

14. Particulars of Loan, Guarantees and Investments under Section 186

As per Section 186 of Companies Act, 2013 the Company was not having any loans, guarantees and investments during the year under review.

15. Particulars of Contracts or Arrangements with Related Parties

There were no contracts or arrangements with related parties in the Corporation, referred to in Section 188(1) of the Companies Act 2013.

16. Auditors:

16.1 Statutory Auditors

Appointment of Statutory Auditors of the Company is done by the Comptroller & Auditor General of India (C&AG). M/s Gopal Sharma & Co., Chartered Accountants, and Jaipur were appointed by the CAG for undertaking the audit for the year 2022-23.

The Company has received a certificate from the auditors to the effect that their re-appointment, if made, would be in accordance with the provisions of section 141 of the Companies Act, 2013.

16.2 Explanation to Statutory Auditor's Remarks

The qualification/observations of the auditors given in the Auditor's Report are self explanatory and have been explained/clarified, wherever necessary, in the notes to the Financial Statements.

16.3 Secretarial Audit Report

Pursuant to provisions of section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the Company appointed Deepak Arora & Associates, a firm of company Secretaries in practice, Jaipur to undertake the Secretarial Audit of the Company. The Secretarial Audit Report for the financial year ended March 31, 2023 is herewith marked as Annexure- II to this Report.

17. Audit Committee

As per the requirements of the Section 177 of the Companies Act, 2013 and after appointment of Independent directors, Audit Committee was re-constituted in following manner on 23.10.2020-

1. Executive Director (Chairperson)
2. Shri Vijay Garg
3. Shri L. D. Sharma

One meeting of Audit Committee was held on 23.09.2022 where all director members except Shri Vijay Garg were present.

After resignation of Shri Vijay Garg (Independent Director), Audit Committee has been re-constituted in following manner on 23.09.2022 -

1. Secretary, Finance(Exp) (Chairperson)
2. Executive Director
3. Shri L. D. Sharma

18. Nomination & Remuneration Policy & Committee

As per the requirements of the Section 178 of the Companies Act, 2013 and after appointment of Independent directors, the Nomination & Remuneration Committee was re-constituted in following manner on 23.10.2020 -

1. Excise Commissioner
2. Independent Director
3. Independent Director

Being a Government of Rajasthan undertaking, there is no separate policy but Company is following State Government rules in this regard.

19. Declaration by Independent Directors and meeting.

Declarations have been given by the Independent Directors that they are not disqualified to be appointed as Independent Director of the Company. No meeting of Independent Director was held during the financial year under review.

20. Corporate Social Responsibility (CSR) Policy & Committee.

Company has identified following CSR activities under a project to be implemented in different areas against the CSR liability for the financial year 2022-23 of Rs. 81.68 lakhs-

1. To provide infrastructure and other Development facilities in Government Hospitals –
 - Arrangement of stay/dormitory facility for attendants of patients in Government Hospitals.
2. Self-reliance/ self-support program for socially and economically weaker women, deprived section and children.
3. Any other activity associated with these activities–
 - Arrangement of various facilities of public utility.

As per the requirements of the Section 135 of the Companies Act, 2013 and after appointment of Independent directors, CSR Committee was re-constituted in following manner on 23.10.2020 -

1. Secretary, Finance(Revenue) GOR
2. Executive Director
3. Shri L. D. Sharma

One meeting of Audit Committee was held on 27.03.2023 where all director members were present.

The unspent CSR amount of Rs. 81.68 lakhs has been transferred in a separate Bank account opened for this purpose. The disclosures as per Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014 are made in Annexure III.

21. Details of Subsidiary, Joint Venture or Associates

During the FY 2022-23, there was no Subsidiary, Joint Venture or Associate company of the Company.

22. Risk Management

Risks are events, situation or circumstances which may lead to negative consequences on the Company's businesses. Risk Management is a structured approach to manage uncertainty. The Corporation is running on real time on-line basis. By this, all the commercial activities of the Corporation have been channelized through login/ password facility ensuring true transparency in corporate functioning. The elements of risk are very minimal in the Corporation. There are 40 godowns of the Corporation in all over Rajasthan which all has been insured with material and all sales made by the Corporation are on cash basis. Even payment of purchases has been made after the sale as per the Liquor Source Policy of the Corporation. Corporation is formulating a proper risk management policy.

23. Details of significant & material orders passed by the regulators or courts or tribunal

No significant and material orders have been passed by any regulators or courts or tribunals impacting the going concern status and Company's operations in future.

24. Statement in Respect of Adequacy of Internal Financial Control with Reference to the Financial Statements

There has been adequate system of internal control to safeguard and protect from loss, unauthorized use or disposition of its assets in the Company. All the transactions has been properly authorized, recorded and reported to the Management. The Company has been following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. Internal Auditors are having regular and close watch over the Internal Financial Control system of the Company which is subsequently also discussed in the various meetings of Audit Committee of the Board.

25. Deposits

In the beginning of the Financial Year 2022-23, there were no deposits lying with the Company and further it is clarified that no money have been received which fall under the category of deposits during the Financial Year 2022-23.

26. General

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- i. Issue of equity shares with differential rights as to dividend, voting or otherwise.
- ii. Issue of shares (including sweat equity shares) to employees of the Company under any scheme.
- iii. Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit records maintenance was not applicable on the Company. So, there was no requirement of Cost Auditor.
- iv. The provision of section 134(3)(p) relating to Board evaluation was not applicable on the Company during the year as the paid up share capital of the Corporation is less than Rs. 25.00 Crore.
Further, it is not applicable on the Government companies as per MCA Notification G.S.R. 463(E) dated 05.06.2015.
- v. The provisions of section 177(10) of the Companies Act, 2013 are not applicable on the Company therefore; the Company has not constituted Vigil Mechanism / Whistle Blower Policy.
- vi. There were no frauds found which have been reported to the Audit Committee / Board but not to Govt. of India for disclosure.

Your Directors further state that 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.

Acknowledgment

Your Directors express their sincere appreciation of the loyal and exemplary services rendered by the officers and staff of the Corporation in achieving significant results during the year under review and also confident that officers and staff will continue to strive hard to improve the performance of the Corporation in the years to come. The Board of Directors also take this opportunity to record their deep sense of gratitude to the Central Government/ State Government/ Company Bankers/ other autonomous bodies for their cooperation and valuable assistance given to the Corporation during the year under review.

For and on behalf of the Board of Directors

Place: JAIPUR
Date: 12.01.2024

Sd/-
(Ram Naraian Badgujar)
Executive Director
DIN: 08648847

Sd/-
(Krishna Kant Pathak)
CMD
DIN: 08328847

Form No. MGT-9
 EXTRACT OF ANNUAL RETURN
 as on the financial year ended on 31.03.2023
 [Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the
 Companies (Management and Administration) Rules, 2014]

I REGISTRATION AND OTHER DETAILS:												
1	CIN:-	U15511RJ2005SGC020336										
2	Registration Date	24/02/2005										
3	Name of the Company	RAJASTHAN STATE BEVERAGES CORPORATION LIMITED										
4	Company	State Government company										
5	Address of the Registered Office and contact details	5th Floor, CoERRA (Centre of Excellence for Revenue Research & Analysis) Bhawan, Plot no. 2, Near Aranyan Bhawan, Jhalana Institutional Area, Jaipur – 302004 Tel ; 0141-2744233/34, Fax; 0141-2744237 E-mail- Gmf.rsbccl@rajasthan.gov.in, Web: https://excise.rajasthan.gov.in/										
6	Whether listed company Yes / No	NO										
7	Name, Address and Contact details of Registrar and Transfer Agent, if any	N/A										
II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY												
All the business activities contributing 10 % or more of the Total turnover of the company shall be stated:-												
	Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to Total turnover of the company								
	1	Purchase and sale of IMFL and Beer	9961126	100								
III PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -												
	Sl. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN									
	1	NOT APPLICABLE										
	2											
	3											
IV SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)												
I Category-wise Share Holding												
		Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year	
			Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares		
		A) Promoters										
		1) Indian										
	a	Individual/ HUF	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	b	Central Govt	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	c	Sate Govt (S)	0	200000	200000	100	0	200000	200000	100	NIL	
	d	Bodies Corp	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	e	Bank /FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	f	Any Others	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
		Sub-Total (A) (1):-	0	200000	200000	100.00	0	200000	200000	100.00	NIL	
		2) Foreign										
	a	NRIs - Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	b	Other – Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	c	Bodies Corp.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	d	Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	e	Any Others	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
		Sub-Total (A) (2):-	0	0	0	0	0	0	0	0	NIL	
		Total shareholding of Promoter (A) = (A)(1)+(A)(2)	0	200000	200000	100.00	0	200000	200000	100.00	NIL	
		B. Public Shareholding										
		1) Institutions										
	a	Mutual funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	b	Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	c	Central Govt	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	d	Sate Govt (S)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	e	Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	f	Insurance Companies	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	g	FIs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	h	Foreign Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
	i	Others (Specify)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	
		Sub-Total (B) (1):-	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	

2) Non- Institutions										
a	Bodies Corp									
	i) Indians	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
	ii) Overseas	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b	Individuals									
	i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
	ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c	Others (Specify) Non Residential Individu									
	Sub-Total (B) (2):-	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
	Total Public Shareholding (B)=(B)(1)+ (B)(2)	0	0	0	0.00	0	0	0	0.00	NIL
	C) Shares held by Custodian for GDRs & ADRs	0	0	NIL		0	0	NIL		
	Grand Total (A+B+C)	0	200000	200000	100.00	0	200000	200000	100.00	NIL
II Shareholding of Promoters										
SL NO	Shareholders' Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holdi ng durin g the year		
		no of Shares	%of Shares Pledged / encumbered to Total Shares	no of Shares	%of Shares Pledged / encumbered to Total Shares					
1	His Excellency, The Governor of Rajasthan Through Principal Secretary to Government, Finance Department, Government Of Rajasthan.	199992	NIL	199992	NIL			NIL		
2*	Dr. Krishna Kant Pathak	0	NIL	1	NIL			100		
3*	Shri Kumar Pal Gautam	0	NIL	1	NIL			100		
4*	Shri Ravi Kumar Surpur	0	NIL	1	NIL			100		
5*	Shri Sukhaveer Saini	1	NIL	0	NIL			100		
6*	Smt. Shivangi Swarnakar	1	NIL	1	NIL			NIL		
7*	Smt. Tina Dabi	1	NIL	0	NIL			100		
8*	Smt. NamrataVrishni	0	NIL	1	NIL			100		
9*	Shri Ravi Jain	1	NIL	0	NIL			100		
10*	Shri Naresh Kumar Thakral	1	NIL	1	NIL			NIL		
11*	Shri Chetan Ram Deora	1	NIL	0	NIL			100		
12*	Shri Sunil Bhati	0	NIL	1	NIL			100		
13*	Shri Jaswant Singh	1	NIL	1	NIL			NIL		
14*	Shri Suresh Chand Gupta	1	NIL	0	NIL			100		
	Total	200000	NIL	200000	NIL			NIL		
NOTE: *all are nominees of State Governmen										
III Change in Promoters' Shareholding (please specify, if there is no change)										
Sl. No		Shareholding at the beginning of the year/ End of the year		Cumulative Shareholding during the year						
		No. of Shares	% of Total Shares of the company	No. of Shares	% of Total Shares of the company					
	At the beginning of the year									
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	No Change		No Change						
	At the End of the year									

IV Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):								
Sl. No	For Each of the Top Ten Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year				
		No. of Shares	% of Total Shares of the company	No. of Shares	% of Total Shares of the company			
1	At the beginning of the year							
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	NOT APPLICABLE						
3	At the End of the year (or on the date of seperation, if separated during the year)							
V Shareholding of Directors and Key Managerial Personnel:								
Sl. No	For Each of the Directors and KMP	Shareholding at the End of the year		Cumulative Shareholding during the year				
		No. of Shares	% of Total Shares of the company	No. of Shares	% of Total Shares of the company			
3	At the End of the year	0	0	0	0			
A.) Dr. Krishna Kant Pathak, CMD of the company								
1	At the beginning of the year	0	0	0	0			
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Suresh Chand Gupta to Dr. Krishna Kant Pathak on 23.09.2022						
3	At the End of the year	1	0.0005%	1	0.0005%			
B.) Shri Suresh Chand Gupta, CMD of the company								
1	At the beginning of the year	1	0.0005%	1	0.0005%			
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Suresh Chand Gupta to Dr. Krishna Kant Pathak on 23.09.2022						
3	At the End of the year	0	0	0	0			
C.) Shri Ravi Kumar Surpur, Director of the company								
1	At the beginning of the year	0	0	0	0			
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Ravi Jain to Shri Ravi Kumar Surpur on 23.09.2022						
3	At the End of the year	1	0.0005%	1	0.0005%			
D.) Shri Ravi Jain, Director of the company								
1	At the beginning of the year	1	0.0005%	1	0.0005%			
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Ravi Jain to Shri Ravi Kumar Surpur on 23.09.2022						
3	At the End of the year	0	0	0	0			
E.) Shri Naresh Kumar Thakral, Director of the company								
1	At the beginning of the year	1	0.0005%	1	0.0005%			
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	No Change						
3	At the End of the year	1	0.0005%	1	0.0005%			

F.) Shri Kumar Pal Gautam, Director of the company						
1	At the beginning of the year	0	0	0	0	
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Prakash Rajpurohit to Shri Kumar Pal Gautam on 23.09.2022				
3	At the End of the year	1	0.0005%	1	0.0005%	
G.) Shri Chetan Ram Deora, Director of the company						
1	At the beginning of the year	1	0.0005%	1	0.0005%	
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Chetan Ram Deora to Shri Prakash Rajpurohit on 23.09.2022				
3	At the End of the year	0	0	0	0	
H.) Smt. Shivangi Swarnakar, Director of the company						
1	At the beginning of the year	1	0.0005%	1	0.0005%	
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	No Change				
3	At the End of the year	1	0.0005%	1	0.0005%	
I.) Shri Sukhaveer Saini, Executive Director of the company						
1	At the beginning of the year	1	0.0005%	1	0.0005%	
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Sukhaveer Saini to Shri Sunil Bhati on 12.01.2023				
3	At the End of the year	0	0	0	0	
J.) Shri Sunil Bhati , Executive Director of the company						
1	At the beginning of the year	0	0	0	0	
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Sukhaveer Saini to Shri Sunil Bhati on 12.01.2023				
3	At the End of the year	1	0.0005%	1	0.0005%	
K.) Shri Prakash Rajpurohit , Director of the company						
1	At the beginning of the year	0	0	0	0	
2	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat etc.)	One Share Transferred from Shri Chetan Ram Deora to Shri Prakash Rajpurohit on 23.09.2022. Further one Share Transferred from Shri Prakash Rajpurohit to Shri Kumar Pal Gautam on 23.09.2022				
3	At the End of the year	0	0	0	0	
NOTE: ALL DIRECTORS ARE NOMINEE OF STATE GOVERNMENT.						
V	INDEBTEDNESS					
	Indebtedness of the Company including interest outstanding/accrued but not due for payment					
		Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness	
	Indebtedness at the beginning of the financial year					
I	Principal Amount	NIL	NIL	NIL	NIL	
II	Interest due but not paid	NIL	NIL	NIL	NIL	
III	Interest accrued but not due	NIL	NIL	NIL	NIL	
	Total (i+ii+iii)	NIL	NIL	NIL	NIL	
	Change in Indebtedness during the financial year					
	Addition	NIL	NIL	NIL	NIL	
	Reduction	NIL	NIL	NIL	NIL	
	Net Change	NIL	NIL	NIL	NIL	
	Indebtedness at the end of the financial year					
I	Principal Amount	NIL	NIL	NIL	NIL	
II	Interest due but not paid	NIL	NIL	NIL	NIL	
III	Interest accrued but not due	NIL	NIL	NIL	NIL	
	Total (i+ii+iii)	NIL	NIL	NIL	NIL	

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL									
A Remuneration to Managing Director, Whole-time Directors and/or Manager									
Sl. no.	Particulars of Remuneration	Name of WTD/ Manager		Total Amount (Rs. In Lakh)					
		Sh. Sukhveer Saini	Sh. Sunil Bhati						
1	Gross salary	68.59		68.59					
2	Stock Option								
3	Sweat Equity								
4	Commission as % of profit others, specify								
5	Others, please specify								
	Total (A)	68.59		68.59					
	Ceiling as per the act								
B Remuneration to other directors									
Sl. no.	Particulars of Remuneration	Name of Directors	Total Amount						
1	Independent Directors								
	Fee for attending board committee meetings	NIL							
	Commission								
	Others, please specify								
	Total (1)								
2	Other Non-Executive Directors								
	Fee for attending board committee meetings	NIL							
	Commission								
	Others, please specify								
	Total (2)								
	Total (B)=(1+2)	NIL							
	Total Managerial Remuneration								
	Overall Ceiling as per the Act								
C REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD									
Sl. no.	Particulars of Remuneration	Key Managerial Personnel							
		CEO	COMPANY SECRETARY	CFO	TOTAL				
1	Gross salary	NOT APPLICABLE							
a	Salary as per provision contained in Section 17(1) of the Income Tax Act, 1961								
b	Value of perquisites u/s 17(2) Income-tax Act, 1961								
c	Profits in lieu of salary under section 17(3) Income- tax Act, 1961								
2	Stock Option								
3	Sweat Equity								
4	Commission as % of profit others, specify								
5	Others, please specify								
	Total								
	Overall Ceiling as per the Act								
VI PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:									
Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority (RD/NCLT/ Court)	Appeal Made If any (Give Details)				
A	COMPANY		NOT APPLICABLE						
	Penalty								
	Punishment								
	Compounding								
A	DIRECTORS								
	Penalty								
	Punishment								
	Compounding								
A	OTHER OFFICERS IN DEFAULT								
	Penalty								
	Punishment								
	Compounding								

DEEPAK ARORA & ASSOCIATES

Practicing Company Secretaries

Address: 23 Ka-4, Jyoti Nagar, Near Vidhan Sabha, Jaipur-302005 (Rajasthan)

Phone No. 0141-2740960, 9351788834, 9829188834 • E-Mail: cs@csdeepakarora.com • www.csdeepakarora.com

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st 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,
RAJASTHAN STATE BEVERAGES CORPORATION LIMITED
(CIN: U15511RJ2005SGC020336)
5th floor, CoERRA
(Centre of Excellence for Revenue Research & Analysis) Bhawan,
Plot No. 2, Near Aranya Bhawan, Jhalana Institutional Area,
Jhalana Doongri, Jaipur Rajasthan, India, 302004

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **RAJASTHAN STATE BEVERAGES CORPORATION LIMITED** (hereinafter called as “**the Company**”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our 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, we here by report that in our opinion, the company has, during the audit period covering the financial year ended on **31st March, 2023** (‘Audit Period’) complied with the statutory provisions listed here under and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- i. The Companies Act, 2013 (the Act) and the rules made there under as amended from time to time;
- ii. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder; (**Not applicable to the company during the audit period**);
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder (**Not applicable to the company during the audit period**);
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (**Not applicable to the company during the audit period**);

DEEPAK ARORA & ASSOCIATES

Practicing Company Secretaries

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- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') as amended from time to time:
- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **(Not applicable to the company during the audit period);**
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; **(Not applicable to the company during the audit period);**
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(Not applicable to the company during the audit period);**
 - d) The Securities and Exchange Board of India (Share based Employee benefits) Regulations, 2014; **(Not applicable to the company during the audit period);**
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the company during the audit period);**
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **(Not applicable to the company during the audit period);**
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the company during the audit period);**
 - h) The Securities and Exchange Board of India (Buy back of Securities) Regulations, 2018; **[Not applicable as the Company has not bought back/proposed to buy-back any of its securities during the financial year under review]; and**
 - i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015; **(Not applicable to the company during the audit period);**

We further report that, having regard to the compliance system prevailing in the Company and as certified by management and on examination of the relevant documents and records in pursuance thereof, on test check basis, the Company has complied with the following laws applicable specifically to the company named as under:

- a) Industrial Disputes Act, 1947;
- b) Workmen's Compensation Act, 1923;
- c) Food Safety and Standards Act, 2006;
- d) Legal Metrology Act, 2009;
- e) The Indian Contract Act, 1872;
- f) The Special Economic Zone Act, 2005;
- g) The Export and Import Policy of India;
- h) The Trade Mark Act, 1999;
- i) The Indian Copyright Act, 2005;
- j) The Patents Act, 1970;

DEEPAK ARORA & ASSOCIATES

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- k) The Trade Unions Act, 1926;
- l) The Employees' Provident Fund & Miscellaneous Provisions Act, 1952;
- m) The Employees' State Insurance Act, 1948;
- n) Equal Remuneration Act, 1976;
- o) Any other Applicable Laws.

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

Secretarial Standards with regard to Meeting of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India;

We further report that The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors. The change in the composition of the Board of Directors that took place during the period under review and were duly complied 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 in advance as required, 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.

All decisions of Board and Committees meetings were carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or committee of the Board, as the case may be.

We 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 however it is recommended to further strengthen the controls and processes, considering the growing scale and operations of the Company to avoid non compliances of rules and regulations under any statute.

We further report that in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. no such events/actions having major bearing on the Company's affairs have occurred during the audit period.

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

For DEEPAK ARORA & ASSOCIATES
Practicing Company Secretaries
ICSI Unique Code: P2001RJ080000

Place: JAIPUR
Date: 10th January, 2024

DEEPAK ARORA
Partner
FCS No: 5104
C P No: 3641
UDIN: F005104E003177889
Peer Review Certificate: P2001RJ080000

DEEPAK ARORA & ASSOCIATES

Practicing Company Secretaries

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Annexure-A

To,

The Members,**RAJASTHAN STATE BEVERAGES CORPORATION LIMITED**

(CIN: U15511RJ2005SGC020336)

5th floor, CoERRA

(Centre of Excellence for Revenue Research & Analysis) Bhawan,

Plot No. 2, Near Aranya Bhawan, Jhalana Institutional Area,

Jhalana Doongri, Jaipur Rajasthan, India, 302004

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

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. 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 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 DEEPAK ARORA & ASSOCIATES
Practicing Company Secretaries
ICSI Unique Code: P2001RJ080000

Place: JAIPUR
Date: 10th January, 2024

DEEPAK ARORA
Partner
FCS No: 5104
C P No: 3641
UDIN: F005104E003177889
Peer Review Certificate: P2001RJ080000

CORPORATE SOCIAL RESPONSIBILITY

The CSR Policy was approved by the Board of Directors in its meeting held 30.12.2015. This policy encompasses the company's philosophy for delineating its responsibility as a corporate citizen and lays down the guidelines and mechanism for undertaking socially useful programs for welfare & sustainable development of the community at large, is titled as the "RSBCL CSR Policy". This policy shall apply to all CSR initiatives and activities taken up by RSBCL, for the benefit of different segments of the society, specifically the deprived, under privileged and differently abled persons.

Objective of the RSBCL CSR Policy is to directly or indirectly take up programs that benefit the communities over a period of time, in enhancing the quality of life & economic well-being of the public at large in the State of Rajasthan and to generate, through its CSR initiatives, a community goodwill for RSBCL and help reinforce a positive & socially responsible image of RSBCL as corporate entity like-

Providing essential facilities for better quality of life to the needy-

- To distribute free uniforms to the poor students of Govt. Schools especially in the State of Rajasthan.
- Help to differently disabled people by way of providing artificial limbs, tools, aid appliances etc.
- Relief to victims of Natural Calamities like Earth Quake, Cyclone, Draught and Flood situation etc. in any part of the State of Rajasthan.
- Disaster Management Activities including those related to mitigation.
- Eradicating hunger, poverty and malnutrition, promoting preventive health care and making available safe drinking water.
- Promoting education; including special education and employment enhancing vocation skills especially among children, woman, elderly and the differently abled and livelihood enhancement projects.

Infrastructure development-

- Construction of Toilets in Govt. Girls schools. Construction of / in Govt. Schools, Colleges, Hospitals, CHC, PHC Sub Centre & other Govt. Hospitals and providing infrastructure support & equipments for Government Hospitals.
- Repair and maintenance of different link roads so that the movement of the people in vicinity can be facilitated.
- RSBCL may adopt village preferably in its immediate vicinity. The existing roads of the village may be strengthened, sanitary facilities may be provided,
- To contribute in Swachha Bharat Abhiyan.
- To part finance/contribute as public share in the Govt. Schemes with Public Participation (Jan Sahabhagita Yojna) if such contribution is covered under the rules of the Scheme, taken up by any Govt. Deptt. In Rajasthan for the activities covered under Schedule-VII of Companies Act, 2013.
- RSBCL may organize and provide financial assistance to district level games tournaments.
- RSBCL may organize and provide financial assistance to district/other libraries by providing books/furniture etc.
- RSBCL may organize and provide financial assistance for organizing Health Camps, various rallies for awareness etc.

CSR COMMITTEE :

As per the requirements of the Section 135 of the Companies Act, 2013 and after appointment of Independent directors, CSR Committee was re-constituted in following manner on 23.10.2020 -

1. Secretary, Finance(Revenue) GOR
2. Executive Director
3. Shri L. D. Sharma

For the year 2022-23, total liability for CSR activities was ascertained of Rs. 81.68 Lakh as follows-

(₹ in Lakhs)	
Adjusted Profit for FY 2019-20	3294.68
Adjusted Profit for FY 2020-21	4455.75
Adjusted Profit for FY 2021-22	4501.67
Total Profit for the last three years	12252.10
Average Profit of last three years	4084.03
2% of Average Profit	81.68

CSR project or activity identified	Amount Sanctioned for the CSR project or activity	Amount spent on or before 31.03.2023
1. To provide infrastructure and other Development facilities in Government Hospitals – <ul style="list-style-type: none"> • Arrangement of stay/dormitory facility for attendants of patients in Government Hospitals. 2. Self reliance/ self support program for socially and economically weaker women, deprived section and children. 3. Any other activity associated with these activities – <ul style="list-style-type: none"> • Arrangement of various facilities of public utility. 	81.68 Lakh	Nil* *The unspent CSR amount of Rs. 81.68 Lakh has been transferred in a separate Bank account opened for this purpose.

This is to certify that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.

For and on behalf of the Board of Directors

Place: JAIPUR
Date: 12.01.2024

(Ram Narayan Badgujar)
Executive Director
DIN: 08648847

(Krishna Kant Pathak)
CMD
DIN: 08328847

DIRECTORS' REPLY TO AUDITORS' REPORT

Emphasis on matter

AUDITORS' REPORT	REPLY
<p>1. Refer Note No. 6(D), as on 31.03.2023 there is liability in the name of 'other payables' amounting to Rs. 1511.97 Lakh, which represents the excess amount recovered from various customers over and above the actual amount of custom duty paid to the supplier as per liquor sales policy and liquor sourcing policy. Such excess amount recovered was not refunded to the customers over the period.</p>	<p>In the year 2020-21 it has come to notice that the importers of Foreign Liquor have paid applicable custom duty in preceding years less than what was stated in the cost sheet at the relevant time. Such excess over and above actuals were retained by the suppliers (importers), therefore, RSBCL has recovered an amount of ₹ 1511.97 Lakhs from the Suppliers (Importers) of Foreign Liquor by debiting their running account maintained with RSBCL. The amount so recovered has been shown as other current liabilities in Note No.6 forming part of financial statements as RSBCL apprehends that the said amount may be paid in future to the consumer/consumer welfare fund. One of the supplier from which excess custom duty was recovered has filed case against Corporation for the recovered amount. The case is still pending in the High Court.</p>
<p>2. Refer Note No. 12(C)(b) Trade Receivables, as on 31.03.2023 there is amount of Rs. 707.50 Lakhs recoverable from liquor retailers. The company has the practice and procedure to receive advance from liquor retailers against goods to be issued, but the amount of additional margin to be charged was not entered in the system for invoice raising in preceding financial year, as a result we observed that total amount of Rs. 2078.19 lakh became due from such retailers, out of which an amount Rs. 1370.69 lakh was recovered from retailers in the F.Y. 2022-23 and remaining amount of Rs. 707.50 Lakhs is still recoverable.</p>	<p>During the year it has come to the notice to the corporation that Additional margin recovery for the sum of Rs. 2078.19 Lakhs is due from retailers of the year 2021-22. Amount Rs. 1370.69 Lakh was recovered from retailers in year FY 2022-23 from above said recovery. The amount of Rs. 707.50 Lakhs is yet to be recovered from retailers at the end of 31 March 2023. In the year 2023-24 (upto sept,23) amount of Rs. 39.00 Lakhs is also recovered from the remaining recovery amount. Efforts are being made for early recovery of the remaining amount. As per the Conservative assumption of accounting system provision for the amount of Rs. 707.50 Lakhs which stand at the end of the 31st March 2023 is made.</p>

AUDITORS' REPORT	REPLY
<p>Annexure-1 to the Auditor's Report of Rajasthan State Beverages Corporation Limited (The Annexure referred to in Independent Auditors' Report to the Members of the Company on the financial statements for the year ended 31st March 2023, we report that: -</p>	
(I) In respect of Assets:	
(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment. (B) The Company has maintained proper records showing full particulars of Intangible Assets.	No Comments
(b) The major Property, Plant and Equipment of the company have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.	No Comments
(c) According to the information and explanation given to us, the title deeds of the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) are held in the name of the company.	No Comments
(d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.	No Comments
(e) According to the information and explanation given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder during the year.	No Comments
(ii) In respect of Inventories:	
(a) The management has conducted physical verification of inventory at reasonable intervals during the year, in our opinion, the coverage and procedure of such verification by the management is appropriate. As informed to us, any discrepancies of 10% or more in the aggregate for each class of inventory were not noticed on such verification.	No Comments

<p>(b) The company has no working capital limits in excess of five crore rupees (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.</p>	<p>No Comments</p>												
<p>(iii) The Company has during the year, not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the provisions of clauses 3(iii) of the Order are not applicable.</p>	<p>No Comments</p>												
<p>(iv) The company has not granted any loan, made investment, given guarantees as explained to us. Further, the provisions of section 185 and 186 of the Companies Act, 2013 have been complied by the company.</p>	<p>No Comments</p>												
<p>(v) The Company has not accepted any deposits or amounts which are deemed to be deposits under the directives of the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable. Accordingly, the provisions of clause 3(v) of the Order are not applicable.</p>	<p>No Comments</p>												
<p>(vi) To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.</p>	<p>No Comments</p>												
<p>(vii) (a) The Company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.</p> <p>(b) The dues out standing in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues on account of any dispute, are as follows:</p>	<p>No Comments</p> <table border="1" data-bbox="234 1128 1241 1942"> <thead> <tr> <th>Name of the Statute</th> <th>Nature of dues</th> <th>Amount (₹ in Lakh)</th> <th>Amount Paid Under Protest</th> <th>Period to which Amount Relates</th> <th>Forum where the dispute is pending</th> </tr> </thead> <tbody> <tr> <td>Service Tax /CGST & Central Excise Commissionerate, Jaipur</td> <td>Service Tax</td> <td>719.26</td> <td>25.69 Lakh</td> <td>April 2015 to June 2017</td> <td>I. CESTAT, Delhi</td> </tr> </tbody> </table> <p>The Commissioner of CGST & Central Excise Commissionerate has issued show cause notice of Rs. 1712.17 Lacs as service tax on the gross margin under the service tax category Business Auxiliary Service up to June-2017 (for the F.Y 2015-16 to 2017-18). The commissioner has finalized the order Dated 31.5.19 in which it has raised demand of service tax amounting to Rs. 3,42,50,377/-, interest amounting to Rs.3,42,50,377/-, penalty amounting to Rs 34,25,037/- Total Rs. 7,19,25,791/- . RSBCL has filed an appeal against the said order of the Commissioner in CESTAT New Delhi. As per the detail provided by the M/s Gopal Sharma & Co. (Corporations Counsel), corporation has deposited 7.5% of demand amounting to Rs. 25,68,788/- order protest on dated 29.07.2019 and Filed the CESTET appeal against OIO/OIA: JAI-EXCUS-000-COM-15-16-19-20 on 02-09-2019. These Matters have been decided in favor of the company on 03.07.2023.</p>	Name of the Statute	Nature of dues	Amount (₹ in Lakh)	Amount Paid Under Protest	Period to which Amount Relates	Forum where the dispute is pending	Service Tax /CGST & Central Excise Commissionerate, Jaipur	Service Tax	719.26	25.69 Lakh	April 2015 to June 2017	I. CESTAT, Delhi
Name of the Statute	Nature of dues	Amount (₹ in Lakh)	Amount Paid Under Protest	Period to which Amount Relates	Forum where the dispute is pending								
Service Tax /CGST & Central Excise Commissionerate, Jaipur	Service Tax	719.26	25.69 Lakh	April 2015 to June 2017	I. CESTAT, Delhi								

Name of the Statute	Nature of dues	Amount (₹ in Lakh)	Amount Paid Under Protest	Period to which Amount Relates	Forum where the dispute is pending	
Service Tax /CGST & Central Excise Commissionerate, Jaipur	Service Tax	842.33	21.05 Lakh	April 2011 to March 2015	II.CESTAT, Delhi	The Commissioner of Central Excise Jaipur-I raised a show cause notice dated 18/11/2016 of Rs. 2053.17 Lacs as service tax on the gross margin and other receipts under the service tax category Business Auxiliary Service from April 2011 to March 2015 for the above show cause notice of Rs. 2053.17 Lacs corporation has submitted detailed reply along with own order of the Hon'ble Rajasthan High Court. The Commissioner has finalized the order against the corporation dated 31-05-2019 in which it has raised demand of service tax amounting to Rs. 2,80,71,100/-, interest amounting to Rs 2,80,71,100/-, penalty amounting to Rs 2,80,71,100/-,penalty amounting to Rs 20,000/- total Rs.8,42,33,300/- RSBCL has filed an appeal against the said order of the Commissioner in CESTAT New Delhi. As per the detail provided by the M/s Gopal Sharma & Co. (Corporations Counsel), corporation has deposited 7.5% of demand amounting to Rs. 21,05,332/- order protest on dated 29.07.2019 and Filed the CESTAT appeal against OIO/OIA: JAI-EXCUS-000-COM-15-16-19-20 on 02-09-2019. These Matters have been decided in favor of the company on 03.07.2023.
Income Tax	Income Tax	242.19	48.43	2016-17	CIT(Appeals)	This demand related to assessment of Income Tax Returns of pertaining years. Income Tax department has raised demand for the respective years against which corporation filled appeals in CIT (Appeals).
	Income Tax	21	4.2	2007-08	CIT(Appeals)	
	Income Tax	714.01	142.8	2019-20	CIT(Appeals)	
Income Tax	TDS	1.26	0	2019-20	TDS Ward	The demand in TDS is Related to wrong PAN given by the licensee on account of sales and TCS collected by the RSBCL. RSBCL is continuously collecting correct PAN of licensee whose PAN is wrong, so that the demand can be resolve by RSBCL on continuously and timely Basis
	TDS	26.52	0	2020-21	TDS Ward	
	TDS	11.25	0	2021-22	TDS Ward	
	TDS	14.80	0	2022-23	TDS Ward	
(viii) According to the information and explanation given to us, company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.						No Comments
(ix) The Company has no borrowing, including debt securities during the year; Accordingly, the requirement to report on clause 3(ix) of the Order is not applicable to the Company.						No Comments
(x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year; (b) According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, the requirement to report on clause 3(x) of the Order is not applicable to the Company.						No Comments

<p>(xi) (a) According to the information and explanation given to us, any fraud by the company or any fraud on the company has not been noticed or reported during the year.</p> <p>(b) According to the information and explanation given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;</p> <p>(c) According to the information and explanation given to us, no whistle-blower complaints, received during the year by the company;</p>	No Comments
<p>(xii) Company is not a Nidhi company, accordingly provisions of the Clause 3(xii) of the Order is not applicable to the company.</p>	No Comments
<p>(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the Financial Statements as required by the applicable Accounting Standards and the Companies Act, 2013.</p>	No Comments
<p>(xiv) (a) According to the information and explanations given to us, the company has an Internal audit system commensurate with the size and nature of its business;</p> <p>(b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.</p>	No Comments
<p>(xv) According to the information and explanations given to us, we are of the opinion that the company has not entered into any non-cash transactions with directors or persons connected with him and accordingly, the provisions of clause 3(xv) of the Order is not applicable.</p>	No Comments
<p>(xvi) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.</p>	No Comments
<p>(xvii) According to the information and explanations given to us and based on the audit procedures conducted we are of opinion that the company has not incurred any cash losses in the financial year and the immediately preceding financial year.</p>	No Comments
<p>(xviii) There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the Order are not applicable.</p>	No Comments
<p>(xix) 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 indicating that company is incapable 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.</p>	No Comments
<p>(xx) The company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in Compliance with second proviso to sub-section (5) of section 135 of the said Act.</p>	No Comments
<p>(xxi) The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.</p>	No Comments

Annexure -2 to the Auditors' Report

Emphasis on Matter

AUDITORS' REPORT	REPLY
<p>1. The Corporation is recording purchases, sales, opening Stock, Closing Stock, Rate revision through Integrated Excise management system (IEMS) software for which safe host audit/system audit (Information Technology Audit) was to be carried out by Rajcomp Info Services Ltd every year. (A Govt. of Rajasthan undertaking). During the financial year 2022-2023 the security audit was conducted on 03rd August 2022 after the last security audit dated 10th August 2020. As per information and explanation given by the management, all observations raised in security audit have been resolved.</p>	<p>Security Audit of software is a continuous process. Therefore, security audit will be carried out every year including all software changes, new software modules developed and implemented during the FY and report will be present to auditors.</p>
<p>2. Refer to paragraph no. 2 of Emphasis of matter of our Independent Auditor's Report, the company had skipped to timely charge additional margin in their invoicing to retailers for F.Y. 2021-2022 and some period of F.Y. 2022-2023. On being aware the same was updated late in the system which shows lack of internal financial control in integration of additional margin with module of invoicing to the customers.</p>	<p>During the year it has come to the notice to the corporation that Additional margin recovery for the sum of Rs. 2078.19 Lakhs is due from retailers of the year 2021-22. Amount Rs. 1370.69 Lakh was recovered from retailers in year FY 2022-23 from above said recovery. The amount of Rs. 707.50 Lakhs is yet to be recovered from retailers at the end of 31 March 2023. In the year 2023-24 (upto sept,23) amount of Rs. 39.00 Lakhs is also recovered from the remaining recovery amount. Efforts are being made for early recovery of the remaining amount. As per the Conservative assumption of accounting system provision for the amount of Rs. 707.50 Lakhs which stand at the end of the 31st March 2023 is made.</p>

REPLY OF COMMENTS ON PROFITABILITY AND FINANCIAL POSITION

COMMENTS	MANAGEMENT REPLY
<p>A. Comment on Profitability Statement of Profit & Loss Expenses Other expenses (Note No. 21) 6729.91 lakh Direct expenses for shop 1023.99 lakh</p> <p>The above does not include ₹ 84.43 lakh being various dues payable to District Excise Office, Bikaner (DEO, Bikaner) towards the liquor shop surrendered in Bikaner. The DEO, Bikaner asked (November 2022) the Company to deposit outstanding deficit guarantee amount, basic license fee and Composite fees towards the shop amounting to 84.43 lakh. However, the Company neither deposited the amount nor made provision towards the outstanding liability of 84.43 lakh. This has resulted in understatement of Other Expenses as well as understatement of Other Current Liabilities (Note No. 6) by ₹ 84.43 lakh. Consequently, Profit for the year is also overstated by ₹ 84.43 lakh.</p>	<p>RSBCL run 9 liquor shops in the year 2021-22 after obtaining approval from the competent authority and as per Excise policy for the year. In view of staff shortage and other difficulties faced in running the liquor shops, 8 shops were surrendered on 04.08.2021. Due to surrender of shops, concerned District Excise Officers raised demand towards deficit guarantee amount, basic license fee on deficit guarantee amount and composite fees. RSBCL deposited the demand amount after competent approval.</p> <p>RSBCL deposited the amount of Rs. 45.91 Lakhs on 28.10.2022 as demanded by DEO Bikaner vide its letter no. 3580 dated 27.06.2022. After depositing the amount, DEO Bikaner again raised a demand of Rs. 84.43 Lakhs on 28.11.2022. This demand of Rs. 84.43 Lakhs could not be taken in consideration due to oversight.</p> <p>The company will ensure corrective action in the subsequent financial year 2023-24 and will take care in future.</p>
<p>B. Comment on Financial Position Balance Sheet Assets Current Assets Short Term Loans and Advances (Note No. 14) 2298.46 lakh</p> <p>The above includes 22.73 crore being advance given to Rajasthan State Road Development and Constructions Corporation Ltd (RSRDC) for construction of "Centre of Excellence for Revenue Research and Analysis" (COERRA Building). Out of the amount advanced by the Company, RSRDC incurred expenditure of 21.25 crore upto 31 March 2023 and the work was in progress. The expenditure of 21.25 crore on the construction of COERRA building should have been capitalised as CWIP. However, RSBCL did not convert the advance of 21.25 crore into Fixed Assets (CWIP).</p>	<p>It is stated that RSBCL got the Possession of CoRREA Building in Financial Year 2023-24. Company shown the amount given to RSRDC as advance because there is no MOU between RSBCL, RSGSM and Excise regarding the utilization of building area.</p> <p>Company is making efforts to resolve the issue.</p>

Sd/-
(Krishna Kant Pathak)
CMD

INDEPENDENT AUDITOR'S REPORT**TO THE MEMBERS OF RAJASTHAN STATE BEVERAGES CORPORATION LIMITED****Report on the Audit of the Financial Statements****Opinion**

We have audited the accompanying financial statements of **RAJASTHAN STATE BEVERAGES CORPORATION LIMITED** ("*the Company*") which comprises the Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including 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 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 **March 31, 2023** and the profit 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.

Emphasis of Matter

We draw attention to following matters related with the financial statements:

1. Refer Note No. 6(D), as on 31.03.2023 there is liability in the name of 'other payables' amounting to Rs. 1511.97 Lakh, which represents the excess amount recovered from various customers over and above the actual amount of custom duty paid to the supplier as per liquor sales policy and liquor sourcing policy. Such excess amount recovered was not refunded to the customers over the period.
2. Refer Note No. 12(C)(b) Trade Receivables, as on 31.03.2023 there is amount of Rs. 707.50 Lakhs recoverable from liquor retailers. The company has the practice and procedure to receive advance from liquor retailers against goods to be issued, but the amount of additional margin to be charged was not entered in the system for invoice raising in preceding financial year, as a result we observed that total amount of Rs. 2078.19 lakh became due from such retailers, out of which an amount Rs. 1370.69 lakh was recovered from retailers in the F.Y. 2022-23 and remaining amount of Rs. 707.50 Lakhs is still recoverable.

Our opinion is not modified in respect of above matters.

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. There were no Key audit matters observed during the period.

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 Board's Report, but does not include the financial statements and our auditor's report thereon. The Board's Report is expected to be made available to us after the date of this report.

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

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

Responsibility of Management 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, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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.

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

Auditor's Responsibility 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 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 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 Companies Act, 2013, we give in the '**Annexure 1**' statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of accounts as required by law have been kept by the Company so

far as it appears from our examination of those books.

- (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statement complies with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) Being Government Company pursuant to notification no. GSR 463 (E) dated 05/06/2015 issued by Ministry of Corporate Affairs; the provisions of section 164(2) of the Act are not applicable to the Company.
- (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 2**”.
- (g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirement of Section 197(16) of the Act, we report that being a Government company, the provision of aforesaid section is not applicable.
- (h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer Note No. 25.22.02 to the financial statements.
 - 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.
3. As required under the directions and sub directions issued by the Comptroller and Auditor General of India in terms of sub section (5) of section 143 of the Companies Act, 2013 and on the basis of such checks of the books and records of the said Company as we considered appropriate and according to the information and explanation given to us, we are enclosing our report in “**Annexure-3**”

**For Gopal Sharma & Co
Chartered Accountants
FRN 002803C**

**Sd/-
(CA Gautam Sharma)
Partner**

M. No. 079225

UDIN:24079225BKQX4581

**Place : Jaipur
Date: 12.01.2024**

Annexure-1 to the Auditor’s Report of Rajasthan State Beverages Corporation Limited

(The Annexure referred to in Independent Auditors’ Report to the Members of the Company on the financial statements for the year ended 31st March 2023, we report that)

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

(i) **In respect of Asset**

- (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of Intangible Assets.
- (b) The major Property, Plant and Equipment of the company have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us, the title deeds of the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) are held in the name of the company.

Immovable Property not in name of Company								
S.No.	Head in the Balance Sheet	Description of property	Location of property	Gross Carrying Value *	Title Deed held in name of-	Whether title deed holder is promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date *	Reason for not being held in the name of company
NIL								

- (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) According to the information and explanation given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder during the year.

(ii) **In respect of Inventory**

- (a) The management has conducted physical verification of inventory at reasonable intervals during the year, in our opinion, the coverage and procedure of such verification by the management is appropriate. As informed to us, any discrepancies of 10% or more in the aggregate for each class of inventory were not noticed on such verification.

- (b) The company has no working capital limits in excess of five crore rupees (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.
- (iii) The Company has during the year, not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the provisions of clauses 3(iii) of the Order are not applicable.
- (iv) The company has not granted any loan, made investment, given guarantees as explained to us. Further, the provisions of section 185 and 186 of the Companies Act, 2013 have been complied by the company.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits under the directives of the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable. Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- (viii) (a) The Company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.
- (b) The dues out standing in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount (₹ in Lakhs)	Amount Paid Under Protest	Period to which the amount relates	Forum where dispute is pending
Service Tax/CGST & Central Excise Commissionerate, Jaipur	Service Tax*	719.26	25.69	April 2015 To June 2017	I.CESTAT, Delhi
	Service Tax*	842.33	21.05	April 2011 To March 2015	II. CESTAT, Delhi
Income Tax	Income Tax	242.19	48.43	2016-17	CIT(Appeals)
Income Tax	Income Tax	21	4.2	2007-08	CIT(Appeals)
Income Tax	Income Tax	714.01	142.8	2019-20	CIT(Appeals)
Income tax	TDS	1.26	0	2019-20	TDS ward
Income tax	TDS	26.52	0	2020-21	TDS ward
Income tax	TDS	11.25	0	2021-22	TDS ward
Income tax	TDS	14.80	0	2022-23	TDS Ward

* The matters have been decided in favour of the company on 03.07.2023

- (viii) According to the information and explanation given to us, company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix) The Company has no borrowing, including debt securities during the year; Accordingly, the requirement to report on clause 3(ix) of the Order is not applicable to the Company.
- (x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year;
- (b) According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, the requirement to report on clause 3(x) of the Order is not applicable to the Company.
- (xi) (a) According to the information and explanation given to us, any fraud by the company or any fraud on the company has not been noticed or reported during the year.
- (b) According to the information and explanation given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) According to the information and explanation given to us, no whistle-blower complaints, received during the year by the company;
- (xii) Company is not a Nidhi company, accordingly provisions of the Clause 3(xii) of the Order is not applicable to the company.
- (xiii) According to the information and explanations given to us, we are of the opinion that all transactions with related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the Accounting Standards and the Companies Act, 2013.
- (xiv) (a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business;
- (b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.
- (xv) According to the information and explanations given to us, we are of the opinion that the company has not entered into any non-cash transactions with directors or persons connected with him and accordingly, the provisions of clause 3(xv) of the Order is not applicable.
- (xvi) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- (xvii) According to the information and explanations given to us and based on the audit procedures conducted we are of opinion that the company has not incurred any cash losses in the financial year and the immediately preceding financial year.

- (xviii) There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the Order are not applicable.
- (xix) 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 indicating that company is incapable 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) The company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act.
- (xxi) The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

**For Gopal Sharma & Co
Chartered Accountants
FRN 002803C**

**Sd/-
(CA Gautam Sharma)
Partner**

**Place : Jaipur
Date: 12.01.2024**

**M. No. 079225
UDIN:24079225BKEQUX4581**

Annexure “2” To The Independent Auditor’s Report

(Referred to in paragraph 2(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of Rajasthan State Beverages Corporation Limited of even date)

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 **Rajasthan State Beverages Corporation Limited** (“The Company”) as of **March 31, 2023** in conjunction with Internal Auditor Reports and our 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. The company has appointed Chartered Accountants for Internal Audits at 40 depots and at head office for verification of purchase, sale and stock of inventories and checking of proper accounting. Their reports are discussed in Audit Committee Meetings. 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 (“the Act”).

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 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.

Emphasis of Matter

1. The Corporation is recording purchases, sales, opening Stock, Closing Stock, Rate revision through Integrated Excise management system (IEMS) software for which safe host audit/system audit (Information Technology Audit) was to be carried out by Rajcomp Info Services Ltd every year. (A Govt. of Rajasthan undertaking). During the financial year 2022-2023 the security audit was conducted on 03rd August 2022 after the last security audit dated 10th August 2020. As per information and explanation given by the management, all observations raised in security audit have been resolved.
2. Refer to paragraph no. 2 of Emphasis of matter of our Independent Auditor's Report, the company had skipped to timely charge additional margin in their invoicing to retailers for F.Y. 2021-2022 and some period of F.Y. 2022-2023. On being aware the same was updated late in the system which shows lack of internal financial control in integration of additional margin with module of invoicing to the customers.

Our opinion is not modified in respect of above matters.

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.

**For Gopal Sharma & Co
Chartered Accountants
FRN 002803C**

**Sd/-
(CA Gautam Sharma)
Partner
M. No. 079225
UDIN:24079225BKEQUX4581**

**Place : Jaipur
Date: 12.01.2024**

Annexure “3” To The Independent Auditors' Report

(Referred to in paragraph 3 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Rajasthan State Beverages Corporation Limited of even date)

Report on the direction and sub-direction issued by C&AG of India under Section 143(5) of the Companies Act, 2013

S.No.	General Directions	Action taken by the Company	Impact on Accounts and Financials
1	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	As per information and explanations given to us, all the transactions are being accounted through Tally ERP Accounting Software by the company and no accounting transactions are outside IT system. The company is also using Integrated Excise Management System and based on reports generated by the system, accounting entries are being done in Tally ERP. As informed by the management, system audit has been conducted in August 2022 and report in September 2022. Further Internal Audit of the accounts is being carried by External Auditors on quarterly basis.	No Impact
2	Whether there is any restructuring of an existing loan or cases of waiver/ write off of debts/ loans/ interest etc. made by a lender to the Company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (in case, lender is a Government company, then this direction is also applicable for statutory auditor of lender Company).	As per information and explanations given to us, the company does not have any loans so there is no restructuring of any existing loan and waiver/write-off of debts/loans/ interest etc. of any lender to the Company's inability to repay the loan therefore this clause is not applicable.	NA
3	Whether funds received/ receivable for specific schemes from Central/ State agencies were properly accounted for/ utilized as per its terms and conditions? List the cases of deviation.	As per information and explanations given to us, there are no funds received/ receivable for specific schemes from Central/ State agencies by the company during the year.	NA

Company/Sector specific directions (Sub- Directions)

1	Whether the Company's pricing policy absorbs all fixed and variable cost of production as well as the allocation of Overheads	The company is not a manufacturing company; therefore, this clause is not applicable.	NA
2	What is the system of valuation of by-products and finished products? List out the cases of deviation from its declared policy.	The company is not a manufacturing company, so system of valuation of by- products and finished products is not applicable.	NA
3	Whether the company has effective system for physical verification, valuation of stock, treatment of non-moving items and accounting the effect of shortage / excess noticed during physical verification.	According to the information and explanation given to us, the company has effective system for physical verification, valuation of stock, treatment of non-moving items and accounting the effect of shortage/ excess noticed during physical verification. The inventory is physically verified by the management and internal auditors at regular intervals and any shortage/excess in the inventories is dealt in the books of accounts as per rule.	No Impact

**For Gopal Sharma & Co
Chartered Accountants
FRN 002803C**

**Sd/-
(CA Gautam Sharma)
Partner**

**M. No. 079225
UDIN:24079225BKEQUX4581**

**Place : Jaipur
Date: 12.01.2024**



FINANCIAL STATEMENTS 2022-23

RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

(A Government of Rajasthan Undertaking)

5th Floor, COERRA Building, Near Aranya Bhawan, Jhalana Bypass, Jaipur-302004

Tel: 0141-2744231 Fax: 0141-2744237, Web- www.rajexcise.gov.in, Email- gmf.rsbc@rajasthan.gov.in

CIN: U15511RJ2005SGC020336

BALANCE SHEET AS AT 31st MARCH, 2023

(₹ in Lakhs)

Particulars	Note No.	As at 31st March, 2023	As at 31st March, 2022
I EQUITY AND LIABILITIES			
(1) Shareholders' Fund			
(a) Share Capital	2	200.00	200.00
(b) Reserves and Surplus	3	16,787.64	13,430.36
		16,987.64	13,630.36
(2) Share Application Money Pending Allotment		-	-
(3) Non-Current Liabilities			
(a) Long Term Borrowings		-	-
(b) Other Long Term Liabilities	4	-	-
		-	-
(4) Current Liabilities			
(a) Short Term Borrowings		-	-
(b) Trade Payables	5	1,06,634.59	84,088.90
(c) Other Current Liabilities	6	8,965.61	5,799.87
(d) Short Term Provisions	7	1,884.66	1,561.50
		1,17,484.86	91,450.27
Total (I)		1,34,472.50	1,05,080.63
II ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
• (i) Property, Plant & Equipment	8	947.68	884.49
• (ii) Intangible Assets	8	2.04	2.04
(b) Non-current Investments		-	-
(c) Deferred Tax Assets (Net)	9	4.26	4.73
(d) Long Term Loans and Advances	10	3.28	3.28
(e) Other Non-current Assets		-	-
		957.26	894.54
(2) Current Assets			
(a) Current Investments		-	-
(b) Inventories	11	64,545.06	48,809.55
(c) Trade Receivables	12	85.83	2,162.42
(d) Cash and Bank Balance	13	61,238.57	47,972.15
(e) Short Term Loans and Advances	14	2,298.46	824.63
(f) Other Current Assets	15	5,347.32	4,417.34
		1,33,515.24	1,04,186.09
Total (II)		1,34,472.50	1,05,080.63

Significant accounting policies
Notes to the financial statements
As per our report of even date attached
For Gopal Sharma & Co.
Chartered Accountants
FRN : 002803C

1
2 to 25

For and on behalf of the Board of Directors

Gautam Sharma
Partner
M. No. : 079225
UDIN : 24079225BKQX4581

Brahma Prakash Sharma
GM (Finance)

Ram Naraijan Badgujar
Executive Director
DIN : 08648847

Place : Jaipur
Date : 12.01.2024

K.K. Pathak
CMD
DIN : 08328847

RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

(A Government of Rajasthan Undertaking)

5th Floor, COERRA Building, Near Aranya Bhawan, Jhalana Bypass, Jaipur-302004

Tel: 0141-2744231 Fax: 0141-2744237, Web- www.rajexcise.gov.in, Email- gmf.rsbc@rajasthan.gov.in

CIN: U15511RJ2005SGC020336

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2023

(₹ in Lakhs)

Particulars	Note No.	For the year ended 31st March, 2023	For the year ended 31st March, 2022
I Revenue from operations	16	8,67,433.62	7,49,359.63
II Other Income	17	6,742.95	5,350.44
III Total Income (I+II)		8,74,176.57	7,54,710.07
IV Expenses			
• Purchases of Stock-in-Trade		8,76,098.93	7,08,208.78
• Changes in inventories of Stock-in-Trade	18	(15735.52)	35146.70
• Employee benefits expenses	19	1,940.15	1,734.11
• Depreciation and amortisation expenses	20	114.98	76.88
• Other expenses	21	6,729.91	5,057.22
Total Expenses		8,69,148.45	7,50,223.69
V Profit before exceptional and extraordinary items and tax (III-IV)		5,028.12	4,486.38
VI Exceptional Items/Prior Period Income/(Expenses)	22	9.12	15.95
VII Profit before extraordinary items and tax (V+VI)		5,037.24	4,502.33
VIII Extraordinary Items		-	-
IX Profit before tax (VII-VIII)		5,037.24	4,502.33
X Tax Expenses			
• Current Tax		1,659.49	1,363.90
• Tax for earlier years		-	-
• Deferred Tax		0.47	0.66
Total Taxes (X)		1,659.96	1,364.56
XI Profit for the year (IX-X)		3,377.28	3,137.77
XII Earnings per equity share :			
• Basic/Diluted (In ₹)	23	1,688.64	1,568.88

Significant accounting policies
Notes to the financial statements
As per our report of even date attached
For Gopal Sharma & Co.
Chartered Accountants
FRN : 002803C

1
2 to 25

For and on behalf of the Board of Directors

Gautam Sharma
Partner
M. No. : 079225
UDIN : 24079225BKEQUX4581

Brahma Prakash Sharma
GM (Finance)

Ram Naraijan Badgujar
Executive Director
DIN : 08648847

Place : Jaipur
Date : 12.01.2024

K.K. Pathak
CMD
DIN : 08328847

RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

(A Government of Rajasthan Undertaking)

5th Floor, COERRA Building, Near Aranya Bhawan, Jhalana Bypass, Jaipur-302004

Tel: 0141-2744231 Fax: 0141-2744237, Web- www.rajexcise.gov.in, Email- gmf.rsbc@rajasthan.gov.in

CIN: U15511RJ2005SGC020336

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023

(₹ in Lakhs)

PARTICULARS	For the year ended 31st March, 2023	For the year ended 31st March, 2022
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before exceptional items & tax	5037.24	4502.33
Adjustments for:		
Depreciation & Amortisation Exp.	114.98	76.88
Misc. Expenditure Written off	-	-
Interest Income	(2375.56)	(1497.83)
Dividend Income	-	-
Loss/(Profit) on sale of asset	-	0.12
Loss/(Profit) on sale of Investment	-	-
Finance Charges	0.04	0.01
Prior Period Expenses/Income and exceptional items and Non Operating	4.14	-
Operating Profit before working capital changes	2780.84	3081.51
Adjustments for:		
Trade Payables	22545.69	(32600.56)
Other Current Liabilities	3165.74	(10859.65)
Other Long Term Liabilities	-	12.54
Increase/Decrease in provisions	323.16	80.29
Inventories	(15735.51)	35146.70
Trade Receivables	2076.60	(84.00)
Short Term Loans & Advances	(1473.83)	(262.19)
Other Current Assets	(929.51)	4483.56
Increase/Decrease in long term loans & advances	-	-
Other Loans & Advances	-	-
Cash Generated from operations	12753.17	(1001.80)
Direct Taxes Paid	(1659.96)	(1364.56)
Net Cash from / (Used In) Operating Activities (A)	11093.21	(2366.36)
B CASH FLOW FROM INVESTING ACTIVITIES		
(Purchase/Sale of property, plant and equipment	(182.28)	(47.84)
Interest Received	2375.56	1497.84
Dividend received	-	-
Profit on sale of asset	-	-
Inter Corporate Deposits to Subsidiary	-	-
Purchase/Sale of Investment (Net)	-	-
Net Cash from / (used in) Investing Activities (B)	2193.28	1450.00
C CASH FLOW FROM FINANCING ACTIVITIES		
Finance Cost	(0.04)	(0.01)
Other Loans & Advances	-	-
Dividend paid	(20.00)	(20.00)
Dividend Tax Paid	-	-
Share Issue Expenses	-	-
Net Cash from / (Used in) Financing Activities (C)	(20.04)	(20.01)
Net Increase / Decrease in cash & Cash Equivalents (A+B+C)	13266.43	(936.37)
Cash & Cash Equivalents - Opening Balance	47972.14	48908.51
Cash & Cash Equivalents - Closing Balance	61238.57	47972.14

In terms of our report attached

For Gopal Sharma & Co.

Chartered Accountants

FRN : 002803C

For and on behalf of the Board of Directors

Gautam Sharma

Partner

M. No. : 079225

UDIN : 24079225BKEQUX4581

Brahma Prakash Sharma

GM (Finance)

Ram Naraiyan Badgujar

Executive Director

DIN : 08648847

K.K. Pathak

CMD

DIN : 08328847

Place : Jaipur

Date : 12.01.2024

RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

CIN: U15511RJ2005SGC020336

Significant Accounting Policies

Note No. 1

1. Accounting Conventions and Basis of Presentation/Accounting

- A) The financial statements are prepared under the historical cost convention, in accordance with the Generally Accepted Accounting Principles (GAAP) in India, Liquor Sourcing Policy (LSP) and the provisions of the Companies Act, 2013 including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- B) All Income and Expenses of the extent considered receivable / Payable with reasonable certainty are accounted for on accrual basis respectively.

2. Method of Accounting:

A) Revenue recognition:

- (a) **Sales:** Sales invoices are generated at all depots, at the rate specified by the management. Thereafter, on the basis of generated sales report, a monthly entry for each depot is booked. Sales doesn't include VAT & inter-depot transfers.
- (b) **Interest on Fixed Deposit:** Interest earned on Fixed Deposits with banks has been accounted for on accrual basis. Necessary reconciliation with actual receipts is being done when required.
- (c) **Miscellaneous Receipts, Inactive Stock Penalty, Penalty on shortage in MIS & Margin on drained/returned goods:** Order For Supply (OFS) Extension, Cancellation; Transfer Out Order (TOO) Receipts, Extension, Cancellation; Late Inward Charge (LIC), Inactive Stock Penalty charges, Penalty on shortage in MIS, Margin on drained/returned goods etc. are accounted for /received/recovered as per the provision of Liquor Sourcing Policy and terms & conditions of Agreement executed with suppliers/manufacturers, on accrual basis. However, when the recovery of the same seems uncertain, such income is not taken into account to comply with AS9.

B) Inventory:

Stock in hand is valued and stated at lower of Cost or Net realizable value (excluding VAT). The FIFO method of Inventories valuation is used to determine the cost.

C) Use of estimates:

The preparation of financial statements in conformity with India GAAP required management to make judgments, estimates and assumptions the affects the reported amounts of revenues, expenses, assets & liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and action, actual results could differ from these estimates.

3. Property, Plant & Equipment:

(A) **Fixed Assets:** The Gross Block of Fixed Assets is stated at cost of acquisition including any cost attributable to bringing the Assets to their working condition for the intended use. The Net Block is stated at cost less accumulated depreciation.

(B) **Depreciation:** Depreciation on Fixed Assets is provided on W.D.V. method as per the rates prescribed in Schedule II of the Companies Act, 2013. Depreciation in respect of additions is charged on pro rate basis for the period from the date of its addition. Installation of Software module is to be written off in 5 years in equal installments.

4. Cash Flow Statement:

Cash Flow Statement has been prepared under Indirect Method as set out in the Accounting Standard -3 specified in section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

5. Personnel:

The Corporation has all personnels deputed from the Govt. of Rajasthan/State PSUs /Central PSUs. The Corporation has made remittances towards Pension Contribution, Provident Fund, Gratuity, State Insurance & Other contributions to the respective Departments/Parent Organizations in respect of the personnels.

6. Retirement Benefits:

As per the policy of Corporation all personnels are on deputation and not recruited by Corporation hence, there is not any liability relating to retirement of the personnel. However, the pension contribution of Govt. employees on deputation is remitted to the Director (Pension) as per direction of the State Government.

7. Taxation:

(A) Provisions for Current Tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961 if any.

(B) **Deferred Taxation:**

Deferred Tax resulting from "Timing differences" between books and taxable profits accounted using the Tax Rates and Laws that have been enacted or substantively enacted on the Balance Sheet date. Deferred tax assets are recognized only if there is a reasonable certainty that they will be realized.

8. Provisions, Contingent Liabilities & Contingent Assets:

(A) Provisions are recognized when the company has a present legal obligation, as a result of past events, for which it is probable that an outflow of resources will be required to settle the obligation and a reliable estimation can be made from the amount of obligation.

(B) Contingent Liabilities are not recognized but are disclosed by way of notes. Disputed demands in respect of Income Tax and Service Tax are disclosed as contingent liabilities. Payments in respect of such demands, if any is shown as advance, till the final outcome of the matter.

(c) Contingent Assets are neither recognized nor disclosed in the Financial Statements.

9. Subsidies/Grant from Government

Subsidies/ grant on capital account are deducted from the cost of respective assets to which they are related. The unspent amount at the Balance Sheet date, if any, is shown as other current liabilities.

10. Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date, if there is any indication of impairment based on internal/external factors.

An impairment loss is recognized in the Statement of profit and loss whenever the carrying amount of an asset or a cash generating units exceeds recoverable amount. The recoverable amount of the assets (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value on use. A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there is no impairment.

11. Change in Accounting Policy

(i) Presentation and disclosure of financial statements: -

The company has also reclassified the previous year's figures in accordance with the requirements applicable in the current's years.

Share Capital

Note No. 2
(₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Authorised Share Capital:		
5,00,000 Equity Shares of ₹ 100/- each	500.00	500.00
Issued, Subscribed and Paid Up Share Capital:		
2,00,000 Equity Shares of ₹ 100/- each fully paid up	200.00	200.00
TOTAL	200.00	200.00

2.1 Details of shareholders holding more than 5% shares of the company as on March 31, 2023 are given below

Name of Shareholder	As at 31st March, 2023		As at 31st March, 2022	
	% held	No. of Shares	% held	No. of Shares
Hon'ble Excellency Governor of Rajasthan	99.99%	1,99,992	99.99%	1,99,992

2.2 The Reconciliation of the number of shares outstanding is set out below

Particulars	As at 31st March, 2023	As at 31st March, 2022
Number of Equity Share at the beginning of the year	2,00,000	2,00,000
Add: Share issued on exercise of Employee Stock Option	-	-
Less: Shares cancelled on buy back of equity shares	-	-
Number of Equity Share at the end of the year	2,00,000	2,00,000

The company has equity shares having a face value of ₹ 100/- per share. Each equity share holder is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts.

Reserves and Surplus

Note No. 3
(₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
(A) Capital Reserve	-	-
	-	-
(B) General Reserves		
Opening Balance	13,430.36	10,312.59
Add : Reserves created during the year	-	-
	13,430.36	10,312.59
(C) Profit and Loss Account		
Opening Balance	-	-
Add : Profit during the year	3,377.28	3,137.77
	3,377.28	3,137.77
Less : Appropriations		
Transfer to General Reserve	-	-
Dividend F.Y. 2021-22	20.00	-
Dividend Distribution Tax Paid	-	-
Dividend F.Y. 2020-21	-	20.00
Total appropriations	20.00	20.00
Closing Balance	3,357.28	3,117.77
TOTAL (A+B+C)	16,787.64	13,430.36

Other Long Term Liabilities
Note No. 4
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
TOTAL	-	-

Trade Payables
Note No. 5
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
A Creditors for Goods	1,05,582.81	83,149.75
B Creditors for Expenses	1,016.78	904.15
C Creditors for Capital Goods	35.00	35.00
TOTAL (A+B+C)	1,06,634.59	84,088.90

Other Current Liabilities
Note No. 6
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
A) Statutory Liabilities		
• TDS Payable	133.94	163.70
• TCS Payable	1,239.06	992.91
• GST Payable	15.35	175.76
• Special Vend Fees	128.52	0.00
• Excise Duty Payable	0.10	0.00
• Permit Fee	53.38	-
• Wholesale Licence Fee	0.63	-
Total (A)	1,570.98	1,332.37
B) Security Deposits from Labour Contractor	72.94	77.10
C) Security Deposits from Suppliers & Others	764.39	672.01
D) Other Liabilities		
• Retailers Control A/c	4,093.55	2,125.55
• Advance for Rsrdc	772.50	-
• Salary and allowances payable	179.28	155.70
• Other payables*	1,511.97	1,437.14
Total (D)	6,557.30	3,718.39
TOTAL (A+B+C+D)	8,965.61	5,799.87

* This amount has been recovered from Supplier's (Importers) of Foreign Liquor on account of excess payment of excess custom duty made by the corporation in the preceding year (Refer note no. 25.32)

Short Term Provisions
Note No. 7
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
A) Provision for Direct Taxes	1,659.64	1,363.90
B) Provision for CSR	225.02	197.60
TOTAL (A+B)	1,884.66	1,561.50

RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

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FIXED ASSETS

Note No. 8

S. No.	Particulars	Gross Block			Depreciation/Amortisation			Net Block			
		As at 1st Apr-2022	Addition	Deduction	As at 31st Mar-2023	As at 31st Mar-2022	Charge to R&S for the year	Related to Prev. Year	Deduction during year	As at 31st Mar-2023	As at 31st Mar-2022
A	(i) Property										
1	Land at RIICO	73.17	-	-	73.17	-	-	-	-	73.17	73.17
2	Land at Jhalana	395.49	-	-	395.49	-	-	-	-	395.49	395.49
3	Building at Depot	339.85	-	-	339.85	23.66	15.20	4.14	-	296.85	316.19
4	Office Equipments										
a	Telephone Instruments	0.98	0.26	-	1.25	0.73	0.18	-	-	0.34	0.25
b	Mobile Instruments	3.96	0.12	-	4.08	3.55	0.13	-	-	0.40	0.41
c	Photo Copy Machine	2.07	-	-	2.07	2.00	-	-	-	0.07	0.07
d	Fax Machine	0.41	-	-	0.41	0.39	-	-	-	0.02	0.02
e	Instt. Of Broad Band	15.59	-	-	15.59	13.99	0.63	-	-	0.98	1.60
f	V. Set	13.33	5.52	-	18.85	13.32	0.35	-	-	5.18	0.01
g	Installation of RAS	0.95	-	-	0.94	0.94	-	-	-	0.01	0.01
h	Paper Sharder Machine	0.07	-	-	0.07	0.06	0.00	-	-	0.01	0.01
i	UPS (Batteries)	77.83	7.02	-	84.85	71.39	3.14	-	-	10.32	6.45
j	T. V.	3.05	-	-	3.05	1.84	0.52	-	-	0.69	1.21
k	Office Equipments	6.66	-	-	6.66	6.37	-	-	-	0.29	0.29
l	Air Conditioners	10.97	-	-	10.97	10.51	0.10	-	-	0.36	0.46
m	Electrical Appliances	6.95	0.28	-	7.23	6.64	0.04	-	-	0.55	0.31
n	Fire Fighting Equipments	14.03	-	-	14.03	11.50	1.02	-	-	1.52	2.53
o	Water Cooler	1.17	0.11	-	1.28	0.94	0.07	-	-	0.27	0.23
p	Air Ventilator	14.51	-	-	14.51	9.00	2.47	-	-	3.04	5.51
q	Deep Freeze	2.00	-	-	2.00	0.50	0.39	-	-	1.11	1.50
r	Android Scanning Kiosk	-	24.50	-	24.50	-	10.73	-	-	13.77	-
s	Handheld Scammer	-	90.50	-	90.50	-	37.53	-	-	52.97	-
5	Computer Equipments										
a	Installation of Server	8.05	-	-	8.05	7.86	-	-	-	0.19	0.19
b	Computers & Laptop	155.94	46.26	-	202.20	147.40	16.64	-	-	38.17	8.54
c	Computer Accessories	15.56	1.93	-	17.48	14.59	0.80	-	-	2.09	0.96
d	Computer Printer	53.74	0.73	-	54.48	34.73	8.22	-	-	11.53	19.01
6	Furniture and Fixtures	88.43	5.05	-	93.48	65.54	7.73	-	-	20.21	22.88
7	D.G. Set	9.32	-	-	9.32	8.59	0.08	-	-	0.65	0.73
8	Hand Cart Lorry	0.48	-	-	0.48	0.46	-	-	-	0.02	0.02
9	Car	41.27	-	-	41.27	36.49	0.93	-	-	3.84	4.78
10	Data Center	144.75	-	-	144.75	133.39	2.77	-	-	8.60	11.36
11	CCTV Camera	52.49	-	-	52.49	42.19	5.32	-	-	4.99	10.30
	Total Tangible Assets (A)	1,553.08	182.28	0.34	1,735.36	668.56	114.98	4.14	-	787.68	884.49
	Previous Year Figures	1,505.42	48.00	0.34	1,553.08	594.92	73.70	-	0.06	668.56	910.50

RAJASTHAN STATE BEVERAGES CORPORATION LIMITED

CIN: U15511RJ2005SGC020336

FIXED ASSETS

Note No. 8

(₹ in Lakhs)

S. No.	Particulars	Gross Block			Depreciation/Amortisation			Net Block		
		As at 1st Apr-2022	Addition	Deduction	As at 31st Mar-2023	As at 31st Mar-2022	Charge Related to R&S to Prev. Year	Deduction during year	As at 31st Mar-2023	As at 31st Mar-2022
B	(ii) Intangible Assets									
1	Installation of Software	16.03	-	-	16.03	15.63	0.00	-	15.63	0.40
2	Installation of Software Module	49.91	-	-	49.91	49.00	-	-	49.00	0.91
3	Window Server	16.01	-	-	16.01	15.28	-	-	15.28	0.73
	Total of Intangible Assets (B)	81.95	-	-	81.95	79.91	0.00	-	79.91	2.04
	Previous Year Figures	81.95	-	-	81.95	76.73	3.18	-	79.91	2.04
	Grand Total (A+B)	1,635.03	182.28	-	1,817.31	748.47	114.98	4.14	867.59	886.53
	Previous Year Figures (A+B)	1,587.37	48.00	0.34	1,635.03	671.65	76.88	-	748.47	886.53

- 1 Provision of impairment of loss as required under Accounting Standards-28 on impairment of Assets is not necessary as in the opinion of management there is no impairment of the Company's Assets in terms of AS-28.
- 2 Few fixed assets of corporation are shown at value less than the salvage value calculated as per Companies Act, 2013. With reference to GN (A) 35 Guidance Note on Accounting for depreciation in companies in the context of Schedule II of the Companies Act, 2013 issued by ICAI, In case the residual value is estimated to be less than five percent of the original cost of the asset, the same should be used and it would not be necessary to make a disclosure in such a case. Hence, no disclosure for adopting the residual value less than 5% of cost of the asset is made by the corporation.
- 3 RSBCL and RSGSM had purchased land at Jhalana in the Joint name of RSBCL and RSGSM in the ratio of 60:40 respectively. Rsbcl booked its portion of share in the books of accounts.

Deferred Tax Assets
Note No. 9
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Deferred Tax Assets/Liabilities		
Opening Balance	4.73	5.39
Less: Deferred Tax Liability reversed during the year	0.47	0.66
Add : Deferred Tax Assets during the year	-	-
TOTAL	4.26	4.73

Long Term Loans and Advances
Note No. 10
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
A) Security deposits		
Telephone Deptt.	0.03	0.03
Electricity Deptt. At Kota	0.04	0.04
Advance payment of meter Recharge	0.15	0.15
Electricity Deptt. At Chittorgarh	0.11	0.11
Others	2.90	2.90
(A)	3.23	3.23
B) GST Receivables	0.05	0.05
TOTAL (A+B)	3.28	3.28

Inventories
Note No. 11
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
1 Stock-in-trade	62,633.23	46,982.90
2 Stock-in-transit	1,911.83	1,826.65
TOTAL	64,545.06	48,809.55

Trade Receivables
Note No. 12
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
A Outstanding for a period exceeding 6 months		
(a) Secured and considered good - Shop	85.83	84.23
(b) Unsecured and considered good	-	-
(A)	85.83	84.23
B Doubtful		
(a) Retailors Having Debit Balance	35.30	35.30
Less : Provision for doubtful trade receivables	35.30	35.30
(B)	0.00	0.00
C Others		
(a) Secured and considered good	-	-
(b) Unsecured and considered good	707.50	2,078.19
	707.50	2,078.19
Less :Provision for Doubtful Debt (Retailors Recovery 2021-22)	707.50	-
(C)	-	2,078.19
TOTAL (A+B+C)	85.83	2,162.42

Cash and Bank Balances
Note No. 13
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
A) Balance with Banks		
(i) In Current A/c	6989.17	5,377.57
(ii) In Fixed Deposit (Auto-sweep)	48,457.25	36,943.80
Total (A)	55,446.42	42,321.37
B) P.D. Account	5,765.53	5,630.53
C) Fixed Deposit with Banks	17.70	17.23
D) Imprest with Depot	8.92	3.02
E) Cash in hand	-	-
TOTAL (A+B+C+D+E)	61,238.57	47,972.15

Short Term Loans and Advances
Note No. 14
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Unsecured and considered good		
A) Advance to Staff	1.98	2.01
B) Security & Advance for shop licence	0.00	11.50
C) Advance to RSRDC*	2,272.50	794.00
D) Advance to Others	23.98	17.12
TOTAL (A+B+C+D)	2,298.46	824.63

* The amount has been given as advance to RSRDC the project executing agency for Construction of office building at Jhalana as per decided share of the company. This is not shown as Capital WIP because there is no MOU between Rsbcl, Rsgsm and Excise regarding building utilisation ratio.

Other Current Assets
Note No. 15
 (₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
A) Accrued Interest on FDR	12.02	41.78
B) Prepaid Expenses	473.56	393.93
C) Tax Deducted at Source	198.13	138.41
D) Service Tax Deposit	46.74	46.74
E) Income Tax Deposit	402.96	260.16
F) Income Tax Refundable	559.12	554.98
G) Advance Income Tax	1,700.00	1,400.00
H) VAT Receivable	1,469.51	830.36
I) Cow Cess Receivable	232.62	104.24
J) Other Receivable	0.03	7.63
K) Recoverable from Suppliers	227.18	126.09
L) Advance for Auction of Shop	25.45	513.02
TOTAL (A to L)	5,347.32	4,417.34

Revenue from Operations
Note No. 16
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Sale of Products	8,67,433.62	7,49,359.63
Net Revenue from Operations	8,67,433.62	7,49,359.63

Other Income
Note No. 17
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
(A) Interest on Bank deposits	1,973.34	1,110.78
(B) Interest on Saving Bank A/c	150.79	160.02
(C) Interest on PD A/c	135.00	175.00
(D) Interest on Income Tax Refund	10.23	-
(E) Other Interest on Advance duty	106.19	52.03
(F) Inactive Stock Penalty	925.99	1,105.67
(G) Liquor Trade Data Charges	258.03	224.56
(H) Bio Bond Frenchies Fees	30.00	-
(I) (i) Other Operating Income		
(a) OFS Extension Fee/Cancellation Fee	28.05	20.74
(b) Too Receipts/Extension/Cancellation	25.74	28.40
(c) Sale of Scrape	1.26	0.97
(d) Contract Receipts	829.75	632.32
(e) Miscellenous Receipts	5.42	0.02
(f) Penalty for Shortage in MIS	13.33	73.95
(g) Loading Charges (Licences)*	1,060.62	873.24
(h) Loading /Unloading Charges (Suppliers)*	1,106.21	852.29
(i) Penalty for Delay in Loading /Unloading	2.50	2.06
(j) Tender Form Fees	12.33	0.92
(k) Other Penalty and Fine	24.62	25.10
(l) Income from hologram Diff.	23.53	-
(ii) Other Non Operating Income		
(a) Late Inward Charges	10.24	4.65
(b) Car Facility Charges	0.59	0.50
(c) Margin Money Drain Out	1.39	4.02
(d) Misc. Receipts	2.53	2.06
(e) PAN Correction Income	1.18	1.14
(f) Income related to Model Shop	4.09	-
TOTAL	6,742.95	5,350.44

*Unloading/Loading charges includes amount recovered from suppliers and licensees. The same amount has been paid to Contractor which is shown in other expenses of ₹ 2166.83 Lakhs (P.Y. ₹ 1725.53 Lakhs)

Change in Inventories of Stock In Trade
Note No. 18
 (₹ in Lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Opening Stock	48,809.55	83,956.25
Less:-Closing Stock	64,545.07	48,809.55
Net (Increase) / Decrease	(15735.52)	35146.70

Employee Benefit Expenses
Note No. 19
 (₹ in Lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
(A) Salaries & Wages	1,837.38	1,691.63
(B) Bonus & Exgratia	35.00	16.46
(C) Pension Contribution	53.89	1.08
(D) Gratuity Contribution	0.84	-
(E) Medical Expenses Reimbursement	0.58	16.98
(F) Staff welfare expenses	8.69	7.75
(G) News Paper Expenses	0.09	0.21
(H) Gift & Incentive	3.68	-
TOTAL (A to H)	1,940.15	1,734.11

Depreciation and amortization expenses
Note No. 20
 (₹ in Lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
(A) Tangible assets	114.98	73.70
(B) Intangible assets	0.00	3.18
TOTAL (A+B)	114.98	76.88

Other Expenses
Note No. 21
 (₹ in Lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
1 Loading and Unloading Charges	2,166.55	1,702.87
2 Rent	782.08	727.46
3 Expenses on Security	448.56	392.86
4 Expenses on IT Services	217.61	217.78
5 Insurance Charges	68.20	269.68
6 Privilege Fee to Govt. of Rajasthan	500.00	500.00
7 License Fees to Govt. of Rajasthan	320.00	320.00
8 Application fees for tender of shops	54.00	243.99
9 Computer Operator with Machine Expenses	53.60	22.12
10 Expenses on Outsourced labour/driver Payment	8.67	30.18
11 CSR Expenses	22.02	73.09
12 Computer Consumable Expenses	12.41	20.40
13 Hospitality Expenses	3.11	4.48
14 Electricity and Water Charges	57.01	38.05
15 Printing and Stationery Expenses	26.13	17.99
16 Postage and Courier Expenses	0.82	0.73
17 Telephone Expenses (Including Lease Line Expenditure)	29.07	71.83
18 Depot/Office Expenses	54.70	42.48
19 Statutory Auditors Remuneration	2.95	2.95
20 Professional Charges	22.98	17.69
21 Advertisement and Publicity Expenses	31.84	63.57
22 Legal Charges	30.76	7.14
23 Running and Maintenance of Motor Vehicles	7.48	7.18
24 Repair and Maintenance Others	13.25	8.23
25 Contribution to State Renewal Fund	4.00	4.00

26	Application fees to Government of Rajasthan	4.00	4.00
27	Salary Contract (Outsourced)	12.62	7.50
28	Travelling & Conveyance	4.60	4.22
29	Interest on TDS/TCS	3.24	0.11
30	Interest on GST	4.06	2.19
31	Tax Audit Fees	0.82	0.60
32	Transportation Expenses	0.11	0.30
33	Secretarial Audit Expenses	0.71	0.65
34	Direct expenses for shop	1,023.99	206.55
35	Provision for D/ Debts	-	0.23
36	Provision for Doubtful Debts(Retailors Recovery 2021-22)	707.50	-
37	Bank Charges	0.04	0.04
38	Refilling of Fire Equipment	9.14	0.90
39	R.O.C. Fee/Expenses	0.28	-
40	RCM Expenses	17.76	21.95
41	RGHSF Contribution of RSBCL	1.63	0.18
42	CCTV Camera Expenses	1.04	0.42
43	Meeting Expenses	0.60	0.50
44	Loss on sale of fixed Assets	0.00	0.12
Total		6,729.91	5,057.22

Prior Period Income (Net of Expenses)
Note No. 22
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
A) Income	18.86	22.21
B) Expenses		
Administrative & General Expenses	5.60	6.26
Depreciation	4.14	-
Total (B)	9.74	6.26
Net Total (A-B)	9.12	15.95

Earnings Per Share (EPS)
Note No. 23
(₹ in Lakhs)

Particulars		
Profit After Tax (₹ In Lacs)	3,377.28	3,137.77
Adjusted weighted average number of shares outstanding	2,00,000	2,00,000
Face Value per share (In ₹)	100.00	100.00
EPS Basic/Diluted (In ₹)	1,688.64	1,568.88

Normal Operating Cycle and Classification of Assets and Liabilities into Current and Non-Current
Note No. 24

- 24.1** All assets and liabilities are presented as current or non-current as per criteria set out in Schedule-III of the Companies Act, 2013. Based on the nature of business of the company, its operation and realisation the company has ascertained its operating cycle of less than 12 months. Accordingly, 12 months period has been considered for the purpose of Current and Non-Current classification of assets and liabilities.
- 24.2** Assets and Liabilities of the above Business have been classified into Current and Non-Current using the above Normal Operating Cycle and applying other criteria prescribed in Schedule III.

25.01 Nature of Operation

Rajasthan State Beverage Corporation Limited (RSBCL) has been incorporated as a Public Limited Company by the Government of Rajasthan with the object to control Liquor sales in the State. RSBCL enjoys special privilege under the provisions of the Rajasthan Excise Act meaning thereby RSBCL has exclusive rights of wholesale of Beer, FMFL and IMFL trade in the State, for which it also pays "Privilege Fees" to the Government of Rajasthan as per the Excise Policy. The operations of RSBCL are directed by LSP (Liquor Sourcing Policy) framed year to year. LSP for the current year 2022-23 is as per Circular NO. P.2(1)(17)()RSBCL/OP/2021-22/12800 dated 04.03.2022. For changes in LSP of F.Y. 2022-23 from LSP of F.Y. 2021-22, refer BOD Decision note no.78.06 dated 28th Feb 2022.

25.02 Procedure of Sourcing & Selling of Liquor

Manufacturer/Supplier places offer to supply liquor based on the demand prevailing in the respective locations, thereafter an order for supply (OFS) is issued to the manufacturer/supplier. Goods invoiced and supplied against OFS are stored in depots of the Corporation. However, risk reward of such stocks vests in the supplier, though RSBCL gets such stocks insured at its own cost. Manufacturers/Suppliers undertake the responsibility for creating demand for the goods supplied to the Corporation. Payment of the stocks supplied by the Manufacturers/Suppliers is made only after such stocks are sold. Stocks remaining unsold after a specified period are subject to levy of Inactive Stock Penalty charges or margin on drain out/return to distilleries at rates specified in the LSP. This income is recognized in the books of accounts of RSBCL.

25.03 Method of Accounting

Goods are received against OFS at depots located across the state which is accounted for at respective depot locations on designated software after adjusting the respective transit losses/shortages. Applicable Input Tax Credit (Rajasthan VAT), if any, is availed on such purchase as per the rules of Rajasthan VAT Act 2003 and Purchases are recognized in Profit & Loss Account excluding Rajasthan VAT. Goods are sold as per the guidelines of LSP. Both purchases and sales are accounted for and recognized in P&L excluding VAT for which net off is claimed as per Rajasthan VAT Rules. Records of individual sales, purchases, stocks are kept and accounted for at respective depot. However, financial accounting is done and records are kept at Head Office in Jaipur. Valuation of Stock at the year end is done in accordance with Note No.1 point no. 2(B) Inventory under Method of Accounting of Significant Accounting Policies.

25.04 Method of Accounting vis-a-vis LSP

The method of accounting, ownership of goods, income and expenses recognition followed varies with the rules, regulations, procedures enumerated in the LSP. The details are as under:-

(a) Purchases:-

In the year 2022-23 purchases have been recognized on Invoice Basis as per Invoice Date. Goods in transit are recognized on the basis of invoices issued in F.Y. 2022-23 but stocks received in next financial year.

(b) Stock in hand as on 31.03.2023 :-

The stock in hand at the end of the year amounting to ₹ 64,545.06 Lakhs (P.Y. ₹ 48,809.55 Lakhs) including Goods in Transit of ₹ 1,911.83 Lakhs (P.Y. ₹ 1,826.65 Lakhs) as per Integrated Excise Management System Software has been accounted for in the books of accounts and included in the preparation of the financial statement. Expiry date stock worth ₹2,168.35 Lakhs (P.Y. ₹ 44.30 Lakhs) has been reversed from stock in hand as on 31.03.2023 and reduced from purchases as well as creditors for goods. Actual transaction of VAT and others taxes will be reflected in the books of accounts at the time of actual drain out.

25.05 Inactive Stock Penalty:-

RSBCL has recovered Inactive Stock Penalty charges of ₹ 925.99 Lakhs (P.Y. ₹ 1,105.67 Lakhs) as per LSP. The Calculation of income from inactive stock penalty has been taken as per the Inactive Stock Penalty module in the Integrated Excise Management System Software. The Inactive stock penalty has been calculated on case boxes including loose bottles as per LSP. The age of the stock available on 1st April 2022 has been calculated on actual basis.

- (i) As per clause 9.4 of Liquor Sourcing Policy of the corporation, Inactive stock penalty charges (Income) recovered from M/s Rajasthan State Ganganagar Sugar Mills Limited (Supplier) amounting ₹ Nil Lakhs (P.Y. ₹ Nil) is written back as both RSBCL and RSGSML are governed by the same administrative department.
- (ii) Stock of unapproved brands (Case-3,762, Bottles-3,221) is under process of disposal/drain out as per LSP.

25.06 Loading and Unloading work through contractor:

The Corporation has hired contractors through bid system at District level for Loading/Unloading of stock at Depots. This work is done by the Labourers at all the depots. The stock from the vehicles of manufacturers is unloaded by the contract labour at RSBCL Depots. The Corporation pays ₹ 2.50 per case & GST as per applicable rates to the authorized contractor after deducting the unloading charges from the weekly payments of the suppliers (along with the GST). Loading of purchased stock into Licensee's vehicles is carried out by the contract labour at RSBCL Depots. The authorized contractor is paid ₹ 2.50 per case & GST as per applicable rates for loading of stock. The loading charges are recovered from the Licensees as additional amount along with invoice.

The corporation has collected ₹ 2,166.83 Lakhs (P.Y. ₹ 1,725.53 Lakhs) from the Licensees and the Suppliers.

The corporation has earned ₹ 829.75 Lakhs (P.Y. ₹ 632.32 Lakhs) during the year for loading and unloading contract work. During the year, corporation has waived off the contract amount of ₹ Nil Lakhs [Previous Year ₹ 52.98 Lakhs] because of lockdown due to Covid-19 Pandemic as per decision taken in 76th board meeting held on 28.07.2021.

25.07 Entry for sales, purchase, inventory, other income (Inactive Stock Penalty, RSBCL margin, penalty for shortage in MIS, OFS Extension, TOO Receipts, Margin money drain out etc.) is done on the basis of reports generated by the Integrated Excise Management System. The same are majorly automated and rest in the process of being automated.

25.08 Privilege Fee of ₹ 500.00 Lakhs (P.Y. ₹ 500.00 Lakhs), License Fee of ₹ 320.00 Lakhs (P.Y. ₹ 320.00 Lakhs) and Application Fee of ₹ 4.00 Lakhs (P.Y. ₹ 4.00 Lakhs) has been paid to the Government of Rajasthan during the year 2022-23.

25.09 The Provision for Doubtful Debts of ₹ 742.80 Lakhs (P.Y. ₹ 35.30 Lakhs) is standing as under:-

- (a) Recoveries due from retailers for the year 2006-2007:- ₹ 3.64 Lakhs (P.Y. ₹ 3.64 Lakhs)
- (b) Recoveries due from retailers for the year 2007-2008:- ₹ 4.87 Lakhs (P.Y. ₹ 4.87 Lakhs)
- (c) Composition Tax due from Retailers for the year 2009-2010:- ₹ 5.24 Lakhs (P.Y. ₹ 5.24 Lakhs)
- (d) Unrecovered Inactive Stock Penalty from Suppliers for the year 2007-2008 :- ₹ 10.07 Lakhs (P.Y. ₹ 10.07 Lakhs)
- (e) Unrecovered Inactive Stock Penalty on confiscated goods:- ₹ 1.74 Lakhs (P.Y. ₹ 1.74 Lakhs)
- (f) Unrecovered Inactive Stock Penalty from Suppliers ₹ 6.11 Lakhs (P.Y. ₹ 6.11 Lakhs)
- (g) Suppliers having Debit Balance ₹ 3.40 Lakhs (P.Y. ₹ 3.40 Lakhs).
- (h) During the year provision of ₹ Nil Lakhs (P.Y. ₹ Nil Lakhs) has been reversed.
- (i) Unsecured and considered good of ₹ 0.23 Lakhs (P.Y. ₹ 0.23 Lakhs)
- (j) Recoveries due from retailers for the year 2021-2022:- ₹ 707.50 Lakhs (P.Y. ₹ Nil Lakhs)

25.10 In the opinion of the Board, Current Assets, Loans and Advances (Assets) have a realizable value in the ordinary course of business at least equal to the amount at which they are stated.

- 25.11**
- a) The Debit/Credit balances of Sundry Debtors, Sundry Creditors, EMD payable are subject to reconciliation and confirmation.
 - b) Bank balance has been taken and accepted as per books of accounts.
 - c) Previous figures have been re-grouped or rearranged wherever considered necessary.

25.12 There is a deposit lying in non-interest bearing PD A/c of Corporation ₹ 765.53 Lakhs (P.Y. ₹ 630.53 Lakhs) out of which ₹ Nil Lakhs (P.Y. ₹ 100 Lakhs) was received from the state government in lieu of Share Capital and ₹ 135.00 Lakhs (P.Y. ₹ 175.00 Lakhs) credited on account of interest transferred from Interest bearing PD A/c. There is no rider on withdrawal from the account.

There is another deposit lying in Interest bearing PD A/c of Corporation ₹ 5,000.00 Lakhs (P.Y. ₹ 5,000.00 Lakhs) out of surplus of the Corporation and there is no rider on withdrawal from the account. Interest amounting to ₹ 135.00 Lakhs (P.Y. ₹ 175.00 Lakhs) on this account has been credited in the non-interest bearing PD Account.

25.13 Prior Period and Exceptional Items (AS-5)

During the year, Prior Period Income (Net of Expenses) of ₹ 9.12 Lakhs (Net) (P.Y. ₹ 15.95 Lakhs) is booked as under :-

S.No.	Particulars	Amount (₹ In Lakhs)
1.	Prior Period Expenses	
	Godown Rent	5.31
	Bonus & Ex gratia	0.29
	Depreciation	4.14
	Total	9.74
2	Prior Period Income	
	Penalty	18.81
	Others	0.05
	Total	18.86
	Prior Period Income (Net of Expenses)	9.12

25.14 Employee Benefits (AS-15)

25.14.01 In respect of defined contribution scheme like provident fund for employees on deputation, respective contributions are remitted to their parent organization on accrual basis.

25.14.02 Since all employees of the Corporation as on Balance Sheet date are on deputation basis, hence, it is not required for the Corporation to calculate actuarial valuation of gratuity and other retirement benefits payable to employees on deputation & therefore Corporation does not require to follow Accounting Standard AS-15 “Accounting for Retirement Benefits” issued by the Institute of Chartered Accountants of India.

25.14.03 Bonus and Ex-gratia expenses of ₹ 35.00 Lakhs (P.Y. ₹ 16.46 Lakhs) are booked for current year.

25.15 Segment Reporting (AS-17)

As the company’s business activity falls within a single segment viz. ‘Alcoholic Trading Activity’ and the sales substantially being in the domestic market, the disclosure requirements of the Accounting Standard (AS)-17 “Segment Reporting” as prescribed by the Companies (Accounting Standard) Rules 2006 are not applicable. However, it does not have any impact on the true and fair view of the state of affairs in case of Balance Sheet and Profit and Loss Account.

25.16 Deferred Tax (AS-22)

The Company has recognized Deferred Tax Assets of ₹ 4.26 Lakhs (P.Y. Deferred Tax Assets ₹ 4.73 Lakhs) as on 31-03-2023 in respect of timing difference on account of Depreciation and other disallowances.

25.17 Insurance Coverage

The Company has covered its Fixed Assets under a mega risk insurance policy which is subject to sanctions limitation and exclusion.

25.18 Related Party Disclosure (AS-18)

25.18.01 As per Accounting Standard 18 (AS-18) 'Related Party Disclosures', prescribed by the Companies (Accounting Standard) Rules, 2006, the disclosures of transactions with the related parties as defined in AS-18 are given below :

Key Management Personnel:-

Name of the Related Party	Designation	Work Period
SURESH CHAND GUPTA, IAS	Chairman Cum Managing Director	01.04.2022 to 31.07.2022
K.K. PATHAK, IAS	Chairman Cum Managing Director	01.08.2022 to 31.03.2023
SUKHAVEER SAINI, RAS	Executive Director	01.04.2021 to 05.10.2022
SUNIL BHATI, RAS	Executive Director	06.10.2022 to 31.03.2023
VIJAY GARG	Independent Director	01.04.2022 to 31.03.2023
L.D. SHARMA	Independent Director	01.04.2022 to 31.03.2023
HARISH KUMAR LALWANI, R.Ac.S	G.M.(O)	01.04.2022 to 09.06.2022
LAKSHMI KANT SHARMA, R.Ac.S	G.M.(O)	29.06.2022 to 31.03.2023
BRAHMA PRAKASH SHARMA, R.Ac.S	G.M.(F&A)	01.04.2022 to 31.03.2023
PAWAN GARG	Company Secretary	01.04.2022 to till date

25.18.02 Transactions during the period with Related Parties

(₹ in Lakhs)

S.No.	Nature of Transaction	Key Management Personnel F.Y. 2022-23	Key Management Personnel F.Y. 2021-22	Outstanding as on 31.03.2023	Outstanding as on 31.03.2022
A. Profit & Loss A/c					
1	Honorarium	0.59	0.59	0.12	0.00
2	Salary & Allowances	68.59	71.59	5.34	5.85
3	Travelling Expenses	-	0.34	-	-
4	Other Allowances	-	0.53	-	-
B. Balance Sheet					
1	Salary & Allowances	-	-	-	-
C. Off Balance Sheet Items-					
		-	-	-	-

There is a no subsidiary Company, Associates or Holding Company.

25.19 Details of Opening Stock, Purchases, Sales & Closing Stock

Quantitative information regarding opening and closing stock, sales, purchases, goods in transit:-

Particulars	Nature of Goods	Qty (in Bottles) F.Y.2022-23	Amount (₹ in Lakhs) F.Y.2022-23	Qty (in Bottles) F.Y.2021-22	Amount (₹ in Lakhs) F.Y.2021-22
Opening Stock as on 01.04.22	IMFL/FMFL	1,84,41,515	48,802.38	3,34,73,149	83,929.83
	BEER	1,06,14,668		2,80,41,414	
	Hand Sanitizer	25,343	6.21	1,12,241	26.42
	Expired Beer	38,803	44.30	-	-
Purchases	IMFL/FMFL	36,09,15,429	8,79,763.49	29,22,57,847	7,10,050.28
	BEER	44,59,80,407		31,19,57,159	
	Hand Sanitizer	-	-	2,67,460	70.82
Sales	IMFL/FMFL	35,66,03,591	8,67,121.02	30,71,34,800	7,49,270.71
	BEER	42,94,21,687		32,89,53,982	
	Hand Sanitizer	721	0.22	3,34,097	88.92
MIS Shortage	IMFL/FMFL	89,289	1,806.69	1,54,681	1,907.28
	BEER	2,54,189		4,29,923	
	Hand Sanitizer	1,046	0.26	20,261	5.03
Closing Stock as on 31.03.23	IMFL/FMFL	2,22,99,207	62,627.50	1,82,43,091	46,976.69
	BEER	2,05,55,868		86,36,514	
	Hand Sanitizer	23,576	5.73	25,343	6.21
	Expired Beer	25,75,754	2,168.35	38,803	44.30
Goods in Transit as on 31.03.23	IMFL/FMFL	3,64,857	1,911.83	1,98,424	1,826.65
	BEER	37,87,577		19,78,154	
	Hand Sanitizer	-	-	-	-

25.20 Disclosure under Micro, Small and Medium Enterprises Development Act:

The details of amounts outstanding to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), based on the available information with the Company are as under:

(₹ in Lakhs)

S.No.	Particulars	As at March 31, 2023	As at March 31, 2022
1	Principal amount outstanding	-	-
2	Principal amount due and remaining unpaid	-	-
3	Interest due on (2) above and the unpaid interest	-	-
4	Interest paid on all delayed payments under the MSMED Act.	-	-
5	Payment made beyond the appointed day during the year	-	-
6	Interest due and payable for the period of delay other than (4) above	-	-
7	Interest accrued and remaining unpaid	-	-
8	Amount of further interest remaining due and payable in succeeding years	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors. Dues to Micro and Small Enterprises have been paid out during the FY 2021-22.

25.21 Payment to Statutory Auditors:

S.No.	Particulars	F.Y. 2022-23 (₹ in Lakhs)	F.Y. 2021-22 (₹ in Lakhs)
(a)	For Statutory Audit	2.50	2.00
(b)	For Tax Audit	0.60	0.60
(c)	For Reimbursement of expenses	-	-

The above payments are exclusive of GST.

25.22 Provisions, Contingent Liabilities and Commitments (to the extent not provided for)
25.22.01 Movement in Provisions: (₹ in Lakhs)

Year	2022-23		2021-22	
	Debtors	Others	Debtors	Others
Opening Balance	35.30	-	35.07	-
Add: Provisions made during the year	707.50	-	0.23	-
Less: Provision written back/reclassified /reduction during the year	-	-	-	-
Closing Balance	742.80	-	35.30	-

During the year it has come to the notice to the corporation that Additional margin recovery for the sum of ₹2078.19 Lakhs is due from retailers of the year 2021-22.

Amount ₹1370.69 Lakh was recovered from retailers in year FY 2022-23 from above said recovery. The amount of ₹707.50 Lakhs is yet to be recovered from retailers at the end of 31 March 2023.

In the year 2023-24 (upto sept, 23) amount of ₹39.00 Lakhs is also recovered from the remaining recovery amount. Efforts are being made for early recovery of the remaining amount. As per the Conservative assumption of accounting system provision for the amount of ₹707.50 Lakhs which stand at the end of the 31st March 2023 is made.

25.22.02 Contingent Liability not provided for in respect of: (₹ in Lakhs)

Particulars	As on 31.03.2023	As on 31.03.2022
(i) Contingent Liabilities		
(a) Claim against the Company not Acknowledged as debt.	2549.40	1,835.39
(b) Guarantees		
(c) Other money for which the Company is contingently liable		
(ii) Commitments.		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for		
(b) Uncalled liabilities on shares and other investments partly paid		
(c) Other Commitments		

A. The claims not accepted and not provided:- A claim of ₹8.92 Lakhs raised by one of the contractors Ms. Anu Gupta is pending for decision before the Hon'ble Raj. High Court, Jaipur.

B. Income Tax:

- I. Assessment year 2017-18:-** In Assessment year 2017-18 the Income Tax Dept. has raised a demand of ₹ 242.19 Lakhs against the corporation u/s 143(3) for disallowance of deduction claimed under section 80G. The Corporation has deposited 20% of total demand of A.Y. 2017-2018 of ₹ 48.43 Lakhs on 26.12.2019 and balance demand of ₹ 193.76 Lakhs has been stayed till disposal of appeal. However amounting of ₹ 193.76 Lakhs has been adjusted in the financial year 2020-21 by Income Tax Department from the Refund pertaining for A.Y. 2019-20. The matter is under appeal before CIT (appeals).
- II. Assessment year 2008-09: -** In Assessment year 2008-09 the Income Tax Dept. has raised a Penalty demand of ₹ 21.00 Lakhs against the corporation u/s 143(3) for disallowance of deduction claimed. The Corporation has deposited 20% of total demand of A.Y. 2008-2009 of ₹ 4.20 Lakhs on 18.02.2022 and balance demand of ₹ 16.80 Lakhs has been stayed till disposal of appeal. The matter is under appeal before CIT (appeals).
- III. Assessment year 2020-21: -** In Assessment year 2020-21 the Income Tax Dept. has raised a Demand of ₹ 714.01 Lakhs against the corporation u/s 156 for disallowance of deduction claimed. The Corporation has deposited 20% of total demand of A.Y. 2020-2021 of ₹ 142.80 Lakhs on 02.11.2022 and balance demand of ₹ 571.21 Lakhs has been stayed till disposal of appeal. The matter is under appeal before CIT (appeals).

C. Service Tax:

- I** The commissioner of CGST & Central Excise Commissionerate has issued show cause notice of ₹ 1,712.17 Lakhs as service tax on the gross margin under the service tax category Business Auxiliary Service up to June-2017 (for the F.Y. 2015-16 to 2017-18). The commissioner has finalized the order Dated 31.05.19 in which he has raised demand of service tax amounting to ₹ 3,42,50,377/-, interest amounting to ₹ 3,42,50,377/-, penalty amounting to ₹ 34,25,037/- Total ₹ 7,19,25,791/-. RSBCL has filed an appeal against the said order in CESTAT, New Delhi. Corporation has deposited an amount of ₹ 25,68,788/- against said order. However, the case has been disposed of on 03.07.2023 in favour of RSBCL.
- II** The Commissioner of Central Excise Jaipur-I raised a show cause notice dated 18.11.2016 of ₹ 2,053.17 Lakhs as service tax on the gross margin and other receipts under the service tax category Business Auxiliary Service from April 2011 to March 2015 for the above show cause notice of ₹ 2,053.17 Lakhs corporation has submitted detailed reply along with own order of the Hon'ble Rajasthan High Court. The Commissioner has finalized the order against the corporation dated 31-05-2019 in which he has raised demand of service tax amounting to ₹ 2,80,71,100/-, interest amounting to ₹ 2,80,71,100/-, penalty amounting to ₹ 2,80,71,100/-, penalty amounting to Rs 20,000/- total ₹ 8,42,33,300/-. RSBCL has filed an appeal against the said order in CESTAT, New Delhi. Corporation has deposited an amount of ₹ 21,05,332/- against said order. However, the case has been disposed of on 03.07.2023 in favour of RSBCL.

D. Liability pertaining to following court cases has not been accounted for in the books of accounts:

RSBCL has filled an appeal in Rajasthan High Court Jaipur Bench against the decision of District Judge City Sawai Madhopur deciding the case in favour of Mrs. Munki Devi pertaining to her claim of godown rent of Sawai Madhopur Depot. As per decision of Board, RSBCL also deposited amount of ₹ 1.69 Lakhs to the District Judge, Sawai Madhopur.

- E.** Liability of Seventh pay commission as per resolution no. 1/1/2013-E.III (A) related to following Govt./PSU's/Organizations has not been provided for 4 (P.Y. 49) employees in the books of accounts as the respective parent departments have not approved effect of 7th pay Commission.

S. No.	Name of the Department	Total No. of Employees	7 th Pay Commission Approved	7 th Pay Commission Not Approved
1	State Government	97	96	1
2	Raj. Rajya Sahkari Spinning and Ginning Mills (Spin Fed)	0	0	0
3	Raj. State Handloom Develop. Corp. (RSHDC)	5	5	0
4	Ajmer Vidyut Vitran Nigam Ltd. (AVVNL)	15	15	0
5	Bikaner Sahkari Upbokta Bhandar Ltd. (BSUBL)	1	1	0
6	Raj. Rajya Bunker Sahkari Sangh	1	1	0
7	Hindustan Salts Ltd. (HSL)	0	0	0
8	Raj. Tourism Develop. Corp. (RTDC)	5	5	0
9	Raj. Financial Corp. (RFC)	10	10	0
10	Raj. Rajya Vidyut Utpadan Nigam Ltd. (RRVUNL)	8	8	0
11	Raj. State Road Transport Corp. (RSRTC)	38	38	0
12	State Government (DOIT)	17	17	0
13	Raj. Rajya Tilhan Utpadak Sahkari Sangh Ltd. (TILAM Sangh)	3	0	3
	TOTAL	200 (P.Y. 196)	196 (P.Y. 147)	4 (P.Y. 49)

Provident Fund of Employees on deputation:

- F.** Earlier, operators were deployed by the M/s Trimax IT Infrastructure and services Limited at various Depot of RSBCL but there is no information regarding the payment of contribution to Provident Fund which was about ₹ 37.22 Lakhs upto 31 March 2016 and ₹ 6.91 Lakhs (approx.) for 2016-17 and ₹ 5.81 Lakhs (approx.) for 2017-18 (upto 30.09.2017). As per the recommendations of C&AG if the said amount is not contributed as per the Act then as a State Public Sector Undertaking, RSBCL is liable to contribute the said amount as the operators are deployed in RSBCL. The confirmation in this regard was sought from M/S Trimax IT Infrastructure & Service Limited but no confirmation is received yet. The PF contribution amount has been adjusted from the Security Deposit (₹ 45.48 Lakhs) and ₹ 8.79 Lakhs payable to Trimax for the month of September 2017. Liability for PF of Trimax of ₹ 54.27 Lakhs has been provided in the books of accounts. The case is pending in National Company Law Tribunal (NCLT).
- G.** RSBCL has not paid ₹ 48.02 Lakhs out of which ₹ 29.34 Lakhs (for period Jan 2011 to Aug 2011), ₹ 11.00 Lakhs (December, 2011 to February, 2012) and ₹ 7.68 Lakhs for April, 2012 in respect of payment of operator and manpower deployed at various depots of RSBCL by TSP during the period from January, 2011 to June, 2012 due to non-completion of project as per the conditions of the work order. The corporation has already paid and provided five months expenses in books of accounts and no further payment is made as per para 5(1) of the agreement. The Board of Directors has not determined any dues payable to Trimax. Hence, no contingent liability has been provided for.

25.23 Corporate Social Responsibility:

Provision for CSR expenses amounting to ₹ 81.86 Lakhs (P.Y. ₹ 73.09 Lakhs) is made in the books of accounts and ₹ 81.86 Lakhs (P.Y. ₹ 73.09 Lakhs) has been deposited in separate bank account during the F.Y. 2022-23.

CSR of the Corporation		
S.No.	Particulars	Amount (₹ in Lakhs)
1	Amount required to be spent by the company during the year.	81.86
2	Amount of expenditure incurred.	Nil
3	Shortfall at the end of the year.	81.86
4	Total of previous year's provision	137.76 *
5	Reason for shortfall.	Transferred to a special CSR Bank A/c being amount to be spent under a project to be implemented in next three years.
6	Nature of CSR activities.	1. Financial Assistance to Orphanage/ Viminditgrah/ Balgrah/ Women shelter home. 2. Social and economic upliftment of the workers and their family members involved in the business of illicit liquor production and Financial and assistance in kinds in the school of these areas. 3. Financial assistance for Sanitation. 4. Water Cooler/ Library/ Dormitory assistance in the Hostels maintained by ICDS/TAD/ and Kasturba Hostels and girls hostels run by SAMSA. 5. Financial assistance in school Education and for its up gradation with IT enabled computer labs. 6. Any other assistance in Social Justice Welfare. 7. Financial assistance for plantation including its maintenance
7	Details of related party transactions, e.g. contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard.	NA
8	Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movement in the provision during the year should be shown separately.	NA

* It has come to the notice of the corporation that sum of ₹ 59.84 Lakhs is booked as CSR expenses as well as CSR provision in the year 2019-20, therefore ₹ 59.84 Lakhs is written back as CSR provision and the same is booked as profit in books of accounts. There is also Interest income which earned on bank account of CSR, the interest so earned is also booked as CSR Provision.

25.24 Penalty on MIS Shortage:

Penalty due to shortage in MIS has been booked in accounts as per LSP (2022-23) according to which the amount of penalty is equal to Landed Cost amounting to ₹13.33 Lakhs (P.Y. ₹ 73.95 Lakhs)

25.25 Rate Revision:

The Corporation has shown ₹ 1839.87 Lakhs as decrease (P.Y. ₹ 899.80 Lakhs as decrease) in cost on account of rate revision for various brands. Debit note/Supplementary invoices for such rate revision were duly issued/received.

25.26 State Renewable Fund:

Rajasthan State Beverages Corporation Limited falls under the purview of BPE i.e. Bureau of Public Enterprises. Hence is required to contribute to State renewable Fund. Provision has been made for 2022-23 of ₹ 4.00 Lakhs (P.Y. ₹ 4.00 Lakhs)

25.27 VAT Input and Cow Cess:

- (i) The corporation has VAT input receivable/adjustable amounting to ₹ 1469.51 Lakhs (P.Y. ₹ 830.36 Lakhs) at the end of the year 2022-23.
- (ii) The corporation has Cow Cess input receivable/adjustable amounting to ₹ 232.62 Lakhs (P.Y ₹ 104.24 Lakhs) at the end of the year 2022-23.

25.28 Other Observations:

The management regularly monitors the legal cases pending and the legal expenses/fees paid are as per norms. The following is the list of age-wise classification of pending legal cases in year 2022-23 are as follows:

S. No.	Ageing of Pending cases	No. of Cases	Amount Involved (₹ in Lakhs)		Reasons of Pendency
			Payables	Receivables	
1	0-3 Years	18	686.10	3.39	These cases are lying pending in the various courts.
2	4-6 Years	15	0	5.95	
3	7-10 Years	09	0	11.39	
4	Others	04	8.91	49.92	

25.29 Few fixed assets of corporation are shown at value less than the salvage value calculated as per Companies Act, 2013. With reference to GN (A) 35 Guidance Note on Accounting for depreciation in companies in the context of Schedule II of the Companies Act, 2013 issued by ICAI, in some cases the residual value is estimated to be less than five percent of the original cost of the asset, the same has been used. As it is not necessary to make a disclosure in such a case, hence, no disclosure for adopting the residual value less than 5% of cost of the asset is made by the corporation.

25.30 During the year the corporation has reversed an amount of ₹ Nil Lakhs (PY ₹ Nil Lakhs) on account of stale cheques issued in earlier years and not presented to bank till date. The same were lying in bank reconciliation statement since long hence it has been considered prior period income as specific details are not available to the corporation.

- 25.31** During the year the corporation has debited an amount of ₹ Nil Lakhs (PY ₹ Nil Lakhs) on account of amount debited by bank in earlier years. The same were lying in bank reconciliation statement since long hence it has been considered prior period expenses as specific details are not available to the corporation.
- 25.32** In the year 2020-21 it has come to notice that the importers of Foreign Liquor have paid applicable custom duty in preceding years less than what was stated in the cost sheet at the relevant time. Such excess over and above actuals were retained by the suppliers (importers), therefore, RSBCL has recovered an amount of ₹ 74.83 Lakhs (PY ₹ 75.86 Lakhs) from the Suppliers (Importers) of Foreign Liquor by debiting their running account maintained with RSBCL. The amount so recovered has been shown as other current liabilities in Note No.6 forming part of financial statements as RSBCL apprehends that the said amount may be paid in future to the consumer/consumer welfare fund. One of the supplier from which excess custom duty was recovered has filed case against Corporation for the recovered amount. The case is still pending in the High Court.
- 25.33** During the year the Corporation has paid ₹ 54.00 Lakhs (PY ₹ 243.99 Lakhs) as application fee for participation in tender for retail liquor shops. The same has been charged to profit & loss account as the application fee is non-refundable irrespective of outcome of tender.
- 25.34** In the FY 2022-23 liquor shops have been run by corporation as per Excise policy of the Government of Rajasthan. The Corporation has maintained separate records of purchase, sales, income and expenditure of these shops. At the end of the year, the corporation has merged business transactions of shops with its main business transactions.
- 25.35** Ageing as per Schedule III of Companies Act.

The following ageing schedule is given for Trade payables due for payment :-

Trade Payables against goods ageing schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Others (2022-23)	1,04,426.14	696.38	1.16	459.13	1,05,582.81
Others (2021-22)	82,430.53	128.66	45.45	545.11	83,149.75

Trade Payables against Exp. ageing schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Others (2022-23)	782.52	16.17	17.65	200.44	1,016.78
Others (2021-22)	685.14	9.80	125.79	83.42	904.15

For trade receivables outstanding, following ageing schedule is given :

Trade Receivables ageing schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables considered good (2022-23)	0.00	4.47	81.36	0	35.30	121.13
Undisputed Trade receivables considered good (2021-22)	0.00	84.23	0.00	0.00	35.30	119.53

For trade receivables outstanding, following ageing schedule is given :-

Trade Receivables ageing schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
disputed Trade receivables considered good (2022-23)	0.00	0.00	707.50	0.00	0.00	707.50
disputed Trade receivables considered good (2021-22)	0.00	0.00	2078.19	0.00	0.00	2078.19

25.36 Ratio as per Schedule III of Companies Act :-

Name of Ratio	2022-23	2021-22	Change in %
Current Ratio	1.16 (1,33,515.24/1,15,060.96)	1.15 (1,02,106.01/88,697.81)	0.87
Return on Employed	16.89 (3,377.28/200.00)	15.69 (3,137.77/200.00)	7.65
Inventory turnover ratio	15.20 (8,61,305.36**/56,677.31)	11.20 (7,43,562.03**/66,382.90)	35.71
Trade Receivable Turnover ratio*	NA	NA	NA
Trade Payable Turnover ratio	9.15 (8,76,098.93/95,748)	7.05 (7,08,208.78/1,00,388.24)	29.79
Net capital Turnover ratio	4337.17 (8,67,433.62/200.00)	3746.80 (7,49,359.63/200.00)	15.76
Net profit Ratio	0.0039 (3,377.28/8,74,176.58)	0.0042 (3,137.77/7,54,710.09)	-7.14
Return on Cap. Employed	25.19 (5,037.24/200.00)	22.51 (4,502.33/200.00)	11.91
Return on Investment	NA	NA	NA

Changes more than 25% in ratios is due to higher sale in comparison to last year sale.

* Trade Receivable shown in balance sheet is only for Expense and not for Goods.

** The Cost of goods sold (Sales-Gross profit) for the year 2022-23 is ₹ 8,61,305.36 (8,67,433.62-6,128.27) and for the year 2021-22 is ₹ 7,43,562.02 (7,49,359.63-5,797.60).

As per our report of even date attached

For Gopal Sharma & Co.
Chartered Accountants
FRN : 002803C

For and on behalf of the Board of Directors

(Gautam Sharma)
Partner
M. No. : 079225
UDIN : 24079225BKEQUX4581

(Brahma Prakash Sharma)
GM (Finance)

(Ram Naraian Badgujar)
Executive Director
DIN : 08648847

Place : Jaipur
Date : 12.01.2024

(K.K. Pathak)
CMD
DIN : 08328847



ए. एम. जी. - IV / मित. - III / वी. - 11014/E.E./अप. एव. की. 24-ल. / 4-3/2-22-23/
संख्या / No. 2.1460

भारतीय लेखापरीक्षा और लेखा विभाग
कार्यालय प्रधान महालेखाकार (लेखापरीक्षा-1) राजस्थान
जयपुर-302 005

INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT-I) RAJASTHAN
Jaipur-302 005

दिनांक / Date 22-03-2024

कार्यकारी निदेशक,
राजस्थान स्टेट बेवरेजेज कार्पोरेशन लिमिटेड,
तृतीय तल, अरण्य भवन के पास
मालाना इंगरी, जयपुर- 302004

विषय:- राजस्थान स्टेट बेवरेजेज कार्पोरेशन लिमिटेड के 31 मार्च 2023 को समाप्त वर्ष के लेखों पर भारत के नियंत्रक महालेखापरीक्षक की टिप्पणी।

महोदय,

मुझे इस पत्र के साथ कम्पनी अधिनियम, 2013 की धारा 143(6) (b) के अंतर्गत राजस्थान स्टेट बेवरेजेज कार्पोरेशन लिमिटेड, जयपुर के 31 मार्च 2023 को समाप्त वर्ष के वित्तीय विवरणों पर भारत के नियंत्रक महालेखापरीक्षक की टिप्पणियां वार्षिक आम सभा के समक्ष कम्पनी अधिनियम की धारा 143(6) के अंतर्गत प्रस्तुत करने हेतु जारी करने का आदेश प्राप्त हुआ है।

उपरोक्त अवधि के वित्तीय विवरणों एवं लेखापरीक्षकों की रिपोर्ट की सात प्रतियां, जो साधारण सभा में रखी जावें तथा स्वीकृत की जावें, कृपया इस कार्यालय को शीघ्र भिजवाने का भ्रम करें।

संलग्न: उपरोक्तानुसार

भवदीय,

(Handwritten Signature)

वरि. उपमहालेखाकार/ए. एम. जी. -IV

टेलीफोन : 2385430-39,2385131,2385232
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COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF RAJASTHAN STATE BEVERAGES CORPORATION LIMITED FOR THE YEAR ENDED 31 MARCH, 2023.

The preparation of financial statements of Rajasthan State Beverages Corporation Limited for the year ended 31" March 2023 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 12th January 2024.

I. on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Rajasthan State Beverages Corporation Limited for the year ended 31 March 2023 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

Based on my supplementary audit, I would like to highlight the following significant matters under section 143(6)(b) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related audit report.

A. Comment on Profitability**Statement of Profit & Loss****Expenses**

Other expenses (Note No. 21)	6729.91 lakh
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Direct expenses for shop	1023.99 lakh
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The above does not include ₹ 84.43 lakh being various dues payable to District Excise Office, Bikaner (DEO, Bikaner) towards the liquor shop surrendered in Bikaner.

The DEO, Bikaner asked (November 2022) the Company to deposit outstanding deficit guarantee amount, basic license fee and Composite fees towards the shop amounting to 84.43 lakh. However, the Company neither deposited the amount nor made provision towards the outstanding liability of 84.43 lakh.

This has resulted in understatement of Other Expenses as well as understatement of Other Current Liabilities (Note No. 6) by ₹ 84.43 lakh. Consequently, Profit for the year is also overstated by ₹ 84.43 lakh.

B. Comment on Financial Position**Balance Sheet****Assets****Current Assets**

Short Term Loans and Advances (Note No. 14)	2298.46 lakh
----------------------------------------------------	---------------------

The above includes 22.73 crore being advance given to Rajasthan State Road Development and Constructions Corporation Ltd (RSRDC) for construction of "Centre of Excellence for Revenue Research and Analysis" (COERRA Building). Out of the amount advanced by the Company, RSRDC incurred expenditure of 21.25 crore upto 31 March 2023 and the work was in progress.

The expenditure of 21.25 crore on the construction of COERRA building should have been capitalised as CWIP. However, RSBCL did not convert the advance of 21.25 crore into Fixed Assets (CWIP).

This has resulted in understatement of Fixed Assets (Note No. 8) by ₹ 21.25 crore as well as overstatement of Short-term Loans and Advances (Note No. 14) by the same amount.

**For and on behalf of
the Comptroller and Auditor General of India**



**(K. Subramaniam)
Principal Accountant General
(Audit-I)
Rajasthan, Jaipur**

**Place: Jaipur
Date:-**

RAJASTHAN STATE BEVERAGES CORPORATION LTD.

(A Government of Rajasthan Undertaking)

5th Floor, CoERRA (Centre of Excellence for Revenue Research & Analysis) Bhawan,
Plot no. 2, Near Aranyan Bhawan, Jhalana Institutional Area, Jaipur – 302004.

Tel: 0141-2744234 Fax: 0141-2744237, web- www.rajexcise.gov.in,
email-Gmf.rsbc1@rajasthan.gov.in, CIN: U15511RJ2005SGC020336

PROXY FORM

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

Name of the Member (s):

Registered Address:

E-mail ID:

Folio No./*DP& Client Id: I/We, being the members(s) ofshares of the above name company hereby appoint:

(1) Name.....Address.....

.....E-mail.....Signature:

.....or failing him/her;

(2) Name.....Address.....

.....E-mail.....Signature:

.....or failing him/her;

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 18th Adjourned Annual General Meeting of the Company, to be held on Tuesday, the 11th June, 2024 at 1st Floor, CoERRA (Centre of Excellence for Revenue Research & Analysis) Bhawan, Plot No. 2, Near Aranya Bhawan, Jhalana Institutional Area, Jaipur, at 3:00 PM and at any adjournment thereof in respect of such resolutions as are indicated below:

S.No. Resolutions ****For**** Against ORDINARY/SPECIAL BUSINESS

S.No	Resolutions	For	Against
1.	Receive, consider and adopt the Audited Financial Statements for the year 2022-23 and the Reports of the Directors and Auditors thereon		
2.	Declaration of Dividend		
3.	Remuneration of Statutory Auditors		

Signed theday ofJune, 2024

Signature of the Shareholder
(Affix Revenue Stamp)

Signature of first proxy holder/signature of second proxy holder.