



QUANTUM BUILD-TECH LIMITED

**25th Annual Report
2022 – 2023**

CONTENTS

Particulars	Page No.
Notice	01
Board's Report	10
Management Discussion and Analysis Report	32
Corporate Governance Report	35
Independent Auditor's Report	54
Statement of Assets & Liabilities	64
Profit and Loss Account	65
Statement of Changes in Equity	66
Cash Flow Statement	67
Significant Accounting Policies	68
Schedules forming a part of Accounts	72

BOARD OF DIRECTORS:

Mr. Guduru Satyanarayana
Smt. Kodali Vijaya Rani
Mr. Kyatham Prabhakar Reddy
Mr. Sripathi Ram Reddy
Mr. Kanduri Saraswathi Kumar
Mr. Muppuri Snehith

- Managing Director
- Promoter Director
- Non-Executive Independent Director
- Non-Executive Independent Director
- Non-Executive Independent Director
- Additional Director (Resigned w.e.f. 21.04.2022)

REGISTERED OFFICE

8-1-405/A/66, Dream Valley,
Shaikpet, Hyderabad – 500 008
Phone No. 040–23568766, 23568990
E-mail: info@quantumbuild.com
Website: www.quantumbuild.com

STATUTORY AUDITORS:

M/s SURYANARAYANA & SURESH
Chartered Accountants
Flat No. C2, Millenium House, Road No. 10,
Near Zaheer Nagar X Road, Banjara Hills,
Hyderabad – 500 034
Phone No. 040-23386783, 23386784

BANKERS TO THE COMPANY

Karur Vysya Bank Limited
Manikonda Branch, Hyderabad

SHARE TRANSFER AGENTS

Venture Capital & Corporate
Investments Private Limited
AURUM, Door No. 4-50/P-II/57/4F & 5F,
Plot No. 57, 4th & 5th Floors, Jayabheri Enclave,
Phase - II, Gachibowli, Hyderabad– 500 032
Phone : 040-23818475, Fax : 040-23568024
E-mail : investor.relations@vccipl.com

COMPLIANCE OFFICER & COMPANY SECRETARY

Ms. Vinda .M (w.e.f. 01-07-2022)
E-mail : cs@quantumbuild.com



NOTICE

NOTICE IS HEREBY GIVEN THAT THE 25th (TWENTY FIFTY) ANNUAL GENERAL MEETING OF THE MEMBERS OF QUANTUM BUILD-TECH LIMITED WILL BE HELD ON FRIDAY THE 29TH DAY OF SEPTEMBER, 2023 AT 12.30 PM, THROUGH VIDEO CONFERENCING (“VC”) / OTHER AUDIO VISUAL MEANS (“OAVM”), TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2023, together with the Reports of the Board of Directors’ and Auditor’s thereon;
2. To re-appoint Mrs K. Vijaya Rani (DIN: 00102286) who retires by rotation and being eligible offers herself for re-appointment.

Date : 25.08.2023

Regd. off. : 8-1-405/A/66, Dream Valley,
Near O.U Colony, Shaikpet, Hyderabad -500 008, TG

By Order of the Board

Guduru Satyanarayana
Managing Director
DIN: 02051710

NOTES:

- As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide its General Circular No. 20/2020 dated May 5, 2020 read with General Circular Nos. 02/2021, 17/2020 & 14/2020 dated January 13, 2021, April 13, 2020 and April 8, 2020 respectively (collectively referred to as ‘MCA Circulars’) and Securities and Exchange Board of India (‘SEBI’) vide its Circular No. SEBI/ HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 read with Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 (‘SEBI Circular’). The Annual General Meeting (AGM) will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC / OAVM.
- Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13,

2020 and May 05, 2020 and January 13, 2021 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

- The Members can join the AGM in the VC / OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC / OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
- The attendance of the Members attending the AGM through VC / OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
- Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC / OAVM and cast their votes through e-voting.
- In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.quantumbuild.com. The Notice can also be accessed from the websites of the Stock Exchanges at www.bseindia.com. The AGM Notice is also disseminated on the website of CDSL at www.evotingindia.com.
- The AGM has been convened through VC / OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and 02/2021 of 13.01.2021.
- Members are hereby requested to register their E-mail addresses with their Depository Participant or with **Venture Capital & Corporate Investments Private Limited, AURUM, Door No. 4-50/P-II/57/4F & 5F, Plot No. 57, 4th & 5th Floors, Jayabheri Enclave, Phase - II, Gachibowli, Hyderabad– 500 032 (Telangana) Registrar and Share Transfer Agent (RTA)** of the Company, for sending various Notices, Dividend intimation and other documents through Electronic Mode. Those members who have changed their E-mail addresses are requested to



register their E-mail ID / New Addresses with RTA, in case the shares are held in physical form and with the Depository Participants where shares are held in Demat mode.

- Your attention is invited on the Companies (Significant Beneficial Ownership) Amendment Rules, 2019 issued by the Ministry of Corporate Affairs on 8th February, 2019. A person is considered as a Significant Beneficial Owner (SBO) if he / she, whether acting alone, together or through one or more individuals or trust holds a beneficial interest of at least 10% or more. The beneficial interest could be in the form of a Company's shares or the right to exercise significant influence or control over the Company. If any members holding shares in the Company on behalf of other or fulfilling the criteria, is required to give a declaration specifying the nature of his / her interest and other essential particulars in the prescribed manner and within the permitted time frame.
- All the relevant documents referred to in the accompanying Notice are available for inspection at the Registered Office of the Company on all working days (From Monday to Friday) during the business hours 10.00 AM to 1.00 PM up to the date of AGM.
- The Register of Members and Share Transfer Books of the Company will remain closed from **Saturday, 23rd September, 2023 to Friday, 29th September, 2023 (Both days inclusive)** for the purpose of Annual General Meeting.
- The Notice and Annual Reports will be dispatched to members on or before 5th September, 2023.
- CS Ajay Suman Shrivastava, Practicing Company Secretary has been appointed as "Scrutinizer" for the Business mentioned to be conducted by e-voting.
- The Results of the e-voting will be declared by Managing Director **by 30th September, 2023 by 05:00 P.M.** at the Registered Office of the Company at Hyderabad and shall be hosted on the website of the Company; www.quantumbuild.com and on website of the Stock Exchange, www.bseindia.com.
- Since the AGM will be held through VC, the Route Map is not annexed in this Notice.
- The details pertaining to Director(s) liable to retire by rotation and director(s) proposed to be appointed / re-appointed as required to be provided pursuant to the Listing Agreement with the Stock Exchange are as follows:
- **PROFILE OF THE DIRECTOR RETIRING BY ROTATION AND THOSE FOR RE-APPOINTMENT:**

Mrs K. Vijaya Rani is a Post Graduate with Masters in Education having more than 37 years of experience in teaching and administration of Educational Institutions. Presently she is working as Director in V.R.S. & V.J. Residential School, Bachupally, Hyderabad.

A. THE INTRUCTIONS FOR SHAREHOLDRES FOR REMOTE E-VOTING AND E-VOTING DURING AGM / EGM AND JOINING MEETING THROUGH VC / OAVM ARE AS UNDER:

- (i) The e-voting period begins on **26th September, 2023 at 9.00 AM and ends on 28th September, 2023 at 5.00 PM**. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the **Cut-off date i.e. 22nd September, 2023** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non institutional shareholders/ retail shareholders is at a negligible level.

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

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

- (iv) In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual Meetings for Individual shareholders holding securities in Demat mode is given below:



Type of shareholders	Login Method
<p>Individual Shareholders holding securities in Demat mode with CDSL</p>	<ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL / NSDL / KARVY / LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi / Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration. 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.
<p>Individual Shareholders holding securities in Demat mode with NSDL</p>	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp.

Type of shareholders	Login Method
	<p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder / Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password / OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL / CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL / CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

Important Note: Members who are unable to retrieve User ID / Password are advised to use Forget User ID and Forget Password option available at above mentioned website.

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

Login Type	Helpdesk details
<p>Individual Shareholders holding securities in Demat mode with CDSL</p>	<p>Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 022-23058542/43.</p>
<p>Individual Shareholders holding securities in Demat mode with NSDL</p>	<p>Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or contact at 022-4886 7000 and 022-2499 7000.</p>



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

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

For Physical shareholders and other than individual shareholders holding shares in Demat	
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company / Depository Participant are requested to use the sequence number sent by Company / RTA or contact Company / RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

- (vi) After entering these details appropriately, click on "SUBMIT" tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant **Quantum Build-Tech Limited** on which you choose to vote.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES / NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) **Additional facility for Non – Individual Shareholders and Custodians for remote e-voting only**
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required to send the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; info@quantumbuild.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM / EGM THROUGH VC / OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM / EGM is same as the instructions mentioned above for e-voting.
2. The link for VC / OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM / EGM.



4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio / Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views / ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast **Seven(7) days prior to meeting** mentioning their name, demat account number / folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **Three(3) days prior to meeting** mentioning their name, demat account number / folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views / ask questions during the meeting.
9. Only those shareholders, who are present in the AGM / EGM through VC / OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM / AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the EGM / AGM and if the same shareholders have not participated in the meeting through VC / OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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

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

If you have any queries or issues regarding attending AGM & e-voting from the CDSL e-voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542 / 43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400 013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542 / 43.

BOARD'S REPORT

(For the Financial Year Ended 31-03-2023)

To,
The Members
Quantum Build-Tech Limited,
Hyderabad.

1. INTRODUCTION :

Your Board of Directors ('Board') have pleasure in presenting their Twenty Fifth (25th) Annual Report on the business and operations of the Company and the Audited Financial Statements and developments for the financial year ended on 31st March, 2023.

2. FINANCIAL SUMMARY :

During the year under review, financial performance of your company is as under: (Amount In Lakhs)

Particulars	Year ended on 31.03.2023	Year ended on 31.03.2022
Revenue from operations	-	-
Other Income	-	0.04
Total Income	-	0.04
Less: Total Expenses	39.41	50.98
Profit / (Loss) before Taxation / Exceptional Item	(39.41)	(50.94)
Less: Exceptional Item	-	-
Profit / (Loss) after tax / after Exceptional Item	(39.41)	(50.94)
Profit / (Loss) C/F to the Next Year	(39.41)	(50.94)

3. BRIEF DESCRIPTION THE STATE OF COMPANYS AFFAIRS / PERFORMANCE:

The Company has not undertaken any construction activity during the Financial Year under review and has incurred loss of Rs.(39.41) Lakhs as against loss of Rs. (50.94) Lakhs in previous financial year 2021-22.

The real estate sector has become more efficient to operate in India due to implementation of Real Estate (Regulation and Development) Act, 2016, hence more opportunities in Real Estate Business for orderly growth are slated to arise in future. The Company is currently under negotiations for a land parcel for future project if the same can be undertaken and the same will be informed to the Members in due course. Your Directors are optimistic about Company's better performance with increased revenue in next year.

**4. CHANGE IN NATURE OF BUSINESS:**

During the year under review, there was no change in the nature of the business of the Company.

5. DIVIDEND:

Due to losses, the Directors of the Company have not recommended any dividend for the current financial year.

6. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

The provisions of Section 125(2) of the Companies Act, 2013 are not applicable as the Company has not declared and paid any dividend in previous years.

7. TRANSFER TO RESERVES:

For the FY 2022-23, the Company has transferred Rs. (39.41) Lakhs as loss, therefore as at 31st March 2023, the accumulated loss stands at Rs. (2,178.68) Lakhs.

8. SHARE CAPITAL:

The Share capital of your Company is Rs. 25,06,56,300/- divided into 2,50,65,630 Equity Shares of Rs. 10/- each with Voting Rights as at 31.03.2023.

a. Provision of money by company for purchase of its own shares by employees or by trustees for the benefit of employees:

The Company has not made any provision of money for purchase of its own shares by employees or by trustees for the benefit of employees as per Rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014.

b. Issue of Sweat Equity Shares:

The Company has not issued any sweat equity shares during the financial year in accordance with the provisions of Section 54 of Companies Act, 2013 read with Rule 8 of the Companies (Share Capital and Debentures) Rules, 2014.

c. Issue of Equity Shares with Differential Voting Rights:

The Company has not issued any equity shares with differential voting rights during the financial year as per Rule 4(4) of Companies (Share Capital and Debentures) Rules, 2014.

d. Issue of Employee Stock Option:

The Company has not issued any employee stock option during the financial year as per Rule 12 of Companies (Share Capital and Debentures) Rules, 2014.

9. PUBLIC DEPOSITS:

There were no outstanding deposits within the meaning of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014 at the end of the financial year. Your Company has not accepted any such deposits during the financial year 2022-23.

10. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Your Board consists of Five Directors including Three Independent (Non- Executive Directors). The declaration from all the Independent Directors are being obtained both at the time of appointment and at the First Board meeting of each Financial Year.

In accordance with the provisions of the Companies Act, 2013 and in terms of the Memorandum and Articles of Association of the Company, Mrs. K. Vijaya Rani is liable to retire by rotation at the 25th Annual General Meeting and being eligible has offered herself for re-appointment. Her re-appointment is being placed for your approval at the Annual General Meeting. Your Directors recommend her re-appointment as the Non-Executive Director of your Company.

Board Meetings:

During the year under review, the Board of Directors met **Six (6)** times and the dates of the Board Meetings are:

Sr. No.	Date of Board Meeting
1.	30-05-2022
2.	01-07-2022
3.	10-08-2022
4.	16-09-2022
5.	11-11-2022
6.	14-02-2023

The details of the Meetings of Board are covered in the Corporate Governance Report.

A. Key Managerial Personnel (KMP's):

In compliance with the requirements of Section 203 of the Companies Act, 2013, following are the Key Managerial Personnel of the Company:

- 1. Mr. Guduru Satyanarayana - Managing Director
- 2. Mr. Manne Rama Koteswara Rao - Chief Financial Officer
- 3. CS. Vinda M - Company Secretary and Compliance Officer

**B. Declaration by Independent Directors:**

In accordance with Sub-section (7) of Section 149 of the Companies Act, 2013 (hereinafter called as "The Act"), the Independent Directors on your Board have given a Declaration that they meet the criteria of Independence as provided in sub section (6) of Section 149 of the Act. There has been no change in terms and conditions of appointment of Independent Directors, the Policy relating to their appointment is available on the website of the Company www.quantumbuild.com.

During the year under review, a separate meeting of Independent Directors of the Company without the presence of non-independent directors and members of the management and all the independent directors were present in the meeting held on 14th February, 2023 in Compliance with the Regulation 25 of SEBI (LODR) Regulations 2015 in which the following matters were considered:

- i. Review of the performance of all the non-independent directors and the Board as a whole.
- ii. Review of the performance of the Chairman of the Company, taking into accounts the views of Executive Directors and Non-Executive Directors; and
- iii. Assessment of quality, quantity, and timeliness of flow of information among the Company, management, and the Board, which is necessary for the Board to perform their duties effectively and reasonably.

C. Board Evaluation:

The Board of Directors has carried out an Annual Evaluation of its own performance and has devised a Policy on Evaluation of performance of Board of Directors, Committees and Individual Directors, pursuant to the provisions of the Act, the Corporate Governance requirements and as prescribed by Regulation 25 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Extract of the Policy on Evaluation of Performance of the Board, its Committees and individual Directors, is available on the website of the Company www.quantumbuild.com.

11. ANNUAL RETURN:

The extracts of the Draft Annual Return pursuant to the provisions of Section 92(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 in Draft of Annual Return will be available on the website of the Company www.quantumbuild.com, and the web link for the same is www.quantumbuild.com/investors.php

12. DIRECTORS' RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Act, your directors, to the best of their knowledge and ability, confirm that:

- a) In the preparation of the annual accounts for the Financial Year ended 31st March, 2023, the applicable accounting standards had been followed along with proper explanation relating to material departures;

- b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2023 and of the loss of the Company for that period;
- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis;
- e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively;
- f) The directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.

13. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The Company has Internal Financial Controls which are adequate and were operating effectively. The controls are adequate for ensuring the orderly and efficient conduct of the business, including adherence to the Company's policies, the safeguarding of assets, the prevention and detection of frauds and errors, the accuracy and completeness of accounting records and timely preparation of reliable financial information. The details in respect of Internal Financial Controls are included in the Management Discussion and Analysis Report, which forms part of the Annual Report.

14. AUDIT OF ACCOUNTS AND STATUTORY AUDITORS:

As per the provisions of Section 139 of the Companies Act, 2013 M/s. Suryanarayana & Suresh, Chartered Accountants, (Firm Registration No. 006631S), were re-appointed as Statutory Auditors of the Company by the members /shareholders in the Annual General Meeting held on 28th September 2022, for five consecutive years for issuing the Audit report on the Financial position of the Company.

M/s. Suryanarayana & Suresh, Chartered Accountants (Firm Registration No 006631S), Statutory Auditors of the Company issued Auditors Report for the financial year ended 31st March, 2023 which is with unmodified opinion (unqualified). The observations made by the Statutory Auditors in their report for the financial year ended 31st March, 2023 read with the explanatory notes therein are self-explanatory and therefore, do not call for any further explanation or comments from the Board under Section 134(3)(f) of the Companies Act, 2013.

The auditors' report does not contain any qualifications, reservations, or adverse remarks.

15. SECRETARIAL AUDIT:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had appointed CS. Ajay Suman Shrivastava, Practicing Company Secretary, Hyderabad, to conduct the Secretarial Audit of the Company



for the financial year 2022-23. The Report contains details of delays in compliance of SEBI (LODR) 2015, and penalties imposed by BSE Ltd during the year. The same are factual details and do not require any comments from the Directors.

The Secretarial Audit Report issued by the Secretarial Auditor for the financial year 2022-23 in **Form MR-3** as **Annexure-I** forms a part of this Report.

16. DETAILS OF SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNAL:

No orders have been passed by any Regulator or Court or Tribunal which can have impact on the going concern status and the Company's operations in future.

17. STATUS OF LITIGATIONS :

The Members are informed that Mrs. Kodali Vijayarani, Promoter Director has filed a Petition under Section 241 with National Company Law Tribunal at Hyderabad (NCLT) against 7 shareholders vide Petition No. 240/241/HDB/2020 dt 24.06.2020, matter taken up for hearing on 07.09.2020 and after further hearings. NCLT has given an Interim Order on the said Petition on 14.10.2020 directing restrained from sale , pledge or mortgage of 1,24,50,000 shares held by 7 shareholders, and from then onwards matter is being adjourned and the final hearing was held on 15.06.2022 where the Bench dismissed the petition.

Company has filed a Petition under Section 213 vide Petition No. 354/213/2020 before the NCLT against Necx Pvt Ltd and its Shareholders and the matter taken up for hearing on 27th October, 2020 and from then onwards matter is being adjourned for and on various dates and pleadings were completed and was dismissed in the hearing held on 15.06.2022.

Company has received a Petition notice from the advocate through mail on 30th March, 2021 along with annexures filed by Y. Srinivasa Rao & 5 Others, against Quantum Build Tech Ltd & 5 Directors before the NCLT under Section 241, vide Petition No. 28/2021 . This petition was dismissed in the hearing held on 15.06.2022.

The Members are informed that Mrs. Kodali Vijaya Rani, Promoter Director has filed a petition under Section 421 of Companies Act, 2013 with National Company Law Appellate Tribunal at Chennai (NCLAT) against 7 Shareholders vide Petition No. 59 of 2022 arising out of the order dt 15.06.2022 in CP No. 240/241/HDB/2020. Matter listed on 16.06.2023 and directed the contesting parties (who are all on records) to file their "Notes for Submissions" and directed the Registry to list the Matter for Hearing on 23.08.2023. Next hearing on 20.09.2023.

18. PARTICULARS OF EMPLOYEES:

There are no employees drawing remuneration as prescribed under Section 197 of the Companies Act, 2013. Hence the details are NIL.

19. THE SEXUAL HARASSMENT OF WOMAN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has placed an Anti-Sexual Harassment policy in line with the requirement of the Sexual harassment of Woman at Workplace (Prevention, prohibition and redressal) Act, 2013. There have been NIL complaints of such nature during the period under review.

20. RISK MANAGEMENT:

The Company has well-defined risk management framework in place. The risk management works at various levels of the Company. The Company has robust organizational structure for managing and reporting on risks.

Your Company has developed and implemented a Risk Management Policy which is approved by the Board. The Audit Committee has additional oversight in financial risks and controls.

In the opinion of the Board, following are risks involved in the industry:

- a. High Interest rate.
- b. Fluctuation in prices of building materials.
- c. Competitive Risk due to entry of many players in local market.
- d. Operational Risk of market saturation.
- e. Stringent regulatory framework.
- f. Slow Disbursement of approvals.

21. ESTABLISHMENT OF VIGIL MECHANISM:

The Vigil Mechanism as envisaged in the Companies Act, 2013, the Rules prescribed thereunder and the Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is implemented through the Company's Whistle Blower Policy to enable the Directors, employees and all stakeholders of the Company to report genuine concerns, to provide for adequate safeguards against victimization of persons who use such mechanism and make provision for direct access to the Chairman of the Audit Committee.

Whistle Blower Policy of your Company is available on the website of the Company www.quantumbuild.com

22. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The Company in its ordinary course of business has entered Contract /Arrangement and paid rent of premises amounting to Rs 1.14 Lakhs to the Director during the financial year 2022-23. The transaction is on Arm's Length basis. In pursuance to Sec. 188(1) of the Companies Act, 2013, **Form AOC-2** is annexed herewith as **Annexure - III**.

**23. PARTICULARS OF LOANS, GUARANTEES, INVESTMENT AND SECURITIES.**

The Company has not given any loan to any person or other body corporate or given any guarantee or provided security in connection with a loan to any other body corporate or person or acquired by way of subscription, purchase or otherwise, the securities of any other body corporate during the financial year under review.

24. CORPORATE SOCIAL RESPONSIBILITY (CSR):

During the financial year under review, the Company's performance does not attract the provisions set out under Section 135 of the Companies Act, 2013 read with rules made thereunder. Hence, the compliances to the provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014, are not applicable..

25. CORPORATE GOVERNANCE:

Corporate Governance encompasses a set of systems and practices to ensure that the Company's affairs are being managed in a manner which ensures accountability, transparency and fairness in all transactions in the widest sense. The objective is to meet stakeholders' aspirations and societal expectations. Good governance practices stem from the dynamic culture and positive mindset of the Company.

The Company has adopted a Code of Conduct for its employees including the Managing Director and the Executive Directors. The said Code of Conduct is available on Company's Website, www.quantumbuild.com

A report on Corporate Governance covering amongst other details of Meetings of the Board and Committees along with a Certificate for compliance with the Corporate Governance requirements of Regulations 17 to 27 read with Schedule V and clauses (b) to (i) of Regulation 46(2) of SEBI (LODR) Regulations, 2015, as applicable, with regard to Corporate Governance, issued by a Practicing Company Secretary, forms part of the Annual Report.

26. NOMINATION AND REMUNERATION COMMITTEE:

The Company has constituted Nomination and Remuneration Committee of Directors in accordance with the requirements of Section 178 of the Companies Act, 2013 read with Regulation 19 of SEBI (LODR) Regulations, 2015. The details are given in the Corporate Governance report attached hereto.

27. SUBSIDIARY, HOLDING, ASSOCIATE COMPANIES AND JOINT VENTURES:

The Company does not have any Subsidiary, Holding, Joint Venture or Associate Company as on date.

28. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which these financial statements relate, till the date of this report.

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

The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules 2014 are as follows:

CONSERVATION OF ENERGY :

1.	The steps taken or impact on conservation of energy.	Your Company requires minimal energy consumption and every endeavor is made to ensure optimal use of energy, avoid wastages and conserve energy as far as possible.
2.	The steps taken by the company for utilizing alternate sources of energy.	
3.	The capital investment on energy conservation equipments.	

TECHNOLOGY ABSORPTION:

1.	The efforts made towards technology absorption.	Since the Company is not engaged in any manufacturing, the information in connection with technology absorption is NIL.
2.	The benefits derived like product improvement, cost reduction, product development or import substitution.	
3.	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) the details of technology imported the year of import;- whether the technology been fully absorbed;- if not fully absorbed, areas where absorption has not taken place, and the reasons thereof.	
4.	The expenditure incurred on Research and Development.	NIL

FOREIGN EXCHANGE EARNINGS AND OUTGO :

Particulars of foreign currency earnings and outgo during the financial year are **NIL**.

30. LISTING:

The shares of your Company are listed at Bombay Stock Exchange (BSE Ltd). The Company has duly complied with all the requirements of concerned Stock Exchange in accordance with applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time. There have been some instances of delay in compliance as reported elsewhere in the Annual Report.

**31. ACKNOWLEDGEMENTS:**

Your Directors wish to place on record their appreciation and sincere thanks to all government agencies, banks, shareholders, vendors and other related organizations, who through their continued support and co-operation, have helped, as partners, in your Company's progress. Your Directors also acknowledge the hard work, dedication and commitment of the employees.

For and on behalf of the Board

Date: 10.08.2023
Place: Hyderabad

Guduru Satyanarayana
Managing Director
DIN: 02051710

Kodali Vijaya Rani
Director
DIN: 00102286

Annexure	Contents
I	Secretarial Audit Report - Form MR – 3
II	Annual Secretarial Compliance Report
III	Particulars of Contract with related parties - Form AOC – 2
IV	Certificate for Non Disqualification of Directors
V	Management Discussion and Analysis Report
VI	Corporate Governance Report

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Form MR-3

**SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31.03.2023**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members
QUANTUM BUILD-TECH LIMITED
8-1-405/A/66 Dream Valley,
Near O.U. Colony, Shaikpet,
Hyderabad-500008, Telangana.

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **QUANTUM BUILD-TECH LIMITED (CIN: L72200TG1998PLC030071)** (herein called the QBL / Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the 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 for the period, both physical and remotely, I hereby report that in my opinion, the Company, **Quantum Build-Tech Limited**, during the audit period covering the financial year ended on 31st March, 2023, has complied with the statutory provisions listed hereunder, except specifically stated and also that the Company has proper Board processes and compliance-mechanisms in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; as applicable during the period under review.
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended; *Not applicable to the Company during the period under review as no further issue has been made.*



- d). The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; *Not applicable to the Company for the period under review.*
- e). The Securities and Exchange Board of India (Issue and Listing of Securitised Debt Instruments & Security Receipts) Regulations, 2008; *Not applicable to the Company during the period under review;*
- f). The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and SDD requirement compliance.
- g). The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with its members;
- h). The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; *Not applicable to the Company for the period under review,*
- i). The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; *Not applicable to the Company for the period under review.*
- j). Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations 2021: *Not applicable to the Company for the period under review,*
- k). SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 as amended,
- l). Other regulations and circulars/guidelines issued thereunder; (as applicable)

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii. SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, as amended.

During the Audit period under review and as per the clarification, representations provided by the Management in writing and oral in the Secretarial Audit checklist prepared by me, I confirm that the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreement, SEBI notifications and following actions were taken by the Regulators during the year under review:

- a) The following are the details of actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder:

Sr. No.	Compliance Requirement (Regulations / circulars / guidelines including specific clause)	Deviations	Observations / Remarks
1.	Regulation 24A - Filing of Annual Secretarial Compliance Certificate.	Delayed Compliance. Filed with a delay of One day	Has been complied with. Penalty imposed Rs. 2,360/- (Amount of Rs. 2,000/- + GST 360). Penalty amount paid on 16.07.2022.

b) The Company has taken the following actions to comply with the observations made in previous reports :

Sr. No.	Observations of the Practicing Company Secretary in the previous reports	Observations made in the secretarial compliance report for the year ended 31.03.2022.	Actions taken by the listed entity, if any	Comments of the Practicing Company Secretary on the actions taken by the listed entity
1.	No such observations	NIL	NA	NIL

I further report that, during the period under review,

- i. The Company was a Respondent in a matter filed by its Promoter Director under Section 241 and 242 of the Companies Act, 2013 before the Hon'ble National Company Law Tribunal, Hyderabad Bench (NCLT). Also, the Company was a Respondent in another matter filed before the NCLT under Section 241 by several shareholders. Company has also filed another petition against several persons under Section 213 of the Companies Act, 2013 before the NCLT. All these matters were at the hearing stage as at year end and were Dismissed vide order dated 15.06.2022.
- ii. The Petitioner- Director preferred an Appeal before the Hon'ble National Company Law Appellate Tribunal at Chennai against the order for dismissal of petition U/s 241. The matter is under hearing at NCLAT as at the year end.

I further report that

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. Two of the Independent Directors who had completed their term during the year and were reappointed for a further term.. One of the Independent Director has attained the age of 75 years and his re-appointment was duly approved in the Annual General meeting held on 28.09.2022.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- Majority decision is carried through while the dissenting members views are captured and recorded as part of the minutes.



I further report that compliance of applicable financial laws including Direct and Indirect Tax laws by the Company has not been reviewed in this Audit since the same has been subject to review by the Statutory Auditors and other designated professionals.

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

I further report that, the Company being in the real estate and construction business, the Company is subject to the compliance of provisions of such acts like, Housing Board Act, 1965, Transfer of Property Act, 1882, Building and other Construction Workers' (Regulation of Employment and conditions of services) Act, 1996 and prevalent Labour Laws. During the period under review, all the compliances regarding to the said acts and laws are duly complied with, wherever applicable.

Further, this report is to be read with the letter of even date as attached in **Annexure -A** and forms part of this report.

Date: 09.08.2023
Place: Hyderabad

Sd/-
AJAY SUMAN SHRIVASTAVA
Company Secretary in Practice
FCS No.: 3489
C.P. No.: 3479
UDIN : **F003489E000769641**

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'ANNEXURE – A'

To,
The Members
QUANTUM BUILD-TECH LIMITED
8-1-405/A/66 Dream Valley,
Near O.U Colony, Shaikpet,
Hyderabad- 500008, Telangana.

This letter is to be read with the report even date and forms an integral part of this Secretarial Audit report for the year ended 31st March, 2023:

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

Date: 09.08.2023
Place: Hyderabad

Sd/-
AJAY SUMAN SHRIVASTAVA
Company Secretary in Practice
FCS No.: 3489
C.P. No.: 3479
UDIN : **F003489E000769641**



**SECRETARIAL COMPLIANCE REPORT OF QUANTUM BUILD-TECH LIMITED
FOR THE YEAR ENDED 31ST MARCH, 2023**

[Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.]

To,
The Members
QUANTUM BUILD-TECH LIMITED
8-1-405/A/66 Dream Valley, Near O.U. Colony,
Shaikpet,
Hyderabad-500008, Telangana

I have conducted the review of the compliance of the applicable statutory provisions and the adherence to good corporate practices by **QUANTUM BUILD-TECH LIMITED** ("the listed entity"), (having BSE Scrip Code –538596 and CIN: L72200TG1998PLC030071), having registered office at 8-1-405/A/66 Dream Valley, Near O.U. Colony, Shaikpet, Hyderabad-500008, Telangana. The Secretarial Review 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 listed entity's books, papers, minutes books, forms and returns filed and other records maintained by the listed entity and also the information provided by the listed entity, its officers, agents and authorized representatives during the conduct of Secretarial Review, we hereby report that in our opinion, the listed entity has, during the review period covering the financial year ended on March 31, 2023, complied with the statutory provisions listed hereunder and also that the listed entity has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I Ajay Suman Shrivastava, have examined:

- a) all the documents and records made available to us and explanations provided by Quantum Build-Tech Limited ("the listed entity")
- b) the filings/ submissions made by the listed entity to the stock exchanges,
- c) website of the listed entity,
- d) any other document/ filing, as may be relevant, which has been relied upon to make this certification,

for the year ended **31st March, 2023 ("Review Period")** in respect of compliance with the provisions of:

- a) the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
- b) the Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");

The specific Regulations, whose provisions and the circulars / guidelines issued thereunder, have been examined, include:-

- a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended;
- b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended ;
- c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018- **(Not applicable to the Company during the period under review);**
- e) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **(Not applicable to the Company during the period under review);**
- f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable to the Company during the period under review);**
- g) Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 **(Not applicable to the Company during the period under review);**
- h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- i) other regulations and circulars / guidelines issued thereunder; (as applicable)

and based on the above examination, I hereby report that, during the Review Period the compliance status of the listed entity is appended as below:

- I. (a) The listed entity has complied with the provisions of the above Regulations and circulars / guidelines issued thereunder, except in respect of matters specified below:

Sr. No.	Compliance Requirement (Regulations/ circulars/ guidelines including specific clause)	Regulation/ Circular No.	Deviations	Action taken by SEBI/ BSE/ NSE	Type of Action	Details of Violation	Fine Amount	Observations/ Remarks of the Practicing Company Secretary	Management Response	Remarks
1.	Filing of Annual Secretarial Compliance Report on the day of adoption by Board	Regl 24A	Filed with ONE day delay	BSE	Monetary penalty	ASC adopted on 30.05.2022. Filed with BSE on 01.06.2022	Rs. 2000 + GST Total Rs. 2360/-	Penalty was duly paid	One day delay due to technical reason	NIL

- (b) The listed entity has taken the following actions to comply with the observations made in previous reports:

Sr. No.	Compliance Requirement (Regulations/ circulars / guidelines including specific clause)	Regulation/ Circular No.	Deviations	Action taken by company	Type of Action	Details of Violation	Fine Amount	Observations/ Remarks of the Practicing Company Secretary	Management Response	Remarks
1.	NIL during the reporting period 2021-22	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL



II. Compliances related to resignation of statutory auditors from listed entities and their material subsidiaries as per SEBI Circular CIR/CFD/CMD1/114/2019 dated 18th October, 2019:

Sr. No.	Particulars	Compliance Status (Yes/No/NA)	Observations/Remarks by PCS*
1.	Compliances with the following conditions while appointing /re-appointing an auditor		
	<p>i. If the auditor has resigned within 45 days from the end of a quarter of a financial year, the auditor before such resignation, has issued the limited review / audit report for such quarter; or</p> <p>ii. If the auditor has resigned after 45 days from the end of a quarter of a financial year, the auditor before such resignation, has issued the limited review/ audit report for such quarter as well as the next quarter; or</p> <p>iii. If the auditor has signed the limited review/ audit report for the first three quarters of a financial year, the auditor before such resignation, has issued the limited review/ audit report for the last quarter of such financial year as well as the audit report for such financial year.</p>	NA since there is no such instance during the period under review.	There is no such instance during the period under review.
2.	Other conditions relating to resignation of statutory auditor		
	<p>i. Reporting of concerns by Auditor with respect to the listed entity/its material subsidiary to the Audit Committee:</p> <p>a. In Case of any concern with the management of the listed entity/material subsidiary such as non-availability of information / non-cooperation by the management which has hampered the audit process, the auditor has approached the Chairman of the Audit Committee of the listed entity and the Audit Committee shall receive such concern directly and immediately without specifically waiting for the quarterly Audit Committee meetings.</p> <p>b. In case the auditor proposes to resign, all concerns with respect to the proposed resignation, along with relevant documents has been brought to the notice of the Audit Committee. In cases where the proposed resignation is due to non-receipt of information / explanation from the company, the auditor has informed the Audit Committee the details of information/ explanation sought and not provided by the management, as applicable.</p> <p>c. The Audit Committee / Board of Directors, as the case may be, deliberated on the matter on receipt of such information from the auditor relating to the proposal to resign as mentioned above and communicate its views to the management and the auditor.</p> <p>ii. Disclaimer in case of non-receipt of information: The auditor has provided an appropriate disclaimer in its audit report, which is in accordance with the Standards of Auditing as specified by ICAI / NFRA, in case where the listed entity/ its material subsidiary has not provided information as required by the auditor.</p>	<p>NA</p> <p>NA</p> <p>NA</p> <p>NA</p> <p>NA</p>	<p>There is no such instance during the period under review.</p> <p>NA</p> <p>NA</p> <p>There is no such instance during the period under review.</p> <p>There is no such instance during the period under review.</p>

3.	The listed entity / its material subsidiary has obtained information from the Auditor upon resignation, in the format as specified in Annexure- A in SEBI Circular CIR/ CFD/ CMD1/114/2019 dated 18th October, 2019.	NA	No Subsidiary exists.
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III. The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder, except in respect of matters specified below:-

Sr. No.	Particulars	Compliance Status (Yes/No/NA)	Observations/ Remarks by PCS*
1.	Secretarial Standards: The compliances of the listed entity are in accordance with the applicable Secretarial Standards (SS) issued by the Institute of Company Secretaries India (ICSI), as notified by the Central Government under section 118(10) of the Companies Act, 2013 and mandatorily applicable.	Yes, to the extent applicable	NA
2.	Adoption and timely updation of the Policies: <ul style="list-style-type: none"> • All applicable policies under SEBI Regulations are adopted with the approval of board of directors of the listed entities • All the policies are in conformity with SEBI Regulations and have been reviewed & updated on time, as per the regulations/ circulars/ guidelines issued by SEBI 	Yes Yes	NA NA
3.	Maintenance and disclosures on Website: <ul style="list-style-type: none"> • The listed entity is maintaining a functional website • Timely dissemination of the documents/ information under a separate section on the website • Web-links provided in annual corporate governance reports under Regulation 27(2) are accurate and specific which re- directs to the relevant document(s)/ section of the website 	Yes Yes Yes	NA NA
4.	Disqualification of Director: None of the Director(s) of the Company is / are disqualified under Section 164 of Companies Act, 2013 as confirmed by the listed entity.	Yes	NIL
5.	Details related to Subsidiaries of listed entities have been examined w.r.t.: (a) Identification of material subsidiary companies (b) Disclosure requirement of material as well as other subsidiaries	NA	No subsidiaries exist for the Company.
6.	Preservation of Documents: The listed entity is preserving and maintaining records as prescribed under SEBI Regulations and disposal of records as per Policy of Preservation of Documents and Archival policy prescribed under SEBI LODR Regulations, 2015.	Yes	NIL



7.	Performance Evaluation: The listed entity has conducted performance evaluation of the Board, Independent Directors and the Committees at the start of every financial year /during the financial year as prescribed in SEBI Regulations.	Yes	NIL
8.	Related Party Transactions: (a) The listed entity has obtained prior approval of Audit Committee for all related party transactions; or (b) The listed entity has provided detailed reasons along with confirmation whether the transactions were subsequently approved /ratified /rejected by the Audit Committee, in case no prior approval has been obtained.	Yes NA	NA NA
9.	Disclosure of events or information: The listed entity has provided all the required disclosure(s) under Regulation 30 along with Schedule III of SEBI LODR Regulations, 2015 within the time limits prescribed thereunder.	Yes	NA
10.	Prohibition of Insider Trading: The listed entity is in compliance with Regulation 3(5) & 3(6) SEBI (Prohibition of Insider Trading) Regulations, 2015.	Yes	NA
11.	Actions taken by SEBI or Stock Exchange(s), if any: No action(s) has been taken against the listed entity / its promoters / directors / subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under SEBI Regulations and circulars / guidelines issued thereunder except as provided under separate paragraph herein (**).	Yes	NA
12.	Additional Non-compliances, if any: No additional non-compliance observed for any SEBI regulation / circular / guidance note etc.	NA	NA

Assumptions & Limitation of scope and Review:

1. Compliance of the applicable laws and ensuring the authenticity of documents and information furnished, are the responsibilities of the management of the listed entity.
2. Our responsibility is to certify based upon our examination of relevant documents and information. This is neither an audit nor an expression of opinion.
3. We have not verified the correctness and appropriateness of financial Records and Books of Accounts of the listed entity.
4. This Report is solely for the intended purpose of compliance in terms of Regulation 24A (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and is neither an assurance as to the future viability of the listed entity nor of the efficacy or effectiveness with which the management has conducted the affairs of the listed entity.

Sd-
AJAY SUMAN SHRIVASTAVA
Practicing Company Secretary
FCS No. 3489
C.P. No.: 3479
UDIN: F003489E000402965

Place: Hyderabad
Date: 29.05.2023

FORMAOC -2

Disclosure of Particulars of Contracts / Arrangements entered into with related parties under Section 188(1) of the Companies Act, 2013 including certain arm's length transaction thereto

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

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

S.No.	Particulars	Details
1.	Name (s) of the related party & nature of relationship	-
2.	Nature of contracts / arrangements / transaction	-
3.	Duration of the contracts / arrangements / transaction	-
4.	Salient terms of the contracts or arrangements or transaction including the value, if any	-
5.	Justification for entering into such contracts or arrangements or transactions'	-
6.	Date of approval by the Board	-
7.	Amount paid as advances, if any	-
8.	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	-

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

S.No.	Particulars	Details
1	Name (s) of the related party & nature of relationship	Mrs. Kodali Vijaya Rani - Director
2	Nature of contracts / arrangements / transaction	Payment of Rent
3	Duration of the contracts / arrangements / transaction	Regular on year to year basis
4	Salient terms of the contracts or arrangements or transaction including the value, if any	The Company in its ordinary course of business has entered into Contract / Arrangement and paid / provisioned rent of premises amounting to Rs. 1,14,000/- (Rupees One Lakhs Fourteen Thousand only) to the Director during the financial year 2022-23. The transaction is on Arm's Length basis.
5	Date of approval by the Board	12-04-2019
6	Amount paid as advances, if any	Nil

For Quantum Build-Tech Limited

Date: 10.08.2023

Place: Hyderabad

Guduru Satyanarayana
 Managing Director
 DIN: 02051710



CERTIFICATE FOR NON-DISQUALIFICATION OF DIRECTORS
(Pursuant to Regulation 34(3) and Schedule V Para - C sub clause (10)(i) of the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members
Quantum Build-Tech Limited
8-1-405/A/66 Dream Valley,
Near O.U Colony, Shaikpet,
Hyderabad, Telangana - 500008.

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Quantum Build-Tech Limited** having **CIN: L72200TG1998PLC030071** and BSE Code: 538596 having registered office at 8-1-405/A/66, Dream valley, Near O.U Colony, Shaikpet, Hyderabad, Telangana-500008. (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 as amended.

In my opinion and to the best of my information and verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company and its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ended on 31st March, 2023 have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

S.No.	Name of Director	Designation	DIN	Date of Appointment/ Re-appointment
1.	Mr. Guduru Satyanarayana	Managing Director	02051710	01/08/2019
2.	Mrs. Kodali Vijaya Rani	Director	00102286	22/11/2004
3.	Mr. Prabhakar Reddy Kyatham	Director	00966105	03/11/2020
4.	Mr. Kanduri Saraswathi Kumar	Director	02788086	28/09/2022
5.	Mr. Ram Reddy Sripathi	Director	06390971	03/11/2020

Ensuring the eligibility for the appointment/continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on my verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Sd/-

AJAY SUMAN SHRIVASTAVA

Practicing Company Secretary

FCS No. 3489

C.P. No.: 3479

UDIN: **F003489E000769386**

Place: Hyderabad
Date: 09.08.2023

MANAGEMENT DISCUSSION & ANALYSIS REPORT

Industry Structure and Developments:

According to the World Economic Situation and Prospects (WESP) 2019, the global economy was growing at a steady pace of around 3% in calendar years 2019. While the major countries of the world are grappling with low growth, Indian economy has marched ahead with overall growth in the range of 6 to 6.5% over last 2 years.

Despite growing global vulnerabilities, better demand conditions, settled GST implementation, expansion from growing investments in infrastructure, continuing positive effects of reform policies and improved credit off take especially in the service sector the offtake of real estate industry has been steep in Hyderabad and has galloped ahead of other major cities in India.

Indian and Hyderabad Real Estate Sector:

The Indian real estate sector has witnessed a steady growth over the last two years and with the implementation of RERA Regulations, the trust factor has found its footing in the industry. The Indian Government focus on Home for all and Sate Government scheme for Double Bedroom Flats has given a large impetus to the market in and around Hyderabad.

New residential projects received a decent response from the buyers and they majorly remained confined to the western corridor of areas such as Nanakramguda, Kokapet, Narsingi and Kondapur. These ruled the roost in terms of buyer enquires, new launches and residential sales.

The region accounted for the largest share in new launches, growing by over 250% with mid and high-income budget segments witnessing the launch of number of projects in this period. Healthy demand from the potential buyers helped in lifting the sales that had initially witnessed a dip amid the resurgence of COVID 19 cases in April 2022.

Opportunities:

The Real Estate Regulatory Act (RERA) was aimed at ensuring accountability and infusing transparency and uniformity in practices prevalent in the real estate sector, and has been very widely adopted by Governments and Corporates alike, which is bringing more credibility to the sector.

On the other hand, incentives for affordable housing coupled with lower GST rate has increased demand for under-construction segment, a trend which is expected to continue in 2023-24 as well. In terms of city, Hyderabad (West Hyderabad – Madhapur, Gachibowli, areas adjoining ORR) along with other cities like Bangalore, Chennai, Mumbai are expected to drive demand in present and next year as more Work From Home options will leave spendable/ investible income in hands of working class.

The Company's effort to get into Technology products trading as conceived in year 2019 did not take off and had to be abandoned as the partner company was unable to generate the expected business and has been eluding clear business plans and has not been able to bring expected Order book to the Company. The arrangement had to be called off in April 2020 amidst the pandemic to safeguard the larger stakeholders interests.



Outlook:

The Company believes that demand conditions in the real estate sector are exhibiting clear signs of improvement after the pandemic and the Management is positive that the Company will be able to strike some small or medium sized housing projects in near future and be able to take advantage of potential revival in economic growth and its resultant positive effects on the real estate sector over the medium term. The Company shall continue to strive to acquire new projects to increase sales and profitability. However, the Company has not carried on any business activity during the Financial year under review.

Risks and Concerns:

The Company works in an environment which is affected by various factors, some of which are controllable while some are outside the control of the Company. Owing to the nature of the industry in, it is exposed to a variety of risk factors. These risks include waning support for multilateral approaches; the escalation of trade policy disputes; financial instabilities linked to elevated levels of debt; and rising climate risk, as the world experiences and increasing number of extreme weather events. The Company has developed a robust risk management framework consisting of identification, assessment, mitigation, monitoring of risks; which, in turn reduces the volatility due to unfavorable internal and external events and facilitates risk. The Management identifies the following risks:

Economic risk: The pandemic has given a hard lesson to one and all in terms of complete shut down of all economic activity and such unexpected development in any of the macroeconomic variables that may adversely impact the Company's profitability or viability are a major threat. Real estate is a cyclical industry and is affected by the changes in variables like interest rate, GDP Growth, purchasing power, inflation, Government policies, GST rates, among others.

Execution Risk: The Real Estate and construction projects are subject to various execution risks like regulatory hurdles, delay in receipt of approvals, availability of labour and raw material, etc. Any such delay may result in cost overruns and impact the Company's operations unfavorably.

Liquidity Risk: The primodal approach of Bankers and financial institutions towards mid sized Real estate companies has not undergone any suitable change and has slowed disbursements to the real estate sector, banks becoming more cautious, developers are finding it a challenge to raise funds for the projects and are being forced to other financial routes, which in turn is increasing their cost of capital, inadequate funding resources may have an impact on the liquidity position of the Company. Also there is a large mismatch between the supply and actual demand in terms of unit and ticket size.

Rising Input Cost: The real estate industry is a capital and work focused sector, accordingly, an ascent in the cost of work makes issues in the development of the project in focus. Besides, uncalled for routine with regards to specific segments of merchants and concrete industry by raising the cost, makes issues in the completion of the project a highly unprofitable gamble.

INTERNAL CONTROL SYSTEM AND ITS ADEQUACY

The Company has a proper and adequate system of internal controls to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and all transactions are authorized, recorded and reported correctly. The systems are updated and monitored on a continuous basis. The Company's internal control systems are further supplemented by Internal Audit conducted by competent finance executives and periodic review by Management. The Company has clearly laid down policies, guidelines and procedures which form part of its internal control system.

The Audit Committee of the Company consists of Independent Directors who possess expert knowledge and vast experience. They periodically review accounting records and various Accounts/statements prepared by the accounting department. They advise the senior management of the Company for any precautionary steps to be taken, as required from time to time. During the year under review, four meetings of Audit Committee were held to review, inter alia, the internal audit/controls along with management comments and initiated follow-up actions thereon.

SHARE CAPITAL

The Paid-up Share Capital of your Company as on 31st March 2023, is Rs. 25,06,56,300/- divided into 2,50,65,630 Equity Shares of Rs. 10/- each with Voting Rights.

SECURED LOANS

The Company has no secured loans at the end of the Financial year 2022-23.

FIXED ASSETS

The Fixed Asset (Gross Block) as on 31st March 2023 amounts to Rs. 36,60,705/-.

HUMAN RESOURCES AND INDUSTRIAL RELATIONS

Manpower is biggest strength in any Sector. The Company has maintained cordial relations with its employees across all levels of the organization during the period under review. Human resource continues to be core strength and always endeavors to work towards having satisfied workforce.. The key HR objective is to ensure that our employees are aware of the role they are expected to play in the organization to be able to drive organizational momentum. Going ahead, the Company will continue to invest in its people to strengthen its delivery model.

As on 31st March, 2023, the manpower strength of the Company was 5 members which comprises professionals from diverse backgrounds like engineering, finance, taxation, secretarial, legal, management, business, supervisors, skilled and semi-skilled workers.

Disclaimer:

The above Management Discussion and Analysis contains certain forward looking statements within the meaning of applicable security laws and regulations. These pertain to the Company's future business prospects and business profitability, which are subject to a number of risks and uncertainties and the actual results could materially differ from those in such forward looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties, regarding fluctuations in earnings, our ability to manage growth, competition, economic growth in India, ability to attract and retain highly skilled professionals, time and cost over runs on contracts, government policies and actions with respect to investments, fiscal deficits, regulation, etc. The shareholders and readers are cautioned that in the case of data and information external to the Company, no representation is made on its accuracy or comprehensiveness though the same are based on sources thought to be reliable. The Company does not undertake to make any announcement in case any of these forward-looking statements become materially incorrect in future or update any forward looking statements made from time to time on behalf of the Company.



CORPORATE GOVERNANCE REPORT

I. The Board of Directors of the Company present the Company's Report on Corporate Governance for the financial year ended March 31, 2023 in terms of Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") as amended by the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 ("the Amendment Regulations"), and any other amendments.

The report on Corporate Governance states compliance as per requirements of the Companies Act, 2013, SEBI (LODR), Regulations, 2015, as applicable to the Company. Given below are the Company's Corporate Governance policies and practices for 2022-23 and the Company has complied with all the statutory and regulatory requirements as stipulated in the applicable laws.

Corporate governance is the set of processes, customs, policies, laws and institutions affecting the way a company is directed, administered or controlled. It is a system of structuring, operating and controlling a company with a view to achieve long term strategic goals to satisfy shareholders, creditors, employees, customers and suppliers.

Corporate governance is based on principles such as conducting the business with all integrity and fairness, being transparent with regard to all transactions, making all the necessary disclosures and decisions, complying with all the laws of the land, accountability and responsibility towards the stakeholders and commitment to conducting business in an ethical manner.

II. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:

The Company believes that good Corporate Governance is essential for achieving long-term corporate goals and to enhance stakeholders' value. In this pursuit, the Company's Corporate Governance philosophy is to ensure fairness, transparency and integrity of the management, in order to protect the interests of all its stakeholders.

The Board acts with autonomy and independence in exercising its strategic supervision, discharging its fiduciary responsibilities and ensuring that the management observes the highest standards of ethics, transparency and disclosure. The entire governance structure is actively supervised by the Board of Directors, who oversees management activities and ensures their effectiveness in delivering value.

The Company is in compliance with the requirements of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as entered into with the Stock Exchange with regard to Corporate Governance.

III. BOARD OF DIRECTORS:

The composition of the Board of Directors of the Company is in conformity with the Listing Regulations and the Companies Act, 2013 ('the Act'). As on 31st March 2023, the Board comprised of Five Directors, out of which One (1) is Executive Director, One (1) is Non-Executive Director, and Three (3) are Independent Directors.

None of the Independent Directors on the Board serve as an Independent Director in more than seven listed companies. All Directors are also in compliance of the limit on Independent Directorships of listed companies as prescribed in Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board is headed by Executive Chairman who extends wholehearted support to all the Directors, business heads and associates. The Composition and category of Directors is as follows:

A. COMPOSITION AND CATEGORY AND ATTENDANCE OF DIRECTORS :

Name	Designation	Category	No.of Board Meetings Attended	Attendance at AGM Held On 28.09.2022	Directorships In Other Companies
Mr. Guduru Satyanarayana	Managing Director	Executive	6	Present	0
Mrs. Kodali Vijaya Rani	Director	Non- Executive Promoter	6	Not-Present	1
Mr. Kanduri Saraswathi Kumar	Director	Independent Non-Executive	6	Present	0
Mr. Kyatham Prabhakar Reddy	Director	Independent Non-Executive	6	Present	2
Mr. Sripathi Ram Reddy	Director	Independent Non-Executive	6	Not-Present	0

None of the Directors on the Board is a Member of more than 10 Committees and Chairman of more than 5 Committees across all companies in which they are Directors.

The Company is in compliance with Section 203 of the Companies Act, 2013 read with Sections 2(19) & 2(51) of Companies Act, 2013 and Rule 8 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and other applicable provisions, including any statutory modification or re-enactment thereof. The Company has designated Vinda. M as Company Secretary and Mr. M. R. Koteswara Rao as Chief Financial Officer of the Company.

Mr. Snehith Muppuri (DIN: 08977670), resigned from the directorship of the Company with effect from 21.04.2022.

Further, CS. Suman Gupta has resigned as Company Secretary of the Company w.e.f 31.05.2022

The Company has appointed Ms. Vinda.M as Company Secretary & Compliance officer of the Company w.e.f 01.07.2022

B. MEETINGS OF THE BOARD OF DIRECTORS:

The Board of Directors have met Six (6) times during the financial year on 30.05.2022, 01.07.2022, 10.08.2022, 16.09.2022, 11.11.2022 and 14.02.2023.

Independent Directors have convened their meeting on 14.02.2023, in accordance with Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, without the presence of non-Independent Directors and members of the management and all the Independent Directors were present at the meeting.



C. MINUTES OF THE BOARD MEETING:

The minutes of the proceedings of every Board Meeting and all Committee Meetings were prepared within 30 days from the conclusion of the respective meeting and were subsequently approved / signed by the respective Chairman.

D. CODE OF ETHICS:

The Company's Board has laid down a Code of Conduct for all Board members and designated senior management of the Company. The code of conduct is available on the website of the Company www.quantumbuild.com. All Board members and senior management personnel have affirmed compliance with the code of ethics for the year 2022-23. A declaration signed by the Managing Director and Chief Financial Officer to this effect is attached to this Report.

E. DECLARATION OF INDEPENDENCE BY DIRECTORS:

The Company has received declaration from each Independent Director under Section 149(7) of the Companies Act, 2013, that the Independent Director meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board has also laid down the Code of conduct for all the Directors and senior management personnel of the Company. Pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Schedule V (D) the Annual Report of the Company shall contain Declaration signed by the Chief Executive officer stating the compliance of Code of Conduct by the Board of Directors and Senior Management, to give effect to the same the Company has received the affirmation and is annexed with this Report as **"Annexure-I"**.

F. BOARD COMMITTEES:

The establishment of Board Committees imparts focus to the Board's oversight. They improve the effectiveness of the Board in areas where more focus and specialization are deemed necessary. In accordance with the Companies Act, 2013 and the SEBI Listing Regulations, the Company has constituted three Committees viz. Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee.

1. AUDIT COMMITTEE:

The Audit Committee's role shall flow directly from the Board of Directors' over view function on corporate governance, which holds the Management accountable to the Board and the Board, in turn, accountable to the shareholders. The Committee oversees the work carried out in the financial reporting process by the Management, the internal auditor, the statutory auditors and notes the processes and safeguards deployed by each of them.

There has been no change in the composition of the Audit Committee, during the year. During the period under review, **Four** Audit Committee meetings were held respectively on **30.05.2022, 10.08.2022, 11.11.2022 and 14.02.2023**

The attendance of Directors at the Audit Committee Meeting held during the year 2022-23.

Name	Designation	Meetings Held	Meetings Attended
Mr. Kyatham Prabhakar Reddy	Chairman	4	4
Mr. Sripathi Ram Reddy	Member	4	4
Mr. Kanduri Sarswathi Kumar	Member	4	4

Terms of Reference:

The terms of reference of the Audit committee include the following:

1. Review of the quarterly, half yearly and annual financial results of the Company before submission to the Board.
2. A check on the financial reporting process and the disclosure of its information to ensure that the financial statements are correct.
3. Review the significant related party transactions, if any.
4. Having discussions with statutory auditors and internal auditors of the company in respect of the financial statements of the company.
5. Suggesting recommendation to the Board on Audit report and Financial Management of the Company.
6. Review the internal control systems and ensure adherence thereto.
7. Recommendation with respect to fixation of audit fees, and any other services by auditors.

2. NOMINATION AND REMUNERATION COMMITTEE:

The Nomination and Remuneration Committee of the Company meets the criteria laid down under Section 178 of the Companies Act, 2013 read with Regulation 19 of the SEBI Listing Regulations. The purpose of the Nomination and Remuneration Committee is to oversee the selection of members of the Board based on criteria related to the specific requirement of expertise, independence, and execution. The Nomination and Remuneration Committee also evaluates the performance of the Board members, inclusive of the executive members based on the expected performance criteria.

The Nomination and Remuneration Committee of the Company as at 31.03.2023 comprises of three directors, all of them being non-executive independent directors.

Meetings of the Committee and Attendance:

As the Key Managerial Personnel was appointed during the year, the Committee held its meeting on 01.07.2022 for recommending the candidature and terms of appointment including remuneration of personnel being appointed.

During the period under review, **Two** Nomination and Remuneration Committee meetings were held respectively on **01.07.2022, 10.08.2022 and 06.03.2023 (Circular Resolution)**

The attendance of the Directors in the Meetings is stated below:

Name	Designation	Meetings Held	Meetings Attended
Mr. Kanduri Sarswathi Kumar	Chairman	2	2
Mr. Sripathi Ram Reddy	Member	2	2
Mr. Kyatham Prabhakar Reddy	Member	2	2



The terms of reference of the Committee are as given below:

- ❖ Make recommendation to the Board regarding the setup and the Composition of the Board.
- ❖ The Committee shall formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board policy, relating to the remuneration for the directors, Key managerial Personnel, and employees.
- ❖ Formulate criteria for evaluation of Independent directors and the Board.
- ❖ Identify the qualification criteria for the Directors and Key Managerial Personnel (KMP)
- ❖ The Committee shall ensure appropriate disclosure on the remuneration of the Managing Director and whole-time director, the management of the Company and benefits for Executive Director(s), Non-Executive Director(s) and to look after the issues relating to employee's remuneration.
- ❖ Recommended to the Board appointment or reappointment of the Directors and the appointment of KMP and executive team members.

Remuneration Policy:

The Company has adopted a Remuneration Policy for Directors, Key Managerial Personnel and other employees, in accordance with the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the same is available on the website of the company www.quantumbuild.com.

Details of Remuneration paid to Director

Particulars	Mr. Guduru Satyanarayana Managing Director	
	2022-23	2021-22
Salary	---	12,00,000
Perquisites	---	8,67,000
Total	---	20,67,000

Non-Executive Directors:

Non- Executive Directors of your Company are not entitled to any fees / remuneration or such other pecuniary benefits for attending Board and Committee Meetings.

Note : The details of remuneration of other KMP's is given elsewhere in the report.

3. STAKEHOLDERS RELATIONSHIP COMMITTEE:

The Stakeholders Relationship Committee of the Company comprises of **THREE** Directors. In accordance with Section 178(5) of the Companies Act, 2013 read with Regulation 20 of the SEBI (LODR) Regulations, 2015.

Terms of reference:

To look into redressal of shareholders' and investors' grievances, complaints, issue of duplicate / consolidated share certificates and review of cases for refusal of transfer / transmission of shares and reference to statutory and regulatory authorities. The Committee also takes measures for timely Transfer of Shares made during the year.

Meetings of the Committee and Attendance:

The Committee held its meeting on **14.02.2023** for noting / approval of the Share Transfers of the Company during the year.

Name	Designation	Meetings Held	Meetings Attended
Mr. Sripathi Ram Reddy	Chairman	1	1
Mrs. Kodali Vijaya Rani	Member	1	1
Mr. Kanduri Saraswathi Kumar	Member	1	1

Further, there are no pending grievances of shareholders as on the date of the report.

G. ANNUAL GENERAL MEETINGS:

Details of Previous Annual General Meetings:

Day	Date	Time	Venue
Friday	4 th December, 2020	11.30 A.M.	Through Video Conferencing (VC) and Other Audio Visual Means (OAVM)
Thursday	30 th December, 2021	12.00 Noon	Through Video Conferencing (VC) and Other Audio Visual Means (OAVM)
Wednesday	28 th September, 2022	11.30 A.M.	Through Video Conferencing (VC) and Other Audio Visual Means (OAVM)

Details of resolutions passed in previous Annual general Meeting dated 28th September, 2022: -

1. Details of Special resolution passed is as follows: -
 - i. Re-Appointment of Mr. Ram Reddy Sripathi as an Independent Director of the Company.
 - ii. Re-Appointment of Mr. K. Saraswathi Kumar as an Independent Director of the Company.
2. Details of Ordinary Resolution passed is as follows: -
 - i. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2022, together with the Reports of the Board of Directors' and Auditor's thereon;
 - ii. To re-appoint Mrs K. Vijaya Rani (DIN: 00102286) who retires by rotation and being eligible offers herself for re-appointment.
 - iii. To re-appoint Statutory Auditors and to fix their remuneration and in this regard, to pass, with or without modifications.
3. Postal ballot resolution, any such proposal- **NIL**.



H. DISCLOSURES:

- a) No transaction of material nature has been entered into by the company with directors or management and their relatives etc. that may have a potential conflict with the interests of the company. The Register of contracts containing transactions in which directors are interested is placed before the Board regularly.
- b) During the last three years under review, there have been delays in Compliance by the Company on several matters related to the SEBI- ICDR and SEBI- LODR and BSE Limited has imposed penalties for which sufficient explanations were offered by the Company and some of the penalties have been waived or reduced as per Standard Operating Practices of BSE Limited. There are no adverse orders passed by SEBI during the year.
- c) The Company is largely in compliance with all the mandatory requirements of Corporate Governance and has fulfilled the non- mandatory requirements as prescribed in SEBI (Listing Obligations and Disclosures requirements) Regulations, 2015.
 - i. The Auditors in their Report on the Annual Financial Statements of the Company have not made any qualifications and reservations.
 - ii. The Company has adopted Vigil Mechanism i.e. Whistle Blower Mechanism to report to the management concerns about unethical behavior, actual or suspected fraud or violation of the company's code of conduct or ethics policy.
 - iii. The Company has followed the IND Accounting Standards (IND AS) as issued by the Institute of Chartered Accountants of India, to the extent applicable, in the preparation of the Financial Statements.
 - iv. The Company has laid down procedures to inform Board Members about the risk assessment and minimization procedures. These procedures are periodically reviewed to ensure that executive management control risks through means of a properly defined framework.

I. CEO CERTIFICATION:

As required by Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, the CEO and CFO certification is annexed to this Corporate Governance Report as "**Annexure- II**".

J. MEANS OF COMMUNICATION:

The website of the Company- www.quantumbuild.com is the primary source of information regarding the operation of the Company and the information as mandated in Regulation 46 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015. The quarterly, half yearly and annual financial results of the Company are published in the prescribed format in newspaper. Further, the Annual report which inter alia, the Directors Report, Management Discussion and Analysis Report; report on Corporate Governance is another channel of communication to the Shareholders.

K. OTHER DISCLOSURES:

i) Disclosure on materially significant related party transactions

During the Financial Year 2022-23, there were no materially significant related party transactions that may have potential conflict with the interest of the Company at large. All Related Party transactions entered during the year were in ordinary course of the business and on Arm’s Length basis. In accordance with the provisions of the Companies Act, 2013 and SEBI Listing Regulations, your Company has formulated a Policy on Related Party Transactions which is also available at Company’s website at [http:// www.quantumbuild.com/investors](http://www.quantumbuild.com/investors). The said policy defines the materiality of related party transactions and lays down the procedures of dealing with Related Party transactions. All Related Party transactions are placed before the Board of Directors and the Audit Committee for review and approval. Prior omnibus approval is obtained for Related Party Transactions for transactions which are of repetitive nature and / or entered in the ordinary course of business and are at Arm’s Length.

ii) Details of non-compliance by the Company

The following are the details of actions taken against the Company by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/Regulations and circulars/guidelines issued thereunder:

Sr. No.	Action taken by	Details of violation	Details of action taken Ex. fines, warning letter, debarment, etc.	Observations / Remarks
1.	BSE Ltd	Reg 24A	Delayed filing, Penalty levied Rs. 2,000 + GST	Rs. 2,360 paid by Company on 16.07.2022

iii) Establishment of vigil mechanism and whistle blower policy

In accordance with Regulation 22 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company has adopted a Whistle Blower Policy, as part of vigil mechanism to provide appropriate avenues to the Directors and employees to report instances of unethical behavior, actual or suspected fraud or violation of the Company’s code of conduct. It also provides for adequate safeguards against victimization of Directors and employees who avail the mechanism. No personnel have been denied access to the Audit Committee pertaining to the Whistle Blower Policy. The Whistle Blower Policy is available on the website of the Company at www.quantumbuild.com/investors.

iv) Details of compliance with Mandatory requirements

During the financial year 2022-23, the company has complied with all mandatory requirements as specified under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.



v) Affirmation and Disclosure

All the members of the Board and the Management Committee have affirmed their compliance with the Code of Conduct as on 31st March, 2023 and a declaration to that effect, signed by the Managing Director is attached and forms part of this Report. The company has complied with the requirements specified in Regulations 17 to 27 and clauses (b) to (i) of the Regulation 46(2) of the Listing Regulations, to the extent applicable to the Company.

DECLARATION REGARDING CODE OF CONDUCT:

To the Shareholders,

I hereby declare that in terms of Regulation 26(3) of the SEBI Listing Regulations, all the Directors and Senior Management Personnel have confirmed compliance with the Code of Conduct as adopted by the Company as on 31st March, 2023.

For and on behalf of the Board

Date: 10.08.2023
Place: Hyderabad

Guduru Satyanarayana
Managing Director
DIN: 02051710

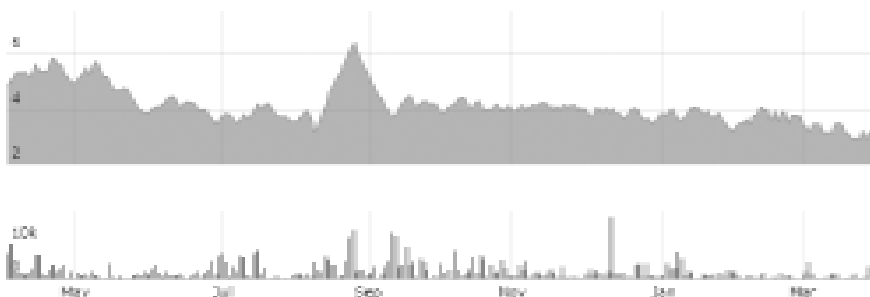
Kodali Vijaya Rani
Director
DIN: 00102286

L MARKET PRICE DATA AND PERFORMANCE COMPARISON:

- 1) The market price data High, Low and Close during each month from 1st April, 2022 to 31st March, 2023 are mentioned below:

Monthly Market Price details from 01.04.2022 to 31.03.2023			
Trade Month	High (In Rs)	Low (In Rs)	Close (In Rs)
April, 2022	6.14	4.80	4.95
May, 2022	5.76	3.72	3.89
June , 2022	4.57	3.29	3.63
July, 2022	4.42	3.44	3.57
August, 2022	6.77	2.87	5.54
September, 2022	5.30	3.53	3.84
October, 2022	4.55	3.75	4.11
November, 2022	4.35	3.76	4.07
December , 2022	4.24	3.39	3.88
January , 2023	4.09	3.04	3.36
February, 2023	4.10	3.16	3.78
March , 2023	3.80	2.87	2.94

2) Performance Comparison:



M. DISTRIBUTION OF SHAREHOLDING AS AT 31st MARCH, 2023 :

Category/ No. of Shares	Number of Holders	% of Total Holders	Number of Shares	% of Total Shares
Up to - 500	3622	87.28	377027	1.50
501 - 1000	186	4.48	147828	0.59
1001 - 2000	152	3.66	221289	0.88
2001 - 3000	41	0.99	101414	0.40
3001 - 4000	17	0.41	60549	0.24
4001 - 5000	21	0.51	95271	0.38
5001 - 10000	44	1.06	313051	1.25
10001 and above	67	1.61	23749201	94.75
Total	4150	100	25065630	100

N. GENERAL SHAREHOLDERS INFORMATION:

TWENTY FIFTH ANNUAL GENERAL MEETING (AGM) DETAILS:

Details of the Meeting: Twenty Fifth Annual General Meeting (AGM)	Date Friday, 29 th September, 2023 Time 12:30 P.M. Venue Through Video Conferencing (VC) / Other Audio Visual Means (OAVM)
Financial year	2022 - 23
Dates of Book closure:	Saturday, 23rd September, 2023 to Friday, 29th September, 2023 (Both days inclusive)
Dividend Payment Date	Not Applicable.
Listing Stock Exchanges	BSE Limited
The Listing Fee	Listing fees for the year 2022-23 has been paid by the company.
Stock Code (BSE Limited)	QUANTBUILD - 538596
CIN No.	L72200TG1998PLC030071
ISIN No.	INE222B01028



Category wise Shareholding	Category	Number of Equity Shares Held	% of Shareholding
as at 31 st March, 2023:	Promoters	5,999,731	23.94
	Public Holding	19,065,899	76.06
	Total	25,065,630	100.00
Registrar & Share Transfer Agents:	Venture Capital & Corporate Investments Pvt. Ltd. Address: AURUM” Door No. 4-50/P-II/57/4F & 5F, Plot No. 57, 4th & 5th Floors, Jayabheri Enclave, Phase-II Gachibowli, Hyderabad -500032.		
Share Transfer Process	The Company's shares are traded in Demat form at the Stock Exchange. Only Off- market trades can be delivered in physical form. All shares received for transfer are processed & returned to the shareholders within 15 days of receipt / lodgment.		
Dematerialization of Shares:	The Company has entered into separate Tripartite Agreement with the Depository NSDL / CDSL along with M/s Venture Capital & Corporate Investments Private Limited as Registrar and Share Transfer Agents. As on 31.03.2023 a total of 2,48,97,428 shares i.e. 99.33% of the total listed shares have been dematerialized.		
Address for Communication and Registered office:	8-1-405/A/66, Dream Valley, Near O.U Colony, Shaikpet, Hyderabad – 500 008 (Telangana) Tel. Nos.: 040-23568766, 23568990, Email ID: info@quantumbuild.com		

I. a) LIST OF ALL CREDIT RATINGS OBTAINED BY THE ENTITY ALONG WITH ANY REVISIONS THERE TO DURING THE RELEVANT FINANCIAL YEAR, FOR ALL DEBT INSTRUMENTS OF SUCH ENTITY OR ANY FIXED DEPOSIT PROGRAMME:

Not Applicable since the Company does not have any debt instruments.

b) OUTSTANDING GLOBAL DEPOSITORY RECEIPTS OR AMERICAN DEPOSITORY RECEIPTS OR WARRANTS OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND LIKELY IMPACT ON EQUITY:

The Company has not issued these types of securities.

c) COMMODITY PRICE RISK OR FOREIGN EXCHANGE RISK AND HEDGING ACTIVITIES:

NIL Charges for Monitoring Foreign Investment Limit.

II. MISCELLANEOUS DISCLOSURES:

A. WEB LINK WHERE POLICY FOR DETERMINING ‘MATERIAL’ SUBSIDIARIES IS DISCLOSED:

The Company does not have any material subsidiary as defined under Listing Regulations, however, the policy for determining its ‘Material’ Subsidiaries was formulated and the same is available on the website of the Company www.quantumbuild.com.

B. WEB LINK WHERE POLICY ON DEALING WITH RELATED PARTY TRANSACTIONS:

In line with the requirements of the Companies Act, 2013 and Listing Regulations, your Company has formulated a Policy on Related Party Transactions which is also available on Company’s Website www.quantumbuild.com. The Policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and Related Parties.

All Related Party Transactions, if any, are placed before the Audit Committee for review and approval. Prior omnibus approval is obtained for Related Party Transactions on a quarterly basis for transactions which are of repetitive nature and / or entered in the Ordinary Course of Business and are at Arm’s Length. All Related Party Transactions are subjected to independent review by the statutory auditor to establish compliance with the requirements of Related Party Transactions under the Companies Act, 2013 and Listing Regulations.

C. DISCLOSURE OF COMMODITY PRICE RISKS AND COMMODITY HEDGING ACTIVITIES

The Company is not materially exposed to commodity price risks nor does the company do any commodity hedging.

D. DETAILS OF UTILIZATION OF FUNDS RAISED THROUGH PREFERENTIAL ALLOTMENT OR QUALIFIED INSTITUTIONS PLACEMENT AS SPECIFIED UNDER REGULATION 32 (7A).

The Company has not raised any fund through preferential allotment or Qualified Institutional Placement during the financial year 2022-23.

E. CERTIFICATE FROM PRACTICING COMPANY SECRETARY

The Company has obtained certificate from Practicing Company Secretary that none of the Directors on the Board of the Company are debarred or disqualified from being appointed or continuing as Directors of Companies by the Board/Ministry of Corporate Affairs or any such authority. And the Certificate to this effect, duly signed by the Practicing Company Secretary is annexed to this Report.

F. RECOMMENDATIONS OF COMMITTEES

The Board has accepted and acted upon all the recommendations by the Audit & Nomination and Remuneration Committees.

**G. TOTAL FEES FOR ALL SERVICES PAID BY THE LISTED ENTITY AND ITS SUBSIDIARIES, ON A CONSOLIDATED BASIS, TO THE STATUTORY AUDITOR**

The Total Audit Fee for all services paid by the Company and its subsidiaries on a consolidated basis to the statutory auditor (s) is Rs. 1.00 Lakh plus GST.

H. DISCLOSURE IN RELATION TO THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

Particulars	Number
No. of Complaints filed during the financial year	Nil
No. of Complaints disposed of during the financial year	Nil
No. of Complaints pending as on end of the financial year	Nil

I. DISCLOSURE BY LISTED ENTITY AND ITS SUBSIDIARIES OF 'LOANS AND ADVANCES IN THE NATURE OF LOANS TO FIRMS/COMPANIES IN WHICH DIRECTORS ARE INTERESTED BY NAME AND AMOUNT

Neither the listed company nor the subsidiary company has advanced any loan to firm/ companies in which directors are interested.

J. DETAILS OF MATERIAL SUBSIDIARIES OF THE LISTED ENTITY; INCLUDING THE DATE AND PLACE OF INCORPORATION AND THE NAME AND DATE OF APPOINTMENT OF THE STATUTORY AUDITORS OF SUCH SUBSIDIARIES:

There are no material subsidiaries of the Company

III. NON-COMPLIANCE OF ANY REQUIREMENT OF CORPORATE GOVERNANCE REPORT.

The company has complied with the requirement of Corporate Governance Report of sub-paras (2) to (10) of Schedule-V of the Securities Exchange Board of India (LODR) Regulations, 2015.

IV. ADOPTION OF DISCRETIONARY REQUIREMENTS AS SPECIFIED IN PART E OF SCHEDULE II OF SEBI (LODR) REGULATIONS, 2015.

The company has adopted discretionary requirements to the extent of Internal Auditors reporting to the Audit Committee.

V. DISCLOSURE OF COMPLIANCE WITH CORPORATE GOVERNANCE REQUIREMENTS SPECIFIED IN REGULATIONS 17 TO 27 AND CLAUSES (b) TO (i) OF SUB-REGULATION (2) OF REGULATION 46 ARE AS FOLLOWS:

Regulation	Particulars	Compliance Status
17	Board of Directors	Yes
18	Audit Committee	Yes
19	Nomination and Remuneration Committee	Yes
20	Stakeholders Relationship Committee	Yes
21	Risk Management Committee	NA
22	Vigil Mechanism	Yes
23	Related Party Transactions	Yes
24	Corporate Governance requirements with respect to subsidiary of Listed company	NA
25	Obligations with respect to Independent Directors	Yes
26	Obligations with respect to Directors and Senior Management	Yes
27	Other Corporate Governance Requirements	Yes
46 (2) (b) to (i)	Website	Yes

VI. CODE OF CONDUCT

The Company has formulated and implemented a Code of Conduct for Board Members and Senior Management of the Company. Requisite annual affirmations of compliance with the respective Codes have been made by the Directors and Senior Management of the Company.

VII. RECONCILIATION OF SHARE CAPITAL:

A qualified Practicing Company Secretary carry out audit to reconcile the total admitted capital with the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. Reconciliation of Share Capital Audit Report confirms that the total paid up capital was in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

VIII. COMPLIANCE WITH THE DISCRETIONARY REQUIREMENTS UNDER LISTING REGULATIONS:

The Board of Directors periodically reviewed the compliance of all applicable laws and steps taken by the Company to rectify instances of non-compliance, if any. The Company is in compliance with all mandatory requirements of Listing Regulations. In addition, the Company has also adopted the following non-mandatory requirements to the extent mentioned below:

- **Audit qualifications:** Company's financial statements have no qualifications.
- **Reporting of Internal Auditor:** The Internal Auditor of the Company directly reports to the Audit Committee on functional matters.



The Company has submitted quarterly compliance report on Corporate Governance with the Stock Exchanges, in accordance with the requirements of Regulation 27(2) (a) of the Listing Regulations.

IX. DISCLOSURE OF ACCOUNTING TREATMENT:

The Company has complied with the appropriate accounting policies and has ensured that they have been applied consistently. There have been no deviations from the treatment prescribed in the Accounting Standards notified under Section 133 of the Companies Act, 2013.

X. GREEN INITIATIVE IN THE COPORATE GOVERNANCE

As part of the green initiative process, the Company has taken an initiative of sending documents like notice calling Annual General Meeting, Corporate Governance Report, Directors Report, Audited financial Statements, Auditors Report, by email are sent only to those shareholders whose email addresses are registered with the Company and for bounced mail cases. Shareholders are requested to register their email id with Registrar and Share Transfer Agent/ concerned depository to enable the Company to send the documents in electronic from or inform the Company, in writing, in case they wish to receive the above documents in paper mode.

DECLARATION REGARDING CODE OF CONDUCT:

To the Shareholders,

We hereby declare that in terms of Regulation 26(3) of the SEBI Listing Regulations, all the Directors and Senior Management Personnel have confirmed compliance with the Code of Conduct as adopted by the Company as on 31st March, 2023.

For and on behalf of the Board

Place: Hyderabad

Date: 10.08.2023

Guduru Satyanarayana

Managing Director

DIN: 02051710

Kodali Vijaya Rani

Director

DIN: 00102286

Annexures to the Corporate Governance Report

Annexure No.	Content
I	Declaration for Compliance of Code of Conduct by Board.
II	CEO and CFO Certification
III	Certificate of compliance from a Practicing Company Secretary

Annexure - I

DECLARATION FOR COMPLIANCE OF CODE OF CONDUCT BY BOARD

To
The Board of Directors
QUANTUM BUILD-TECH LIMITED

Address: 8-1-405/A/66 Dream Valley,
 Near O.U Colony, Shaikpet,
 Hyderabad, Telangana.-500 008.

Dear Sir,

Re: Affirmation of compliance with the Code of Conduct for Board and Senior Management.

I, **Guduru Satyanarayana**, Managing Director of Quantum Build-Tech Limited, do hereby confirm that I have read and understood the applicability of Code of Conduct to the Board of Directors and Senior Management of the Company in accordance with Regulation 17(5)(a) & (b) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and that the Members of the Board have affirmed the compliance of the requirements of the Code during the Financial Year 2022-23.

Date: 10.08.2023
Place: Hyderabad

Guduru Satyanarayana
Managing Director
DIN: 02051710



Annexure - II

CEO AND CFO CERTIFICATION

To,
The Board of Directors
Quantum Build-Tech Limited
Hyderabad

Dear Members of the Board,

We, Guduru Satyanarayana, Managing Director and Manne Rama Koteswara Rao, Chief Financial Officer of **Quantum Build-Tech Limited**, to the best of our knowledge and belief, certify that:

1. We have reviewed the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement of the Company for the year ended 31.03.2023 and all the notes on accounts and the Board's report.
2. These statements do not contain any materially untrue statement or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report.
3. The financial statements, and other financial information included in this report, present in all material respects a true and fair view of the Company's affairs, the financial condition, results of operations and cash flows of the Company as at, and for, the periods presented in this report, and are in compliance with the existing accounting standards and / or applicable laws and regulations.
4. There are no transactions entered into by the Company during the year that are fraudulent, illegal or violate the Company's Code of Conduct and Ethics, except as disclosed to the Company's auditors and the Company's audit committee of the Board of Directors.
5. We are responsible for establishing and maintaining disclosure controls and procedures and internal controls over financial reporting for the Company, and we have :
 - a. Designed such disclosure controls and procedures or caused such disclosure controls and procedures to be designed under our supervision to ensure that material information relating to the Company is made known to us particularly during the period in which this report is being prepared.

- b. Designed such internal control over financial reporting or caused such internal control over financial reporting to be designed under our supervision, 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 (GAAP) in India.
 - c. Evaluated the effectiveness of the Company's disclosure, controls and procedures.
6. We have disclosed, based on our most recent evaluation of the Company's internal control over financial reporting, wherever applicable, to the Company's auditors and the audit committee of the Company's Board:
 - a. Any deficiencies in the design or operation of internal controls, that could adversely affect the Company's ability to record, process, summarize and report financial data, and have confirmed that there have been no material weaknesses in internal controls over financial reporting including any corrective actions with regard to deficiencies.
 - b. Any significant changes in internal controls during the year covered by this report.
 - c. All significant changes in accounting policies during the year have been disclosed in the notes to the financial statements.
 - d. Any instances of significant fraud of which we are aware, that involve the Management or other employees who have a significant role in the Company's internal control system.
7. We affirm that we have not denied any personnel for access to the audit committee of the Company.
8. We further declare that all Board members and senior management personnel have affirmed compliance with the Code of Conduct and Ethics for the year covered by this report.

Date: 10.08.2023
Place: Hyderabad

Guduru Satyanarayana
Managing Director
DIN: 02051710

M.R. Koteswara Rao
Chief Financial Officer



CERTIFICATE ON CORPORATE GOVERNANCE

(Pursuant to Schedule V(E) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To
The Members,
Quantum Build-Tech Limited
(CIN: L72200TG1998PLC030071)
8-1-405/A/66 Dream Valley, Near O.U.Colony,
Shaikpet, Hyderabad - 500 008, Telangana.

We have examined the records of **Quantum Build-Tech Limited**, Hyderabad for the purpose of certifying in accordance with Schedule V(E) of SEBI (Listing Obligation and Disclosures Requirements) Regulations, 2015, (Listing Regulations) of the compliance of the Corporate Governance provisions as specified in Regulation 15(2) of the Listing Regulations, as amended, for the period ended 31st March, 2023. We have obtained all the information, which is best of our knowledge and belief, were necessary for the purpose of certification.

The Compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination has been in the manner suggested in the Guidance Note on certification of Corporate Governance issued by the Institute of Company Secretaries of India and has been limited to a review of the procedures and implementation thereof adopted by the Company for ensuring compliance of conditions of Corporate Governance. It is neither an audit nor an expression of an opinion on the Financial Statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and based on our reliance upon the representations made by the management, there were no transactions of material nature with the management. We certify that the Company has complied with the condition of Corporate Governance as stipulated in the Listing Regulations.

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

Sd/-

Place: Hyderabad
Date: 09.08.2023

AJAY SUMAN SHRIVASTAVA
Practicing Company Secretary
FCS No.: 3489
C P No.: 3479
UDIN : F003489E000773478

INDEPENDENT AUDITOR'S REPORT

To the Members of Quantum Build-Tech Ltd.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **QUANTUM BUILD-TECH LIMITED** (the “Company”) which comprise the balance sheet as at 31 March 2023, and the statement of profit and loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of the 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 31 March 2023, and its loss and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs 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 Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Other Information

The Company’s Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company’s Board of Director’s report, but does not include the financial statements and our auditors’ report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

Management’s and Board of Directors’ Responsibilities for the Financial Statements

The Company’s Management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, Loss and other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of



appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements 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 in the financial statements made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting in preparation of financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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.

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143 (11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. (A) As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The balance sheet, the statement of profit and loss (including other comprehensive income), the statement of changes in equity and the statement of cash flows dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on 31 March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- (B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - a) Pending litigations by and against the company which would impact its financial position in its financial statements as at 31.03.2023 are disclosed in the financial statements. Refer Note. 5.1, 18 and 25a, 25b and 25c to the financial statements.
 - b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d) (i) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:



- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:
- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries.
- (iii) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (d) (i) and (d) (ii) contain any material mis-statement.
- e) The Company has not declared /paid any dividend during the year. Hence, the compliance of the provisions of sec 123 of the Act is not applicable.

(C) With respect to the matter to be included in the Auditors' Report under section 197(16):

In our opinion and according to the information and explanations given to us, the remuneration paid by the company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act.

Place: Hyderabad
Date: 30.05.2023

For Suryanarayana & Suresh
Chartered Accountants
Reg. No.006631S

V Nagendra Rao
Partner
M. No. 227679
UDIN : 23227679BGSGVQ5137

“Annexure A” to the Independent Auditors’ Report

Annexure “A” to the Independent Auditors’ report on the financial statement of QUANTUM BUILD-TECH LIMITED for the year ended 31 March 2023.

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

The Annexure A referred to in the Independent Auditors’ Report of even date, on the Financial Statements, to the Members of **QUANTUM BUILD-TECH LIMITED** (‘the Company’) for the year ended 31 March 2023. We report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment. The Company has no intangible assets.
- (b) According to the information and explanations given to us the company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified annually. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noted on such verification.
- (c) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) According to information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made there under.
- ii. (a) The Company does not maintain inventory and therefore we have not reported on the related matters.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.
- iii. During the year the company has 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. Hence, other sub clauses under this clause are not applicable.



- iv. According to the information and explanations given to us and on the basis of our examination of records of the Company, during the year, the Company has neither made any investments nor has it given loans or provided guarantee or security and therefore the relevant provisions of Sections 185 and 186 of the Act ("the Act") are not applicable to the Company. Accordingly, clause 3(iv) of the Order is not applicable.
- v. The Company has not accepted any deposits or amounts which are deemed to be deposits from the public and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the Public are not applicable.
- vi. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for the products sold and services rendered by the Company. Accordingly, clause 3(vi) of the Order is not applicable.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax ('GST'), Provident fund, Employees' State Insurance, Income-Tax, duty of Customs, duty of Excise, Cess and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of Goods and Services Tax ('GST'), Provident fund, Employees' State Insurance, Income-Tax, duty of Customs, Cess and other statutory dues were in arrears as at 31 March 2023 for a period of more than six months from the date they became payable except TDS Rs. 5,97,000/- and Service tax of Rs. 5,81,628/-

- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no statutory dues relating to Goods and Service Tax, Provident Fund, Employees State Insurance, duty of Customs or Cess or other statutory dues, which have not been deposited with the appropriate authorities on account of any dispute.
- viii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- ix. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not have any loans or borrowings from any lender during the year. Accordingly, clause 3(ix)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared as willful defaulter by any bank or financial institution or government or any government authority.

- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
 - (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not raised any funds on short-term basis and hence, reporting under clause 3(ix)(d) of the Order is not applicable.
 - (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has no subsidiaries, associates or joint ventures (as defined under the Act) during the year ended 31 March 2023. Accordingly, clause 3(ix)(e) of the Order is not applicable.
 - (f) The Company has not raised any loans during the year on pledge of securities held in its securities held in its Subsidiaries, Joint ventures or Associate Companies and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x. (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- xi. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the Company or material fraud on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the 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, during the year and up to the date of this report.
- (c) The Company has not received any whistle-blower complaints during the year. Hence, the consideration of whistle-blower complaints are not applicable.
- xii. According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) (a),(b) and(c) of the Order is not applicable.
- xiii. In our opinion and according to the information and explanations given to us and on the basis of our examination of records of the Company, transactions with the related parties are in compliance with Section 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.
- xiv. (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date for the period under audit.



- xv. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.
- xvi. (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) & (b) of the Order is not applicable.
- (b) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (c) The Company is not part of any group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended). Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- xvii. The Company has incurred a cash loss of Rs. 38.39 lakhs during the current financial year and Rs.49.89 lakhs in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. There are no unspent amounts towards Corporate Social Responsibility (CSR) requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

Place: Hyderabad
Date: 30.05.2023

For Suryanarayana & Suresh
Chartered Accountants
Reg. No.006631S

V Nagendra Rao
Partner
M. No. 227679
UDIN : 23227679BGSQVQ5137

Annexure B to the Independent Auditors' report on the financial statements of QUANTUM BUILD-TECH LIMITED for the year ended 31 March 2023

Report on the internal financial controls with reference to the aforesaid financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

(Referred to in paragraph 2(A)(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

We have audited the internal financial controls with reference to financial statements of **QUANTUM BUILD-TECH LIMITED** ("the Company") as of 31 March 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material aspects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2023 based on the internal financial controls with reference to financial statements 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 "Guidance Note").

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and



operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the 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 with reference to financial statements.

Meaning of Internal Financial controls with Reference to Financial Statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include 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 with Reference to Financial Statements

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

Opinion

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

Place: Hyderabad
Date: 30.05.2023

For Suryanarayana & Suresh
Chartered Accountants
Reg. No.006631S

V Nagendra Rao
Partner
M. No. 227679
UDIN : 23227679BGSQVQ5137

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2023

(Amount in Lakhs)

Sl. No.	Particulars	Note	As at 31 March 2023	As at 31 March 2022
A	ASSETS			
1	Non-Current Assets			
	a) Fixed Assets			
	Property, Plant and Equipment	1	3.85	4.89
	b) Other Non - Current Assets	2	189.74	192.85
	Total Non-Current Assets		193.59	197.74
2	Current Assets			
	Financial assets			
	a) Trade Receivables	3	54.72	57.54
	b) Cash and Cash Equivalents	4	0.73	1.05
	c) Short Term Loans and Advances	5	301.62	301.62
	d) Other Current Assets	6	57.35	56.11
	Total Current Assets		414.42	416.32
	TOTAL - ASSETS		608.01	614.06
B	EQUITY AND LIABILITIES			
1	Shareholder's Funds			
	a) Share Capital	7	2,506.56	2,506.56
	b) Other Equity	8	(2,178.68)	(2,139.27)
	Total Equity		327.88	367.29
2	Current Liabilities			
	a) Financial Liabilities			
	Short Term Borrowings	9	157.58	132.15
	Trade Payables	10	65.48	63.76
	b) Short Term Provisions	11	38.64	38.52
	c) Other Current Liabilities	12	18.43	12.34
	Total Current Liabilities		280.13	246.77
	TOTAL - EQUITY AND LIABILITIES		608.01	614.06
	See accompanying Notes Forming part of the Financial Statements 1 to 25			

In terms of our report of even date attached.

For Suryanarayana & Suresh

Chartered Accountants

Firm Regd. No. : 006631S

For and on behalf of the Board

V. Nagendra Rao

Partner

M.No. 227679

Place : Hyderabad

Date : 30.05.2023

G. Satyanarayana

Managing Director

DIN 02051710

M.R. Koteswara Rao

Chief Financial Officer

K. Vijaya Rani

Director

DIN 00102286

M. Vinda

Company Secretary



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

(Amount in Lakhs)

Sl. No.	Particulars	Note	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
	CONTINUING OPERATIONS			
1	Revenue from Operations	13	-	-
	Other Income	14	-	0.04
	Total		-	0.04
2	Expenses			
	(a) Employee Benefits Expenses	15	9.38	31.14
	(b) Finance Cost	16	0.12	0.17
	(c) Depreciation and Amortisation Expenses		1.03	1.08
	(d) Other Expenses	17	28.88	18.58
	Total		39.41	50.98
3	Profit / Loss before tax		(39.41)	(50.94)
4	Provision for Tax		-	-
5	Profit / (Loss) for the year		(39.41)	(50.94)
6	Earnings per share (Nominal value of ₹ 10/- each)			
	(a) Basic		(0.16)	(0.20)
	(b) Diluted		(0.16)	(0.20)
See accompanying Notes Forming part of the Financial Statements 1 to 25				

In terms of our report of even date attached.

For Suryanarayana & Suresh

Chartered Accountants

Firm Regd. No. : 006631S

For and on behalf of the Board

V. Nagendra Rao

Partner

M.No. 227679

G. Satyanarayana

Managing Director

DIN 02051710

K. Vijaya Rani

Director

DIN 00102286

Place : Hyderabad

Date : 30.05.2023

M.R. Koteswara Rao

Chief Financial Officer

M. Vinda

Company Secretary

STATEMENT OF CHANGES IN EQUITY

(All amounts in Lakhs, except for share data or as otherwise stated)

(Amount in Lakhs)

Particulars	Equity Share Capital	Other Equity Reserves and Surplus				Total Equity attributable to equity holders of the company
		Capital Reserve	General Reserve	Retained Earnings	Other Comprehensive Income	
Balance at 01st April, 2022	2506.56	35.00	-	(2,174.27)	-	(2,139.27)
Less: Dividend paid for the year 2022-23			-	-	-	-
Add: Net Profit / Movement during the year			-	(39.41)	-	(39.41)
Profit / (Loss) transferred to General Reserve			-	-	-	-
Balance as at 31st March, 2023	2506.56	35.00	-	(2,213.68)	-	(2,178.68)

In terms of our report of even date attached.

For Suryanarayana & Suresh

Chartered Accountants

Firm Regd. No. : 006631S

For and on behalf of the Board

V. Nagendra Rao

Partner

M.No. 227679

G. Satyanarayana

Managing Director

DIN 02051710

K. Vijaya Rani

Director

DIN 00102286

Place : Hyderabad

Date : 30.05.2023

M.R. Koteswara Rao

Chief Financial Officer

M. Vinda

Company Secretary

BLANK SPACE



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

(Amount in Lakhs)

Sl. No.	Particulars	For the Year Ended 31 March 2023	For the Year Ended 31 March 2022
A	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit before tax	(39.41)	(50.94)
	Add: Adjustments for		
	Depreciation and Amortisation	1.03	1.08
	Provision for doubtful debts	2.04	2.19
	Interest Waiver / Credit balances no longer payable	-	-
	Operating profit before working capital changes	(36.34)	(47.67)
	Add/ (Less): Adjustment for working capital changes		
	a. Decrease / (Increase) in Other Non Current Assets	3.11	0.84
	b. Decrease / (Increase) in Trade receivables	0.78	-
	c. Decrease / (Increase) in Short term loans & advances	-	0.82
	d. Decrease / (Increase) in Other current assets	(1.24)	(1.78)
	e. (Decrease) / Increase in Trade payables	1.72	17.64
	f. (Decrease) / Increase in Short term provisions	0.13	0.45
	g. (Decrease) / Increase in Other current liabilities	6.09	2.67
	Cash generated from operations	(25.75)	(27.03)
	Tax Paid	-	-
	Net cash generated / (used in) operating activities (A)	(25.75)	(27.03)
B	Cash Flow From Investing Activities		
	Interest received on fixed deposits	-	-
	Net Cash used in Investing Activity (B)	-	-
C	Cash Flow From Financing Activities		
	Short term borrowings	25.43	26.95
	Net cash (used in) / generated from financing activities (C)	25.43	26.95
	Net increase in Cash and cash equivalents (A+B+C)	(0.32)	(0.08)
	Cash and cash equivalents at the beginning of the year	1.05	1.13
	Cash and cash equivalents at the end of the year	0.73	1.05

In terms of our report of even date attached.

For Suryanarayana & Suresh

Chartered Accountants

Firm Regd. No. : 006631S

For and on behalf of the Board

V. Nagendra Rao

Partner

M.No. 227679

G. Satyanarayana

Managing Director

DIN 02051710

K. Vijaya Rani

Director

DIN 00102286

Place : Hyderabad

Date : 30.05.2023

M.R. Koteswara Rao

Chief Financial Officer

M. Vinda

Company Secretary

Corporate Information

Quantum Build-Tech Limited (the Company) is a public limited company domiciled in India and was incorporated under the provision of Companies Act, 1956. Its shares are listed on the Bombay Stock Exchange (BSE Ltd) in India. The registered office of the company is located at H.No.8-1-405/A/66, Dream Valley, Near O U Colony, Shaikpet, Hyderabad – 500 008. The Company is primarily engaged in the Construction of Residential Complexes.

SIGNIFICANT ACCOUNTING POLICIES:

a. Property, Plant and Equipment:

Property, Plant and Equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises of purchase price inclusive of taxes, commissioning expenses, etc., up to the date the asset is ready for its intended use. Fixed assets which were revalued are carried at revalued values. Expenditure directly related to expansion projects has been capitalized.

Cost includes non refundable taxes, duties, freight, borrowing costs and other incidental expenses related to the acquisition and installation of the respective assets.

Assets under installation or under construction as at the Balance Sheet date are shown in Capital work-in –progress. Advances paid towards acquisition of assets are shown in Capital Advances.

Fixed assets which are found to be not usable or retired from active use of when no further benefits are expected from their use are removed from the books of account and the difference if any, between the cost of such assets and the accumulated depreciation there on is charged to Statement of Profit & Loss.

Depreciation on tangible assets is provided under Straight Line Method over the useful lives of assets estimated by the management. Depreciation on additions/ deletions during a period is charged on pro rata basis from the date of addition or deletion, as the case may be.

The Management estimated the useful life of fixed assets as follows:

Office Equipment	5 Years
Computers	3 Years
Furniture and Fixtures	10 Years
Construction Equipment	12 Years
Vehicles –Motor Cars	8 Years
Vehicles – Scooters and Mopeds	10 Years
Centering Material	12 Years

b. Impairment of Assets:

In accordance with Ind AS 36, the company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. An asset is treated as impaired when the carrying cost exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in a prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

**c. Employee Benefits:**

Retirement benefits to employees comprise of payments under Defined Contribution Plans like Provident Fund and payments under Defined Benefit Schemes like Gratuity and Leave encashment.

Payments under defined contribution plans are charged to revenue on accrual. The liability in respect of defined benefit scheme is arrived based on actuarial valuation made at the end of the year by using projected unit credit method.

Short-term employee benefits such as wages, salaries and short-term compensated absences like bonus and other non-monetary benefits are provided for as per Company's Rules on best estimate basis.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts include in net interest on the net defined benefit liability), are recognized immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

d. Valuation of Inventories:

Inventories are valued at the lower of cost and net realizable value. Cost is arrived at by using weighted average method and includes all costs of purchases, conversion and other costs incurred in bringing the inventories to their present location and condition.

e. Investments:

Investments intended to be held for more than one year are treated as long term and others as short term. Short-term investments are carried at the lower of cost or quoted / fair value, computed category wise and long term investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary. As there are no investments made by the Company in any subsidiary or equity instruments, provisions of IND-AS 27 are not applied.

f. Prior period expenses / Income:

The Company follows the practice of making adjustments through "expenses/income under/over provided" in previous years in respect of material transactions pertaining to that period prior to the current accounting year.

g. Government Grants:

Government grants available to the company are recognized when there is a reasonable assurance that the conditions attached to the grant will be complied with and reasonably certain that grants will be received.

h. Tax Expenses

Tax expense for the period comprises current tax and deferred tax. Tax is recognised in Statement of Profit and Loss except to the extent that it relates to items recognised in the comprehensive income or in equity. In which case, the tax is also recognised in other comprehensive income or equity.

➤ Current tax

Current tax assets and liabilities are measured at the amounts expected to be recovered from or paid to the taxation authorities, based on the tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

➤ **Deferred tax**

Deferred tax is recognised on temporary differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

i. Foreign Exchange Transactions:

Transactions denominated in foreign currency are accounted for initially at the exchange rate prevailing on the date of transaction. Foreign Currency monetary Assets and Liabilities are translated at year end exchange rates. Fluctuations, if any due to change in exchange rates Between the dates of transactions and the dates of crystallization are debited / credited to Statement of Profit & Loss.

j. Revenue Recognition:

Revenues from Projects under long term contracts is recognized by reference to the completion of the contract activity at the reporting date, where the contract activity extend beyond the reporting date, on the basis of percentage of completion method.

Revenues from services are recognized as per the terms of contract with customers when the related services are performed or the agreed milestones are achieved.

Interest income on general deposits with Bank and others is recognized on time proportion basis.

k. Borrowing Costs:

Borrowing costs attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

l. Provisions, Contingent Liabilities and Contingent Assets:

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

m. Earnings per Share:

The basic Earnings Per Share ("EPS") is computed by dividing the net profit after tax for the year by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, net profit after tax but before OCI for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential of equity shares.

SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

Preparation of the financial statements requires management to make judgments, estimates and assumptions, as described below, that affect the reported amounts and the disclosures. The Company based its assumptions and estimates on parameters available when the financial statements were prepared and reviewed at each Balance Sheet date. Uncertainty about these assumptions and estimates could result in outcomes that may require a material adjustment to the reported amounts and disclosures.

(Amount in Lakhs)

TANGIBLE ASSETS :	GROSS BLOCK				DEPRECIATION & AMORTISATION				NET BLOCK		
	Particulars	Opening As on 01-04-2022	Additions During the Year	Deletions During the Year	Balance as on 31-03-2023	Balance as on 01-04-2022	Deletions During the Year	For the Year 31-03-2023	Total upto 31-03-2023	As At 31-03-2022	As At 31-03-2023
Computers	5.25	-	-	5.25	4.99	-	-	-	4.99	0.26	0.26
Construction Equipment	1.49	-	-	1.49	1.42	-	-	-	1.42	0.07	0.07
Furniture & Fixtures	2.26	-	-	2.26	2.15	-	-	-	2.15	0.11	0.11
Office Equipment	1.30	-	-	1.30	1.21	-	0.02	0.02	1.23	0.09	0.07
Vehicles	20.14	-	-	20.14	16.10	-	1.01	1.01	17.11	4.04	3.03
Centering Materials	6.16	-	-	6.16	5.85	-	-	-	5.85	0.31	0.31
Total	36.60	-	-	36.60	31.72	-	1.03	1.03	32.75	4.88	3.85
Previous Year	36.60	-	-	36.60	30.64	-	1.08	1.08	31.72	5.96	4.88

Notes forming part of the Financial Statements

(Amount in Lakhs)

1.	Fixed Assets - Tangible Assets		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	Property, Plant & Equipment	3.85	4.89
	Total	3.85	4.89
2.	Other Non Current Assets		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	A) Loans & Advances		
	Unsecured Considered good		
	Advance for Land (Refer Note 2.1)	176.00	179.00
	Rent Deposit	11.00	11.00
	Electricity Deposit	0.29	0.29
	Other Deposits	2.18	2.18
	(A)	189.47	192.47
	(B) Loans and advances to employees		
	Unsecured, considered good (B)	0.00	0.11
	(C) TDS Receivable		
	Unsecured considered good		
	TDS Receivable (Net of Provision) (C)	0.27	0.27
	Total (A+B+C)	189.74	192.85
2.1	The company has entered into an MoU dated 04th January, 2006 and paid an amount of ₹ 250 lakhs as advance deposit for procuring Ac 37-23 Guntas of land for construction of commercial & residential apartments in Sy No.163 of Hydernagar Village, Balanagar Mandal, Ranga Reddy District, Subsequently due to various legal disputes, the company has not continued for further developments of the said transaction, accordingly could not complete the same. The company has requested the seller to repay the advance deposit amount, and accordingly the seller is repaying the amounts partly. The management is confident of recovering the amount and opinioned no provision is required. During the year company has received an amount of ₹ 3.00 Lakhs on account.		



(Amount in Lakhs)

3.	Trade Receivables						
	Particulars			As at 31 March, 2023		As at 31 March, 2022	
	Trade receivables outstanding for a period exceeding six months from the date they were due for payment						
	Unsecured considered good			63.72		64.50	
Less: Provision for Doubtful debts			9.00		6.96		
Total			54.72		57.54		
	Details of Trade Receivables Agewise						
	Particulars	Below 6 Months	6 Months - 1 Year	01 - 02 Years	02 - 03 Years	Above 3 Years	Total
	Disputed Amounts	-	-	-	-	1.12	1.12
	Un Disputed Amounts	-	-	-	-	62.60	62.60
	Total	-	-	-	-	63.72	63.72
3.1	The company has filed a case U/s.138 of Negotiable Instruments Act for recovery of disputed amount due from a customer vide case reference no.S.A.No 724 of 2012 filed with the High Court of Judicature at Hyderabad for the State of Telangana,the management is confident of winning the case/ recovering the dues and opinioned no provision is required.						
4.	Cash and Cash Equivalents						
	Particulars			As at 31 March, 2023		As at 31 March, 2022	
	(A) Cash						
	Cash on hand			0.17		0.09	
(B) Balances with Banks:							
In Current Accounts			0.56		0.96		
Total (A+B)			0.73		1.05		
5.	Short-Term Loans and Advances (Unsecured,Considered good)						
	Particulars			As at 31 March, 2023		As at 31 March, 2022	
	Loans and advances						
	Other Advances (Refer Note 5.1)			301.62		301.62	
	Total			301.62		301.62	
	Particulars	Below 6 Months	6 Months - 1 Year	01 - 02 Years	02 - 03 Years	Above 3 Years	Total
Loans and Advances	-	-	-	-	301.62	301.62	
Total	-	-	-	-	301.62	301.62	

5.1	<p>Company has given a loan of ₹ 200.00 Lakhs to Sri Sai Techno Fab @ an interest rate of 12% P.A. and ₹ 100.00 Lakhs to P R Consultancy @ an interest rate of 12% P.A. Company has filed a case U/s 138 of Negotiable Instruments Act for recovery of ₹ 200.00 Lakhs due from Sri Sai Techno Fab vide case reference no. C.C.No.1283 of 2021 filed In the Court of VIII Metropolitan Magistrate Court at Hyderabad. Company has also filed a case U/s 138 of Negotiable Instruments Act for recovery of ₹ 100.00 Lakhs due from P R Consultancy vide case reference no. C.C.No.1290 of 2021 filed In the Court of VIII Metropolitan Magistrate Court at Hyderabad. The management is confident of recovering the amount.</p> <p>Since the recovery of the said loan is under legal dispute, the company has not accounted any interest on the said loan.</p>
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(Amount in Lakhs)

6.	Other Current Assets		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	GST ITC Receivable	9.89	8.65
	Advance paid for Suppliers / Services	47.46	47.46
	Total	57.35	56.11
6.1	<p>Company has paid an amount of ₹ 34.95 Lakhs to Nexx Pvt Ltd against supply of IT & IT related products. An amount of ₹ 12.50 Lakhs paid towards supply of construction materials. The management is confident of recovering the said amount.</p>		

7.	Share Capital		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	<p>(A) Authorised 2,80,00,000 Equity shares of Rs 10/- each with voting rights (Previous year 2,80,00,000 Equity shares of Rs 10/- each with voting rights)</p>	2,800.00	2,800.00
7.1	<p>(B) Issued , Subscribed & fully paid up 2,50,65,630 Equity shares of Rs 10/-each with voting rights (Previous Year 2,50,65,630 Equity Shares of Rs.10/-)</p>	2,506.56	2,506.56
	Total	2,506.56	2,506.56
7.1.1	All Equity shares issued by the Company carry equal voting and participatory rights.		



(Amount in Lakhs)

7.	EQUITY SHARE CAPITAL				
	Particulars	No of Shares	As at 31.03.2023	No. of Shares	As at 31.03.2022
	A. Authorised Capital :	2,80,00,000	2,800.00	2,80,00,000	2,800.00
	B. Paid up Capital :				
	At the beginning of the year	2,50,65,630	2,506.56	2,50,65,630	2,506.56
	At the end of the year	2,50,65,630	2,506.56	2,50,65,630	2,506.56

7.1.2	Particulars	As at 31 March, 2023	As at 31 March, 2022
	Equity shares at the beginning of the year	25,065,630	25,065,630
	Add : Movement during the year	-	-
	Equity shares at the end of the year	25,065,630	25,065,630

7.1.3	Details of Shareholding of Promoter and Promoter Group					
	Name of the Share holder	As at 31.03.2023		As at 31.03.2022		Change
		No of Shares	Holding %	No of Shares	Holding %	Holding %
	Kodali Vijaya Rani - Promoter	2,680,464	10.69	2,680,464	10.69	-
	Punukollu Kodanda Rambabu	-	-	-	-	-
	Yelledi Srinivasa Rao - PAC	3,269,267	13.04	3,269,267	13.04	-
	Punukollu Rachana - PAC	50,000	0.20	50,000	0.20	-

8. OTHER EQUITY		Reserves and Surplus as at 31.03.2023			
Particulars	Capital Reserve	General Reserve	Retained Earnings	Other Comprehensive Income	Total Equity attributable to equity holders of the company
Balance at the beginning of the year 01.04.2022	35.00	-	(2,174.27)	-	(2,139.27)
Less: Dividend paid for the year 2022-23		-	-	-	-
Add: Net Profit / Movement during the year		-	(39.41)	-	(39.41)
Profit / (Loss) transferred to General Reserve		-	-	-	-
Balance at the end of the year 31.03.2023	35.00	-	(2,213.68)	-	(2,178.68)

(Amount in Lakhs)

OTHER EQUITY		Reserves and Surplus as at 31.03.2022			
Particulars	Capital Reserve	General Reserve	Retained Earnings	Other Comprehensive Income	Total Equity attributable to equity holders of the company
Balance at the beginning of the year 01.04.2021	35.00	-	(2,123.33)	-	(2,088.33)
Less: Dividend paid for the year 2021-22		-	-	-	-
Add: Net Profit / Movement during the year		-	(50.94)	-	(50.94)
Profit / (Loss) transferred to General Reserve		-	-	-	-
Balance at the end of the year 31.03.2022	35.00	-	(2,174.27)	-	(2,139.27)

9. Short-Term Borrowings			
Particulars		As at 31 March, 2023	As at 31 March, 2022
Loans repayable on demand - Unsecured From Directors (Refer Note 9.1)		157.58	132.15
Total		157.58	132.15
9.1	The Company has taken an interest free unsecured loan from Sri G.Satyanarayana, Managing Director amounting to ₹ 157.58 Lakhs (including ₹ 25.43 Lakhs during the year)		

10. Trade Payables							
Particulars			As at 31 March, 2023		As at 31 March, 2022		
Sundry Creditors for Services			65.48		63.76		
Total			65.48		63.76		
Details of Trade Payables Agewise:							
Particulars	Below 6 Months	6 Months- One Year	01- 02 Years	02- 03 Years	Above 3 Years	Total	
MSME	-	-	-	-	-	-	
Disputed Amounts	-	-	-	-	-	-	
Un Disputed Amounts	7.38	22.42	20.92	12.04	2.72	65.48	
Total	7.38	22.42	20.92	12.04	2.72	65.48	



(Amount in Lakhs)

11.	Short Term Provisions		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	(A) Provisions for Employee Benefits Provision for Gratuity	7.21	7.08
	(B) Other Provisions	31.43	31.43
	Total (A+B)	38.64	38.52
11.1	The company has made provision for gratuity based on accrual calculations as on balance sheet date.		

12.	Other Current Liabilities		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	(A) Other Payables		
	Outstanding Liabilities	0.07	0.21
	(A)	0.07	0.21
	(B) Statutory Payables	18.36	12.13
	(B)		
	Total (A+B)	18.43	12.34
12.1	Statutory payables outstanding for more than six months amounts to ₹ 11.79 Lakhs & Outstanding below six months amounts to ₹ 6.57 Lakhs.		

13.	Revenue from Operations		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	Sale / Relinquishment of Rights	-	-
	Less:		
	Service Tax	-	-
	Sales Tax	-	-
		-	-
	Sale of Computers	-	-
	Profit on Sale of Land	-	-
	Total Net Sales	-	-

14.	Other Income		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	Interest on Income Tax Refund	-	0.04
	Total	-	0.04

(Amount in Lakhs)

15.	Employee Benefits Expenses		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	Salaries & Wages	9.25	30.69
	Contributions to Gratuity	0.13	0.45
	Total	9.38	31.14

16.	Finance Cost		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	Interest On		
	(i) TDS	0.03	0.07
	(ii) Others	0.09	0.11
	Total	0.12	0.17

17.	Other Expenses		
	Particulars	As at 31 March, 2023	As at 31 March, 2022
	Power and fuel	0.01	0.01
	Rent	1.14	1.14
	Repairs and maintenance	0.06	0.07
	Insurance	0.16	0.19
	Rates and taxes	3.24	1.28
	Communication	0.86	0.82
	Consultancy & Professional	5.63	6.94
	Bank Charges	0.01	0.08
	Auditor's Remuneration	1.00	1.00
	Travelling and conveyance	0.41	0.33
	Printing and stationery	0.15	0.22
	Advertisement Expenses	0.90	1.12
	Office Maintainence	0.50	0.57
	Miscellaneous Expenses	0.01	0.01
	Postage & Courier	0.01	0.06
	Vehicle Maintenance	3.01	2.47
	Provision for doubtful debts	2.04	2.19
	Filing Fees	0.07	0.08
	Late Filing Charges / Penalty	4.79	-
	Seingniorage Fees	4.77	-
	Legal Expenses	0.11	-
	Total	28.88	18.58



(Amount in Lakhs)

18.	<p>Contingent Liabilities: Disputed seigniorage fees liability of ₹ 28.43 lakhs (Fees ₹ 4.77 lakhs and penalty of ₹ 23.66 lakhs) for which revision petition has been filed by the company. Revision Petition was disposed and directed to pay Normal seigniorage fee of ₹ 4.77 lakhs along with one time penalty as per Demand notice dt 20.12.2022 and also granted Six monthly installments with applicable interest for payment of said amount. Accordingly revision petition is disposed off.</p>
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19.	<p>Related Party Disclosures Key Management Personnel (KMP) : G. Satyanarayana M. R. Koteswara Rao</p>
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20.	Transactions with Key Management Persons and their Relatives (Amount in Lakhs)		
	Particulars	KMP & Relatives of KMP	
		31 March, 2023	31 March, 2022
	Remuneration & Perquisites	6.00	26.67
	Rent	1.14	1.14
	Salaries & Perquisites payable	47.81	48.29
	Unsecured Loan	157.58	132.15
	Unsecured Loan Received during the year	25.43	26.95
	Rent Payable	6.14	5.00

21.	Particulars	For the Year Ended 31.03.2023	For the Year Ended 31.03.2022
	a) Current Ratio + Current Assets / Current Liabilities	1.48	1.69
	b) Debt-Equity Ratio = Total Debt / Total Shareholders Equity	-	-
	c) Debt Service Coverage Ratio= Net Operating Income / Total Debt Service	-	-
	d) Return of Equity Ratio = Net Income / Average Shareholders Equity	-	-
	e) Trade Receivables Turnover Ratio = Net Sales / Average Account Receivables	-	-
	f) Net Profit Ratio = Net Profit / Total Revenue x 100	-	-

22.	Confirmations are not received in respect of the amounts relating to trade receivables, trade payables, loans & advances.
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23.	<p>Dues to Micro, Small and Medium Enterprises : The identification of micro, small and medium enterprise suppliers as defined under the provisions of “Micro, small and medium enterprises Act, 2006” is based on Management’s knowledge of their status. There are no dues to micro, small and medium enterprises as on 31 March 2023.</p>
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24.	Previous year’s figures have been regrouped / reclassified wherever necessary to correspond with the current year’s classification / disclosure. Figures are rounded off to the nearest ₹.
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25.a	<p>Mrs.Kodali Vijayarani, Promoter Shareholder & Director of the company has filed a petition in NCLT under Section 241 of the companies Act against allotment of 1,24,50,000 Equity Shares of Rs.10/- each, made to 7 individuals for consideration other than cash. Praying the NCLT to declare the allotment as illegal and affect consequent reduction of the Share Capital of the company and also prayed for an Interim Relief of not to alienate / not to create any third party interest in the said shares of 1,24,50,000.</p> <p>The case is admitted by NCLT and passed an Interim Order dt 14th October, 2020 restraining the 7 individual shareholders from dealing with 1,24,50,000 shares and directed not to alienate, transfer or enter into any agreement or create any third party interest until further orders. The Petition filed by Promoter Shareholder was dismissed by NCLT on 15.06.2022.</p> <p>Mrs. Kodali Vijayarani, Promoter Shareholder & Director of the company has filed an appeal petition at National Company Law Appellate Tribunal at Chennai under Section 421 of the Companies Act, 2013 vide Petition No. 59 of 2022.</p>
25.b	<p>The Company filed a petition under Section 213 with NCLT, Praying for restoring the Original position of the company prior to the allotment of 1,24,50,000 Equity Shares allotted vide MoU dt 14th February, 2019. The Petition filed by the company was dismissed by Hon'ble NCLT on 15.06.2022.</p> <p>Company is a Respondent in the appeal petition filed by Mrs. Kodali Vijayarani, Promoter Shareholder & Director of the company at National Company Law Appellate Tribunal at Chennai under Section 421 of the Companies Act, 2013 vide Petition No. 59 of 2022. The Company has filed counter on the said petition . The "Office of the Registry" is directed to List the matter "For Admission" on 16.06.2023.</p>
25.c	<p>The Company has received a notice from 5 shareholders regarding the petition filed by them in the NCLT alleging suppression and mismanagement of Sri G. Satyanarayana, Managing Director & Sri Kodali Vijayarani, Director and to pass all the resolutions passed by the board & Annual General Meeting dated 04th December, 2020 against the Petitioners. The Petition filed was dismissed by Hon'ble NCLT on 15.06.2022 .</p>

In terms of our report of even date attached.

For Suryanarayana & Suresh

Chartered Accountants

Firm Regd. No. : 006631S

For and on behalf of the Board

V. Nagendra Rao

Partner

M.No. 227679

G. Satyanarayana

Managing Director

DIN 02051710

K. Vijaya Rani

Director

DIN 00102286

Place : Hyderabad

Date : 30.05.2023

M.R. Koteswara Rao

Chief Financial Officer

M. Vinda

Company Secretary

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