

RACE

RACE ECO CHAIN LTD

07th September, 2021

RESTORE

Give Earth a Chance

TO,
The Manager (Department of Corporate Services),
Bombay Stock Exchange Limited-SME Platform,
Phiroze Jeejee Bhoy Towers,
Dalal Street, Mumbai-400001

REF: Company Code 537785 (BSE)

Subject: Annual Report for the F.Y 2020-2021

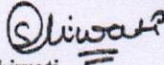
Dear Sir/ Madam,

Pursuant to Regulation 30 and 34 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, please find enclosed herewith a copy of Annual Report for the Financial Year 2020-2021 along with the Notice of 21st Annual General Meeting of the Company scheduled to be held on Thursday, September 30, 2021 at 01:30 PM to transact the business as set out in the notice.

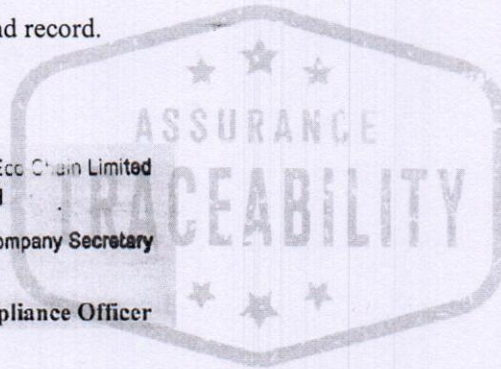
This is for your reference and record.

Thanking you,

Yours Faithfully For Race Eco Chain Limited
For Race Eco Chain Limited


Shiwati
Company Secretary & Compliance Officer

Company Secretary



Enclosure: As above

RACE

RACE ECO CHAIN LTD



**CREATING A CIRCULAR
SUSTAINABLE ECONOMY
THAT'S A WIN-WIN FOR ALL**

...Creating a circular and a sustainable economy

1

Due to its unorganized way of working the eco chain is deprived of Investments & Technology and more importantly the Pride of the profession, RACE initiative to convert them to organize chain is creating big opportunity for the eco chain and RACE itself. As per CPCB data the existing market of Plastic waste is around INR 55000 cr per annum (CAGR 10%+), which can grow up to 80K with Technology innervations



OVERVIEW	02 – 03	GOVERNANCE	46
MANAGEMENT DISCUSSION & ANALYSIS	04 - 09	ANNEXURE (S): CERTIFICATE OF MD/CFO	47
BOARD OF DIRECTORS	10	ANNEXURE-3: MANAGEMENT DISCUSSION AND ANALYSIS REPORT	48
MANAGEMENT TEAM	11 - 12	ANNEXURE-4: PARTICULARS OF EMPLOYEES	50
NOTICE	13 - 20	INDEPENDENT AUDITOR'S REPORT	51 – 54
BOARD'S REPORT	21 - 29	ANNEXURE-A	55
ANNEXURE 01: SECRETARIAL AUDIT REPORT	30 - 32	ANNEXURE-B	57
ANNEXURE 02: CORPORATE GOVERNANCE REPORT	32 - 44	BALANCE SHEET AS OF MARCH 31, 2021	59 -60
ANNEXURE P	45	STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2021	61 – 62
ANNEXURE (Q): CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS	45	CASH FLOW STATEMENT AS OF 31/03/2021	63 – 65
ANNEXURE (R): COMPLIANCE CERTIFICATE ON CONDITIONS OF CORPORATE		NOTES TO ACCOUNTS	66 - 80

The Company's 21st Annual General Meeting will be held on 30.09.2021 at 01:30 pm. The meeting will be held as a virtual meeting. There will be no physical venue for shareholders to attend. To give shareholders reasonable opportunity to participate, shareholders may attend the meeting virtually, through Video Conferencing. The Notice of AGM, Annual Report and other reports of 2021 are available on our website at <https://www.raceeco.com>

Race Eco as the abbreviation suggests Recycling and Circular Economy is an environmentally conscious initiative with a mission to reduce the Carbon footprint caused by waste plastics. The Company is involved in aggregation of packaging plastic waste and channelizing it for Recycling into Consumer friendly product.

Race Eco chain is involved in aggregation of plastic waste and production of recycled products investing in an idea whose time has come.



The Company is establishing its network by converting the existing unorganized Eco chain to organized one.



Pan-India Network



Sustainability Programs



Innovative Financial Products



Global Recycle Standards

Dear Shareholders,

At the outset, let me begin by wishing all of your good health and safety in these challenging times. The second wave of Covid has affected us all in some way or the other. My heart goes out to the families and friends of all those who have lost their loved ones or are struggling with health issues because of this pandemic. I would also like to take this opportunity to express my immense gratitude to all our frontline heroes - police personnel, doctors, health workers, and sanitation workers - for their efforts in keeping all of us safe during these uncertain times.



We begin this report with an update on how we are not only transforming your company - RACE Eco Chain Limited, but also the entire ecosystem. Over the past one year, we have been busy working to achieve our combined dream to leapfrog as

a dominant player in the market with services and products that would provide impetus to our vision of becoming a responsible corporate entity - committed to converting waste into wealth.

We are also focused on the transformational power of technology to address the decades-old problem of plastic waste. Our deep-domain expertise addresses both the uniqueness of the Indian waste management system while offering opportunities for improvement for all stakeholders in the recycling value chain.

At RACE, we are building an AI-driven (APP-based tech platform), asset-light, end-to-end ESG technology solution which will help grow the unorganized waste management sector to an organized sector. This initiative will result in the upliftment of the sector while creating more visibility for all stakeholders, create better pricing bring in better transparency and ease of doing business in the industry.

In the following sections, we will provide you with an overview of our recent efforts, current initiatives and plans. We believe that if we're going to achieve a circular economy globally, we need to take action now, and we need to take action together. We are aiming for a turnover of INR 500 CR per annum by the end of the third year and, a pan-India presence by 2025. Please join us as we take you along in our journey of sustainability and unlocking immense wealth creation for the entire ecosystem.

Increase in plastic consumption across the globe

We live in a rapidly changing world where the consequences of population growth, climate

change, depletion of natural resources and pollution are of serious concern. Today, as the world emerges from the pandemic, global demand for plastic is only going to grow, and industries and governments must collaborate to generate this sure sustainably. To do this, businesses across both the public and private sectors must integrate sustainability into product development and business operations.

Around the world, one million plastic drinking bottles are purchased every minute, while 5 trillion single-use plastic bags are used worldwide every year. In total, half of all plastic produced is designed to be used only once - and then thrown away (source: UN Environment Programme). The production of plastic is set to explode exponentially, from 2.3 million tons in 1950 to about 900 million tons by 2050. In India too, the issue is garnering epic proportions – in the year 2020-21, India generated 34,69,780 tonnes of plastic waste, while in 2018-19 it was 33,60,043 tonnes and in 2017-18 it was 23,83,469 tonnes (source: <https://swachhindia.ndtv.com/>). It is becoming imperative to look at innovative ways of handling plastic waste. This requires a rounded strategy based on responsible business practices involving all stakeholders at multiple levels.

The India context

The Indian waste industry is highly fragmented. Waste dealers tend to scavenge and sell to small businesses, who sell it to bigger companies for recycling and as scrap. Because of the unregulated nature of the industry, there is a great gap between supply and demand. Currently, this ecosystem in India is spread across multiple levels, largely unorganized with transactions taking place offline haphazardly, some value transactions being made but not in an organized manner. Traders, rather than value-adders like Collectors and Recyclers, have

mostly dominated the business. Because of the lack of a proper Code of conduct, the sector has been deprived of a proper industry status – and hence not received investments and more important little deployment of technology.

Fragmentation of this industry and, on the other hand, the Government's Plastic Management rules of EPR (Extended Producers Responsibility) for big-scale waste generators have created a peculiar problem. There is a gap between the consumption of Pet-bottles and recycling capability with no single player having the capacity to handle this. With the industry being largely unorganized there is no access to finance and so no technology and no scalability is possible.

Big scale generators hence cannot utilize their EPR budgets or do social audits as mandated since this is a largely unorganized industry where child labour is common, pay-outs are meagre and fluctuate and depend upon the mafia. This current situation ensures that no social audits can be done since the existing players are not organized and results in the EPR budgets lying unused.

The RACE intervention

In recognition of the industry gaps and lacunas, RACE Eco Chain Limited (your Company) has continued to grow and further implement its mission to reduce the Carbon footprint caused by plastic waste. Standing for - Recycling and Circular Economy, RACE Eco Chain Limited is an environmentally conscious company, started its operations in November 2020, with a mission to reduce the carbon footprint caused by plastic waste. At RACE, we identify business opportunities in plastic scrap waste to create green jobs in the plastic waste industry.

Due to unorganized working in the system, the ecosystem has till now been deprived of

investments and technology and more importantly the pride of the profession. RACE Eco Chain Limited's initiative to convert the unorganized to an organized chain is creating a big opportunity both for the eco chain and for the company itself. The market potential is enormous - as per Central Pollution Control Board data, the existing market of plastic waste is around INR 55,000 CR per annum (CAGR 10%+), which can grow up to INR 80,000 CR per annum with technology interventions.

We at RACE are constantly adding capacity and diversifying our product mix to keep our growth engine fuelled. At the same time, the regulatory compulsions in the form of extended producer responsibility (EPR) and pledge for sustainability by brands and corporates will help to create a good demand for the recycled inputs – thus, furthering the ecosystem.

Rapid progress by RACE

For RACE, the sale of plastic waste grew exponentially by more than 500% from 195 MT in November 2020 to 1300 MT in March 2021. In other words, the revenue from Plastic scrap in November 2020 stood at INR 7.1 million which has surged to INR 52.4 million in March 2021, marking a growth of more than 600%.

We envision creating an industry where till now there have been none. In fact, within a short span of 04 to 05 months, the Company has been able to monetize 4600 MT of PET scrap that has generated us revenue of INR 233 million.

Disruptive technology innovation

At RACE, it has always been our approach is to combine technology, design, and human behaviour, to seek upliftment of this largely unorganized sector of waste dealers. We also understand that every stakeholder in this ecosystem has different requirements and based on that we have built platforms. As a result, we are in midst of developing a model of organizing collection directly from the dealers to the recyclers

backed by our AI-driven, asset-light model to sort and add value via a complete ESG solution. This is aimed at deploying a complete vertical set-up that is responsible for the collection and audit of the waste to the end product to enable traceability.

In addition, our 'Price discovery formula', which combines high intervention technology with artificial intelligence-enabled online APP, creates a robust transparent system that will help make the sector competitive and will encourage the flow of investments. This domain-centric solution addresses both the uniqueness of the Indian plastic waste system, while at the same time offering opportunities for improvement for all stakeholders in the recycling value chain.

Our APP will connect bulk waste generators like FMCG companies, IT, hospitality firms and the existing eco-chain with recyclers whose livelihoods depend on the supply of waste. Through our platform, they can get a steady supply by simply logging in and buying the material instead of having to deal with hundreds of individual vendors, who may be unreliable and also offer no guarantee of quality. The APP also provides cost benefits because it eliminates several middlemen in the waste management chain and will make sure that no hoardings take place, with the assurance of volumes.

Your company is currently planning to invest its resources to establish and expand its collection network via the numerous IT efforts aforementioned. The IT efforts will focus on continuously infusing future-ready technologies like artificial intelligence, robotics, and automation to drive greater efficiency in the supply chain while delivering cost savings.

Ecosystem build-up using our asset-light model

RACE Eco Chain Limited's asset-light models consist of warehouses in each district of the country to support recyclers that will be operated by the franchisees themselves. With our source segregation

model, we offer interesting value-adding opportunities for waste entrepreneurs—either in up-cycling products directly for consumers or recycling waste for higher industrial consumption. By doing so we can attract more commercial funding and partners throughout the waste value chain - from waste collection and transportation to waste processing. We aim to expand this both in terms of geography and volumes and are working rigorously to further enhance our pan-India, district-wise presence and acceptance amongst the waste management community.

As a result of our asset-light approach, laden by IoT and tech-driven efforts, many players have been brought into the waste management value chain, helping us to expand our dealers and recyclers' base from just 05 and 09 in November 2020, and we have witnessed a quantum leap of over 1000% to a total of 63 and 44 respectively by end of FY2021. It is no mean achievement as almost 80% of the ecosystem patterners are already part of RACE's ecosystem.

Within a short span, with the help of our existing dealers and recyclers base, we have been able to make our mark across 20 states within India. Currently, RACE Eco Chain Limited is working closely with 17 recyclers pan-India with a collection network of 57 franchisee associates across the map. Going forward RACE Eco Chain Limited intends to create district-wise pan India collection points. This idea has immense scope of growth as the whole business of INR 55,000 CR is in just the initial phase of transforming into the sunshine industry.

To achieve these goals, we need to overcome and manage challenges in terms of manpower development and technology. Currently, the scrap industry does not have an ERP software system to manage the day-to-day business activities of the industry. RACE Eco Chain

Limited is taking up the challenge to develop an ERP system, with real-time tracking - specifically for the scrap industry that can later be used by others in this field also and going forward set the standard for the waste industry.

Creating a retail value-chain

We are channelizing plastic waste to create downstream recycled products for consumer connect through our brand 'RESTORE'. This niche line of products is made from recycled plastic of the highest quality, promoting sustainability and providing e2e traceability. Through our 'RESTORE' division, we are selling recycled products under the same brand. The company's marketing efforts have been able to arouse huge business interest locally and internationally as a result of which, within a short span of 4 months, RACE Eco Chain Limited has been able to generate revenue of INR 155 million from restore division with exports accounting for a sizeable share of 33%.

Infusing domain-centric skilling, empowerment and organizational building

A diverse and skilled workforce, able leadership, and the right culture are crucial ingredients for business success. Plastic waste is still a nascent industry with personnel having to be trained in the operations and management of this industry. We are working to train manpower to reach the desired standards. The current workforce available in this industry is unorganized, some of them are slightly legal but the vast majority belong to the not-so-legal sector. Indeed, a skilled workforce in the scrap industry remains a challenge since the industry has till now has been largely unorganized and hence not recognized as one. RACE Eco Chain Limited is creating, designing, and delivering exhaustive and customized learning programs

to enhance employee capabilities and have a future-ready workforce.

While the future trajectory remains challenging, we remain confident of the business scenario improving in the short to medium term. By leveraging over 150 years of cumulative experience of our founding team and the positive momentum that our business has witnessed so far, we are confident enough to overcome all the challenges and emerge as the industry frontrunner.

Diversity and inclusion is a key business priority for RACE Eco Chain Limited. We are focused on inducting women across levels, with a focus on managerial lateral hiring. Our company aims to have a board comprising 50% of women by December 2021. There is also ongoing work on gender sensitivity in the organization and to build an inclusive ecosystem to build our women talent pool both for managerial and non-managerial cadres. Currently, women are holding various leadership positions and we will continue to encourage this trend as we believe that equal opportunity starts with equitable access to career development opportunities and support.

We are committed to equitable compensation, and compensation levels are merit-based and determined by qualification, experience levels, special skills, and individual performance. Women empowerment here is fulfilled in both letter and spirit. With consistent efforts, we wish to build RACE Eco Chain Limited as a preferred organization for all.

Sensitizing the millennials and Gen-Next via our CSR initiative

Our school's program seeks to create awareness amongst the student community about the need for protecting the environment by encouraging eco-friendly habits. This will be done via interactive sessions and an award recognition program.

RACE Eco Chain Limited in association with Gem Enviro Management Private Limited has backed an initiative created by Earth Initiative Foundation – an NGO, to spread environmental awareness among school children. The mobile APP is a mix of knowledge, fun-to-do tasks to help the environment followed by rewards & recognition. This is designed on an activity-reward model, runs in 3 stages and comes with the mega prize being a trip to NASA, USA.

We also hope to change the mindset of the next generation with habits that can make a difference, engage them in activities that protect the environment such as recycling plastic packaging waste through our initiative like smart bin technology an IT-based app that will enable the students to win prizes if their QR code comes up.

Corporate governance at our core

As a responsible corporate citizen RACE, Eco Chain Limited is committed to maintaining the highest standards of good Corporate Governance in all areas of its operation. The current ecosystem does not have established existing audit processes and we are focused on injecting accountability into the sector.

Our team is committed to the protection of the interest of the shareholders, creditors, investors, clients, and employees etc. Our policies consistently undergo improvements keeping in mind our goal i.e., maximization of value of all the stakeholders.

The goal is being and will continue to be achieved through–

- Infusion of the best expertise in the Board Members
- Consistent monitoring and improvement of the human and physical resources
- Board/Committee meetings at regular intervals to keep the Board informed of the recent happenings

Towards a sustainable, profitable future

In the future, we continue to look at technology to help us build an even more robust business model to enable us to de-risk our business and explore newer boundaries and product segments.

RACE Eco Chain Limited looks to free up the hoarding business into a free-flow, transparent system to bring benefit to the bottom of the pyramid. Our online AI and Big Data-enabled APP seek to bring about scalability and transparency in the supply and demand chain. This sector, being largely unorganized, also cannot reach its fullest potential without this.

It is the result of our combined efforts that have enabled us to reach the milestones that we set for ourselves and, with your support, we will continue to achieve even greater milestones. The possibilities for technology to empower sustainability and circularity are already here, and the past year has shown that when we come together for a common cause, and we can overcome pressing challenges.

In the end, I want to thank all our partners and stakeholders for their unconditioned support and trust in RACE Eco Chain Limited. I thank all our employees for remaining committed and determined in these tiring times as well.

Yours sincerely,

Sd/-

Mr. Sunil Kumar Malik
Managing Director

1
OVERVIEW

2
THE TEAM

3
NOTICE & REPORT

4
ANNEXURE

5
AUDITORS
REPORT

6
FINANCIALS

BOARD OF DIRECTORS



Mr. Sunil Kumar Malik
Designation : Managing Director
(Executive and Non Independent)



Mr. Pranav Vasan.
Designation : Non-Executive Director



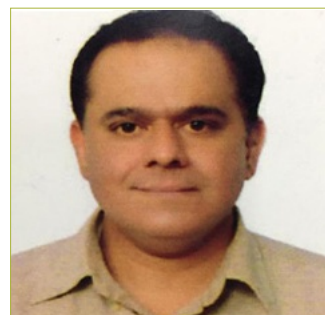
Mrs. Nisha Jain
Designation : Independent Director
(Non Executive and Non Independent)



Mr. Sanjay Kukreja
Designation : Independent Director
(Independent Non Executive)



Mr. Anshu Agarwal
Designation : Whole Time Director & CFO



Mr. Puneet Bhawaker
Designation : Independent Director
(Non-Executive and Independent)

MANAGEMENT TEAM



Mr. Sunil Kumar Malik is the Managing Director of the Company.

He is associated with the Company Since its Incorporation. He has been extensively successful in the business of trading in the shares, commodities and currencies and a member of multiple Exchange organizations Countrywide.

Mr. Malik is Visionary man with expertise in organizational transformation, business process and execution architecture, consulting services, marketing and sales reconfiguration expert.

Mr. Sunil Kumar Malik completed his education from Delhi University. He has extensive experience in directing multiple Firms across the world towards expansive success.



Mr. Ravi Madan, CEO,

Mr. Ravi Madan, CEO, is as an accomplished Operations Leader and Project Manager with deep understanding & exposure of aspects like Business Transformation, Client Servicing and People Management.

Being employed for 15 odd years with Genpact, He worked in the capacity of Operating Leader, Re-engineering Leader, Transition Lead and Global Relationship Manager and more having been deployed at clients like Jaguar Land Rover (UK), Nissan Motors & CSC (USA), Westpac (Australia) and Old Mutual Insurance (South Africa).

Mr. Madan partnered in a massive transformation project for a major US Government Servicing Company and delivered a Strategic Assessment for ~150 processes within R2R, OTC & P2P domains. His other impactful project deliveries include an increase in FCR% delivering \$2.5 M impact for a Bank, Cost Reduction initiative delivering \$18 M impact for Contact Center and a \$1M engagement & impact towards Research and Analytics for a Major Automotive Company. Ravi possess certifications for Six Sigma, Transition and Change. He is a Green Belt Certified individual and has won several management awards. He holds a Masters in Business Administration degree from Institute on Management Technology – Ghaziabad.



Mrs. Priti Sayal, Business Head Restore

She has more than 25 years of experience in heading the Marketing and Operations of various Companies. She has completed her MBA, Business Management, Marketing and related support services from the Delhi University.

Mrs. Sayal also completed her Bachelor of Arts in 1980 from Delhi University, and was the first person was successfully enter the Export Market in South Africa, Making and introducing the Indian Companies including Elder Pharmaceutical, Jindal Coal division to South African Market.

She has closely worked with International fashion Brand and designer including DKNY for conceptualisation f product launch in India as well as Prominent Indian Designers like Rohit Bal, JJ Vallaya.

She played Pivotal in setting up design studios for Sahara India and with her innovative and networking skills helped in acquiring the significant market shares in UK fashion. Currently she has appointed as head of the RESTORE, the sub division of Race Eco Chain Limited.



Rahul Gupta, HOD of IT has been an IT Professional of the company and comes with more than 10 years of Experience in Operations. He has ability to quickly walk in customer shoes to understand the needs from the product/projects and has long experience of working in media entertainment and brand promotion industry as creative consultants for various brands.

Mr. Gupta played a very crucial role as consultant with Drawing Room India for increasing business by 7 times by introducing new clients and adding new products and services and has been flawless in restructuring the reporting method by streamlining the operation.

Presently **Rahul Gupta** is taking care of IT Operations with 'Race Eco Chain Limited' as we are highly dependent on the IT sector for fulfilling our Vision.



Neetu Singh, Head of Accounts & Finance, has 22 years of versatile experience in operational and strategic levels across business value chain recognised for ability to incorporate innovative robust quality management systems including Commercial, Taxation, Accounting and Audit & Finance. She has completed her B.Com, CA (Inter), MBA (Finance) and LLB.

She has headed the Accounts and finance in various Companies. She has created groomed and led the efficient cross functional teams with multifarious responsibilities both at operational & strategic levels handling Finance & Accounts Management, Auditing & Taxation, and Budgeting & Treasury Management.



Shiwati Gandhi is the Company Secretary & Compliance Officer of the Company and she has an experience of 7 years in the Legal and statutory department. She worked with the Group of BSE Listed Companies for more than 4 years and also worked for 2 years in the Shri Lal Mahal Limited, the Basmati Rice Importer and Exporter.

She played a head role in the statutory department of the Lal Mahal Group of Companies in having more than 25 Group Companies and deliver the Company the best by managing all the Compliances and advice the Board on Statutory Matters.

In Race Eco Chain Limited, Shiwati being a Compliance officer of the Company is responsible for advising on legal and procedural matters on various laws and to take care the Corporate Social Responsibility towards the Environment.

NOTICE

Notice is hereby given that the **21st Annual General Meeting** of the Members of the **RACE ECO CHAIN LIMITED** will be held on **Thursday, 30th September, 2021 at 1:30 P.M (IST)** through Video Conferencing (VC)/ other Audio Visual Means (OVAM) 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 March 31, 2021 together with the reports of Board of Directors and Auditorsthereon.
2. To re-appoint Mr. Anshu Agarwal (DIN 08192908), who retires by rotation and being eligible, offers himself for re-appointment as a Director and in this regard.
3. To consider and if thought fit, to pass with or without modifications, the following resolution as an Ordinary **Resolution**:-

RE-APPOINTMENT OF STATUTORY AUDITOR OF THE COMPANY

RESOLVED THAT pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014, as may be applicable and pursuant to the recommendations of the Audit Committee, M/s. Garg Arun & Associated, Chartered Accountants (FRN: 08180N), be and is hereby re-appointed as statutory auditors of the Company for the second term to hold the office from the conclusion of this 21st AGM until the conclusion of the 26th AGM to be held in the financial year 2025-2026, at such remuneration and out of pocket expenses, as may be decided by the Board of Directors in consultation with StatutoryAuditors of the Company.

RESOLVED FURTHER THAT the Board of Directors be and are hereby authorized to settle any question, difficulty or doubt, that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution.

Special Business

To consider and if thought fit, to pass with or without modifications, the following resolution as an Special Resolution:-

Re-appointment of Mr. Sunil Kumar Malik (DIN:00143453) as Managing Director of the Company

RESOLVED THAT Pursuant to the provision of Section 196, 197 and 203 read with Schedule V and all other applicable provision of the companies Act,2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules,2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force) and relevant provisions of SEBI (Listing Obligations and Disclosure Requirements]) Regulations, 2015,the approval of the shareholders of the Company be and is hereby accorded for appointment of Mr. Sunil Kumar Malik (DIN: 00143453), as the Managing Director of the Company for a further period of 5 years w.e.f 1st October, 2021 without any remuneration:-

1
OVERVIEW

2
THE TEAM

3
NOTICE & REPORT

4
ANNEXURE

5
AUDITORS REPORT

6
FINANCIALS

NOTICE

RESOLVED FURTHER THAT any director of the Company, be and is hereby authorized to sign and execute the necessary papers, deeds, returns and other documents to be filed with the office of the Register of Companies, NCT of Delhi & Haryana and to do any act, deed, thing, matter, connected with the aforesaid matter or any other matter incidental or ancillary thereto.

By Order of the Board of Director
For Race Eco Chain Limited

Date: August 31, 2021

Place : New-Delhi

Sd/-

Sunil Kumar Malik

Managing Director

DIN: 00143453

159, Gagan Vihar, New-Delhi-110051

Notes:-

1. In view of the ongoing COVID-19 pandemic and pursuant to the General Circular nos. 14/2020, 17/2020, 20/2020, 02/2021 issued by the Ministry of Corporate Affairs(MCA) and Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 and SEBI/HO/CFD/CMD2/CIR/P/2021/11 issued by the SEBI (hereinafter collectively referred to as “the Circulars”), companies are allowed to hold AGM through Video Conference (VC) or Other Audio Visual Means (OAVM), without the physical presence of members at a common venue. Hence, in compliance with the Circulars, the AGM of the Company is being held through VC/OAVM.
2. As the AGM shall be conducted through VC/OAVM, the facility for appointment of Proxy by the Members is not available for this AGM and hence the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice.
3. Authorized representatives of the corporate members intending to participate in the AGM pursuant to Section 113 of Act, are requested to send to the Company, a certified copy (in PDF/JPG format) of the relevant Board Resolution/Authority letter, etc. authorizing them to attend the AGM, by **e-mail to cs@raceecochain.com**.
4. The Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 relating to the Special business is annexed to this Notice.
5. Notice of the 21st Annual General Meeting and the Annual Report for 2021 will also be available on the Company’s **website www.raceecochain.com** for their download. For any communication, the shareholders may also send requests to the Company’s investor **email id: cs@raceecochain.com**
Members are requested to intimate changes in their address immediately to M/s Bigshare Services Private Limited, the Company’s Registrar and Share Transfer Agents, at their office 1st Floor, Bharat Tin Works Building, Marol Maroshi Road, Andheri (East), Mumbai-400059.
6. The Register of Members and Share Transfer Books of the Company will remain closed from Friday, 24th September, 2021 to Thursday, 30th September, 2021 (both days inclusive) for the purpose of the Annual General Meeting.

NOTICE

7. Members holding shares in physical form in the same set of names under different folios are requested to apply for consolidation of such folios along with relevant Share Certificates to M/s Bigshare Services Private Limited, Registrar and Share Transfer Agents of the Company, at their address given above.
8. 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 for 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.
9. 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 the Circulars issued by the Ministry of Corporate Affairs 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 National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as VC/OAVM voting on the date of the AGM will be provided by NSDL.
10. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
11. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.
12. Members, who are wishing to avail of the nomination facility, are requested to send the duly filled in nomination in the prescribed form (SH-13) of Companies Act, 2013 to M/s Bigshare Services Limited, Registrar and Share Transfer Agents of the Company, at their address given above or to the Compliance Officer at the Registered Office of the Company.
13. Members holding shares in physical form in the same set of names under different folios are requested to apply for consolidation of such folios along with relevant Share Certificates to M/s Bigshare Services Private Limited, Registrar and Share Transfer Agents of the Company, at their address given above.
14. Pursuant to SEBI Circular, the Shareholders holding shares in physical form are requested to submit self-attested copy of PAN at the time of sending their request for share transfer/transmission of name/transposition of name.
15. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut off date (Record date) Thursday September 23rd, 2021.

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS
REPORT

6

FINANCIALS

NOTICE

The Instructions for Members For Remote E-Voting Are As Under :

The remote e-voting period begins on Monday, 27th September 2021 (9:00am) and ends on Wednesday 29th September 2021 (5:00 pm). The remote e-voting module shall be disabled by NSDL for voting thereafter.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:-

Step 1 : Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com>

Step 2 : Cast your vote electronically on NSDL e-Voting system

Details on Step 1 is mentioned below:-

How to Log-in to NSDL e-Voting website?

1. 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.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholders’ section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. cast your vote electronically.

4. Your User ID details are given below:

MANNER OF HOLDING SHARES I.E. DEMAT (NSDL OR CDSL) OR PHYSICAL	YOUR USER ID IS
A. For Members Who Hold Shares In Demat Account Withnsdl.	8. Character Dp Id Followed By 8 Digit Client Id For Example If Your Dp Id Is In300*** And Client Id Is 12***** Then Your User Id Is In300***12*****.
B. For Members Who Hold Shares In Demat Account Withcdsl.	16 Digit Beneficiary Id For Example If Your Beneficiary Id Is 12***** Then Your User Id Is 12*****
C. For Members Physical Form.	Even Number Followed By Folio Umber Registered With The Company For Example If Folio Number Is 001*** And Even Is 101456 Then User Id Is 101456001*****

NOTICE

Details on Step 2 is given below:-

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e- Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
3. Select “EVEN” of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
6. Upon confirmation, the message “Vote cast successfully” will be displayed
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines:-

Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to sachinguptapcs@gmail.com. Please mention the e-mail ID of Scrutinizer>with a copy marked toevoting@nsdl.co.in.

It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password” or “Physical User Reset Password?” option available on www.evoting.nsdl.com to reset the password.

In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), and AADHAR (self-attested scanned copy of Aadhar Card) by [email to cs@racecochain.com](mailto:cs@racecochain.com)
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to cs@racecochain.com

NOTICE

The Instructions For Members For E-Voting

On The Day Of The Agm Are As Under:-

The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.

Only those Members/shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.

Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

Instructions For Members For Attending The Agm Through Vc/Oavm Are As Under:-

Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nSDL.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.

Members are encouraged to join the Meeting through Laptops for better experience.

Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

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.

Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker may send their request mentioning their name, demat account number/folio number, email id, mobile number at cs@racecochain.com

Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at (company email id). The same will be replied by the company suitably.

Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

- Mr. Sachin Gupta Proprietor of M/s. Sachin Gupta & Co, Practicing Company Secretary and has been appointed as the Scrutinizer to scrutinize the e voting process in affair and transparent manner.
- The Scrutinizer(s) shall immediately after the conclusion of voting at the meeting, count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least 2 (two) witnesses, who are not in the employment of the Company. The Scrutinizer(s) shall submit a consolidated Scrutinizers' Report of the votes cast in favour or against, if any, not later than

NOTICE

48 (forty eight) hours of conclusion of the meeting to the Chairman or a person authorized by him in writing, who shall countersign the same. The Chairman or any other person authorized by him in writing, shall declare the results of the voting forthwith.

- The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.racecochain.com and on the website of NSDL within two (2) days of passing of the resolutions at the AGM of the Company and communicated to the BSE Limited.
- As required under Listing Regulations and Secretarial Standard-2 on General Meeting, the relevant

PARTICULARS	MR. SUNIL KUMAR MALIK
Date of Birth	09/05/1971
Date of first appointment on the Board	22/11/1999
Qualification	Graduate
Experience	Appx. 30 Years
Terms and Conditions of re- appointment	As per company's Policy on Nomination, Remuneration and Board Diversity.
Remuneration	NIL
Other Directorships	9 companies
Chairman/ Member of Committee of the Board of other Companies of which he is a	
Director	NIL
Shareholding in RACE Impex Limited as on 31.03.2021	NIL

By Order of the Board of Director

Race Eco Chain Limited

Sd/-

Sunil Kumar Malik

Managing Director

DIN: 00143453

Date: 31st August, 2021

Place: New-Delhi

1
OVERVIEW

2
THE TEAM

3
NOTICE & REPORT

4
ANNEXURE

5
AUDITORS REPORT

6
FINANCIALS

Explanatory Statement in Respect of The Special Business Pursuant to Section 102 of The Companies Act, 2013

Item No.4

Re-appointment of Mr. Sunil Kumar Malik (DIN: 00143453) as Managing Director of the Company

Mr. Sunil Kumar Malik (DIN: 00143453) was re-appointed as Managing Director of the Company for the Period of 5 Years with effect from 01st October, 2018.

Upon the recommendation of Nomination & Remuneration Committee, the Board of directors of the Company recommends the Re-appointment of Mr. Sunil Kumar Malik for further terms 5 years. The remuneration and terms and conditions set out in the resolution no. 4 of the Notice. The terms as set out in the said resolution and explanation statement may be treated as an abstract of the terms of appointment pursuant to section 196 of the Companies Act, 2013.

The Board of Directors is of the opinion that it will be in the best interest of the Company that Mr. Sunil Kumar Malik continue as the Managing Director of the Company and accordingly recommends the passing of resolution under item no.4 for the approval of shareholders as Special Resolution.

Except Mr. Sunil Kumar Malik and his relatives, to the extent of their shareholdings, if any, none of the Director or Key Managing Personnel of the Company and their relative are in any way concerned or interested, financially or otherwise in this resolution.

By Order of the Board of Director
Race Eco Chain Limited
Sd/-

Date: 31st August, 2021
Place: New-Delhi

Sunil Kumar Malik
Managing Director
DIN: 00143453

159 Gagan Vihar East Delhi-110051

BOARD'S REPORT

To
The Members
Race Eco Chain Limited

Your Directors are pleased to present their 21st Annual Report on the business and operations of your Company together with the Audited Accounts for the year ended 31st March, 2021.

The Financial performance of the Company for year ended 31st March, 2021 is summarized below:-

Financial Highlights:-

(Rs. In Lakhs)

PARTICULARS	2020-21	2019-20
Income from operations	5871.63	1582.65
Other Income	250.13	140.87
Total Income	6121.76	1723.53
Less: Expenditure	5887.67	1619.12
Profit/(Loss) before Interest, Depreciation & Tax	234.09	104.31
Less: Interest & Depreciation	86.75	102.53
Profit & Loss Before Tax	147.34	1.78
Less: Tax Expense	49.12	3.13
Add: Deffered Tax	1.43	5.04
Profit/(Loss) after Tax	99.64	3.67
Profit for the Year	99.64	3.67

Company Performance Overview

During the year under review, total income was Rs. 6121.76 Lacs as compared to Rs. 1723.53 Lacs in 2020. Net Sales for the current financial year were Rs. 5871.63 Lacs as compared to Rs. 1582.65 Lacs in 2020. Profit after tax (PAT) stood at Rs. 99.64 Lacs as Compared to Rs. 3.67 Lacs in 2020.

Reserve & Surplus

During the Financial year 2020-2021 Rs 99.64 Lacs amount to carry or transfer to Reserve & Surplus Account under Companies Act, 2013.

Dividend

In view of the requirement of the profits for strengthening of the company, your directors have decided to plough back the profit into the business hence no dividend could be recommended for the year under review.

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS
REPORT

6

FINANCIALS

BOARD'S REPORT

Share Capital

The paid-up Equity Share Capital as on March 31, 2021 was Rs.164322000. During the year under review the company has not issued any shares or any convertible instruments.

Subsidiary Company/Associate/Joint Venture

There has been no subsidiary, Associate and Joint Venture companies during the year, as such; the requirement of furnishing information relating to performance and financial position of the subsidiary, Associate and Joint Venture companies is not applicable.

Investor Complaints and Compliance

During the year review no such cases were registered on SCORES Portal of SEBI from any investor of the Company.

Directors and Key Managerial Personal

During the under review, there is no change in the Board of the Directors of the Company but Mrs. Bhawna Saunkhiya Company Secretary of the Company has resigned on 12th November, 2020 and on the same date Mrs. Shiwati was appointed as Company Secretary & Compliance Officer of the company.

The Details of Directors and KMP are as Follows:-

NAME OF THE PERSON	DESIGNATION
Pranav Vasani	Non-Executive Director
Puneet Bhawaker	Independent Director
Mrs. Nisha Jain	Independent Director
Mr. Sanjay Kukreja	Independent Director
Mr. Sunil Kumar Malik	Managing Director
Mr. Anshu Agarwal	Whole-Time Director & Chief Financial Officer
Ms. Shiwati	Company Secretary & Compliance officer

In accordance with the provisions of Companies Act, 2013 Mr. Anshu Agarwal (DIN: 08192908), Executive Director retires by rotation and being eligible offers himself for re-appointment.

Directors' Responsibility Statement

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3) (c) of the Companies Act, 2013:

- that in the preparation of the annual financial statements for the year ended March 31, 2021, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- that such accounting policies as mentioned in Notes to the Financial Statements have been selected and applied consistently and judgment and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2021 and of the profit of the Company for the year ended on that date;

BOARD'S REPORT

- c. that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. that the annual financial statements have been prepared on a going concern basis;
- e. that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively;
- f. that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

Declaration from Independent Directors

All independent directors have given declaration that they meet the criteria of independence as laid down under section 149(6) of the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Committees

As on date of this Report, The Board has three Committees:-

- a. Audit Committee
- b. Nomination and Remuneration Committee
- c. Stakeholders' Relationship Committee

Audit Committee

The company is having an audit committee comprising of the following Members:

NAME	STATUS	CATEGORY
Puneet Bhawaker	Chairman	Non-Executive & Independent
Sanjay Kukreja	Member	Non-Executive & Independent
Anshu Agarwal	Member	Executive Director

Nomination and Remuneration Committee

The company is having a Nomination and Remuneration Committee comprising of the following Members:

NAME	STATUS	CATEGORY
Sanjay Kukreja	Chairman	Non-Executive & Independent
Puneet Bhawaker	Member	Non-Executive & Independent
Nisha Jain	Member	Non-Executive & Independent

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS REPORT

6

FINANCIALS

BOARD'S REPORT

Stakeholders' Relationship Committee

The company is having a Stakeholders Relationship Committee comprising of the following Members:

NAME	STATUS	CATEGORY
Nisha Jain	Chairman	Non-Executive & Independent
Puneet Bhawaker	Member	Non-Executive & Independent
Sanjay Kukreja	Member	Non-Executive & Independent

As per Regulation 21 of SEBI (LODR), Regulations, 2015, the Board needs to constitute Risk Management Committee, wherein majority of the members of Risk and Management Committee should consists of Members of Boards. This regulation is applicable only to top 100 listed entities, determined on the basis of market capitalization, as at the end of the preceding financial year. Since your Company is not amongst top 100 listed entities, your Company has not constituted a Risk Management Committee.

In line with the provisions of the Act and SEBI (LODR), the Company has devised and implemented a vigil mechanism, in the form of "Whistle Blower Policy". As per the Policy, the Company has an internal committee comprising of the Head-HR and the Compliance Officer of the Company to address the functioning of the vigil mechanism as mandated by the Act and assist the Audit Committeethereunder.

Board Meetings

During the year 5 Board Meetings and one independent directors' meeting was held. The Details of which are given in Corporate Governance Report. The provisions of Companies Act, 2013 and SEBI (LODR) Regulations, 2015 were adhered to while considering the time gap between two meetings. During the year under review, the Independent Director met on March 15, 2021.

Compliance with Secretarial Standards

During the year under review, the Company has duly complied with the applicable provisions of the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2), issued by the Institute of Company Secretaries of India.

Related Party Transactions

The Company has no material significant transactions with its related parties which may have a potential conflict with the interest of the Company at large. All transactions entered with the Related Parties as defined under the Companies Act, 2013 and Regulation 23 of the SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015 during the financial year were in the ordinary course of business and on arm's length basis and do not attract the provisions of section 188 of the Companies Act, 2013. Thus, disclosure in form AOC- 2 is not required. Related party transactions have been disclosed under the Note 23of the financial statements in accordance with Accounting Standard18.

A statement in summary form of transactions with related parties in the ordinary course of business and arm's length basis is periodically placed before the Audit committee for review and recommendation to the Board for their approval.

BOARD'S REPORT

Auditors

Statutory Auditors

M/s. Garg Arun & Associates. Chartered Accountants (Firm Registration No. 8180N) who are the statutory auditors of the company. Currently, they are holding office of the auditors up to the conclusion of the 21st Annual General.

Since the tenure of the M/s. Garg Arun & Associates., Chartered Accountants (Firm Registration No. 08180N) is expired after AGM so the re-appointment of the Existing auditors for a second term of 5 years commencing from the conclusion of 21st AGM till the conclusion of the 26th AGM is approved.

M/s. Garg Arun & Associates., Chartered Accountants (Firm Registration No. 08180N), have consented to the said appointment and confirmed that their appointment, if made, would be within the limits specified under Section 141(3)(g) of the Act. They have further confirmed that they are not disqualified to be appointed as statutory auditors in terms of the provisions of the proviso to Section 139(1), Section 141(2) and Section 141(3) of the Act and the provisions of the Companies (Audit and Auditors) Rules, 2014.

The Audit Committee and the Board of Directors have recommended the appointment of M/s. Garg Arun & Associates., Chartered Accountants (Firm Registration No. 08180N), as statutory auditors of the Company from the conclusion of the 21st AGM till the conclusion of the 26th AGM, to the shareholders.

Secretarial Auditors

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 has appointed M/s. Sachin Gupta & Co., (CP No: 21997, FCS: 5313), Company Secretaries to undertake the secretarial audit of the company. The Secretarial Audit Report is annexed herewith as 'Annexure 1' to this report.

Internal Auditors

M/s. T.K. Gupta & Associates, Chartered Accountants performs the duties of internal auditors of the company and their report is reviewed by the audit committee from time to time.

Reporting of Frauds

There was no instance of frauds during the year under review, which required the Statutory Auditors to report to the Audit Committee and/ or Board under Section 143(12) of the Act and Rules framed thereunder.

Listing

The Equity Shares of the Company are presently listed at BSE Limited on SME Platform. Listing Fee for the year 2021-22 is paid.

Board Evaluation

Pursuant to the provisions of companies Act, 2013 and (Listing Obligation and Disclosure Requirement Regulation 2015, the Board has carried out annual performance evaluation of its own performance, the directors individually as well the evaluation of the working of its Audit, Nomination & Remuneration and Stakeholder committee. The manner in which the evaluation has been carried out has been explained in Corporate Governance Report.

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS REPORT

6

FINANCIALS

BOARD'S REPORT

Business Risk Management

Although the company has long been following the principle of risk minimization as is the norm in every industry, it has now become a compulsion. Therefore, in accordance with Regulation 17(9) of the Securities Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulation 2015 the Board members were informed about risk assessment and minimization procedures after which the Board formally adopted steps for framing, implementing and monitoring the risk management plan for the company.

The main objective of this policy is to ensure sustainable business growth with stability and to promote a proactive approach in reporting, evaluating and resolving risks associated with the business. In order to achieve the key objective, the policy establishes a structured and disciplined approach to Risk Management, in order to guide decisions on risk related issues.

In today's challenging and competitive environment, strategies for mitigating inherent risks in accomplishing the growth plans of the Company are imperative. The common risks inter alia are: Regulations, competition, Business risk, Technology obsolescence, Investments, retention of talent and expansion of facilities. Business risk, inter-alia, further includes financial risk, political risk, fidelity risk, legal risk. As a matter of policy, these risks are assessed and steps as appropriate are taken to mitigate the same.

Policy on Directors' Appointment and Remuneration

The Board has, on the recommendation of the Nomination & Remuneration committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The Remuneration Policy is stated in the Corporate Governance Report.

Material changes and commitments, if any, affecting the financial position of the company occurred between the end of the financial year to which these financial statements relate and the date of thereport.

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year 2020-2021 and the date of this Report. Further, there was no change in the nature of business of the Company.

Significant and Material Orders Passed by the Regulators or Courts

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

Information Technology and Communications

During the financial year 2020-2021, apart from upgrading the existing software applications with enhanced/ added features to meet the current and emerging business needs, certain new application systems were implemented. Regular Updation of Systems and procedures is undertaken from time to time to provide checks and alerts for avoiding fraud arising out of misrepresentation given by borrower/s while availing loans.

Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo

Pursuant to section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014, as amended, the relevant information is given below:

Conservation of Energy

The Company's operations are not power intensive. Nevertheless, your Company is taking every steps to conserve and minimize the use of energy wherever possible such as using energy efficient computer terminals, purchasing energy efficient equipment etc.

BOARD'S REPORT

Research and Development

The Company has no formal research and development department but the Company is continuously making efforts to strengthen research and development activities to improve quality and reduce cost.

Technology Import and Absorption

The Company has imported no technology. Indigenous technology available is continuously upgraded to improve overall performance.

Foreign Exchange Earnings and Out Go

PARTICULARS	2020-21	2019-20
Foreign Exchange Outgo	Nil	Nil
Foreign Exchange Earnings	34625591.41	3426607.00

Extracts of Annual Return

In accordance with the provisions of Section 134 (3)(a) of the Companies Act, 2013, the Annual Return, as required under Section 92 of the Act for the financial year 2020-21, is available on the Company's website at www.racecochain.com

Corporate Governance

According to the Securities Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulation 2015, a separate section on corporate governance practices followed by the Company, together with a certificate from the Company's Secretarial Auditors confirming compliance forms an integral part of this Report. The Report on Corporate Governance by Auditor is forming part of Annual Report as Annexure-2

Management Discussion and Analysis Report

Pursuant to the Regulation 34 of the Securities Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulation, 2015, the Management Discussion and Analysis is a forming part of this Annual Report as Annexure-3

Public Deposit

Your Company has not accepted any deposits from the public during the year under review.

Corporate Social Responsibility

The Board of Directors of the Company hereby confirms that the provisions of Section 135(1) of the Companies Act, 2013 is not applicable to our company.

Bonus Issue

The Company has not allotted a bonus issue of Shares during the year.

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS REPORT

6

FINANCIALS

BOARD'S REPORT

Auditors' Report

The Auditors' observations are self-explanatory and hence do not call for any further clarification under section 134(5) of the Companies Act, 2013.

Earnings per Share(EPS)

The Earnings per Share (EPS) is Rs. 0.61 as at March 31, 2021 as against Rs. 0.02 as at March 31, 2020.

Regulatory Guidelines / Amendments

The Company has also been following directions, guidelines, circulars issued by RBI, SEBI, BSE, MCA, from time to time pertaining to listed companies.

Codes and Standards Fair PracticeCode

The Company has in place a Fair Practice Code (FPC), which includes guidelines on appropriate staff conduct when dealing with customers and on the organization's policies vis-à-vis client protection.

Internal Control System and their Adequacy

The Company has adequate system of internal control to safeguard and protect from loss, unauthorized use or disposition of its assets. All the transactions are properly authorized, recorded and reported to the Management. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The internal auditor of the company checks and verifies the internal control and monitors them in accordance with policy adopted by the company. Even through this non-production period the Company continues to ensure proper and adequate systems and procedures commensurate with its size and nature of its business.

Vigil Mechanism / Whistle Blower Policy

In order to ensure that the activities of the Company and its employees are conducted in a fair and transparent manner by adoption of highest standards of professionalism, honesty, integrity and ethical behavior the company has adopted a vigil mechanism policy. The Vigil Mechanism / Whistle Blower Policy will be posted on company website.

Particulars of Loans, Guarantees and Investments

The particulars of loans, guarantees and investments is given by the Company under Section 186 of the Companies Act, 2013 and other detailed are mentioned in Notes to Accounts of the Financial Statements.

Compliance with the Sexual Harassment of Women at Workplace

(Prevention, Prohibition & Redressal) Act, 2013

Your Corporation is committed to prevention of sexual harassment of women at workplace and takes prompt action in the event of reporting of such incidents. In this regard, internal complaints committees have been constituted to deal with sexual harassment complaints, if any and conduct enquires.

There were no complaints received of sexual harassment during the financial year 2020-2021.

Code of Conduct

Company has adopted Code of Conduct for its Board Members and Senior Management personnel. The code of conduct has also been posted on the official website of the Company. The declaration by the Managing Director

BOARD'S REPORT

of the Company regarding compliance with the Code of Conduct for Board Members and Senior Management is annexed with the Corporate Governance Report.

Code for Prevention of Insider Trading Practices

Your Company has formulated and adopted a Code for Prevention of Insider Trading Practices in accordance with the model code of conduct as prescribed under the SEBI (Prohibition of Insider Trading) Regulations, 1992, as amended. The code is applicable to all directors, senior employees and their dependents. The said persons are restricted from dealing in the securities of the Company during the 'restricted trading periods' notified by the Company, from time to time. The code for prevention of Insider trading has also been posted on the official website of the Company.

Declaration for Acceptance & Deposit from Directors & their Relatives

During the financial year The Company received money from Directors pursuant to Companies (Acceptance of Deposits) Amendments Rules, 2016 and details of the same is mentioned in Note No.28 of the Financial Statement.

Nomination and Remuneration Policy

The Company has implemented an Appointment and Remuneration Policy pursuant to the provisions of Section 178 of the Act and Regulation 19 read with Schedule II, Part D of the Listing Regulations. Salient features of the Policy and other details have been disclosed in the Corporate Governance Report, attached to this Report.

Particulars of Employees

Disclosure with respect to the remuneration of Directors and Employees as required under Section 197 (12) of the Companies Act, 2013 and Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, is annexed as Annexure-4 which forms part of this Report.

Note of Appreciation

The Directors place on record their appreciation for co-operation and support extended by the Government, RBI, Banks, SEBI, Shareholders, Bankers to issue, RTA and customers for their continued support extended to the company at all times. The Directors further express their deep appreciation to all employees for commendable teamwork, high degree of professionalism and enthusiastic effort displayed by them during the year.

By Order of the Board of Directors
Race Eco Chain Limited

Date: 31st August, 2021

Place: New-Delhi

Sd/-

Sunil Kumar Malik

Managing Director

DIN: 00143453

Add: 159, Gagan Vihar

New Delhi-110051

Sd/-

Anshu Agarwal

Whole Time Director

DIN: 08192908

Add: EE-106, Avantika

Extension, Ghaziabad-201002

1
OVERVIEW

2
THE TEAM

3
NOTICE & REPORT

4
ANNEXURE

5
AUDITORS
REPORT

6
FINANCIALS

ANNEXURE-I

Form No. MR-3

SECRETARIAL AUDIT REPORT

For The Financial Year Ended March 31, 2021

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

To,
The Members,

RACE ECO CHAIN LIMITED

(formerly known as Anisha Impex Limited) CIN: L37100DL1999PLC102506

Regd. Off.:Unit No.203, Plaza- P 3, Central Square, Bara Hindu Rao, New Delhi -110006.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **RACE ECO CHAIN LIMITED** (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on our verification on test check basis, of the company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the company, its officers, agents and authorized representatives during the conduct of Secretarial Audit and as per the explanations given to us and the representations made by the management, we hereby report that in our opinion, the company has during the audit period covering the financial year ended on 31st March, 2021 complied with the statutory provisions listed here under and so that the company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made here in after:

We have examined the books, papers, minute books, forms and returns filed and other records maintained and made available to us by the company for the financial year ended on 31st March, 2021 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) 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 (Prohibition of Insider Trading) Regulations, 2015;
 - (b) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (v) Other laws:-
 1. Factories Act, 1948 and rules made thereunder;
 2. Minimum Wages Act, 1948 and rules made thereunder;
 3. Payment of Wages Act, 1936 and rules made thereunder;
 4. Payment of Bonus Act, 1965 and rules made thereunder;
 5. Employees' State Insurance Act, 1948 and rules made thereunder;
 6. Employees' Provident Fund & Miscellaneous Provisions Act, 1952;

7. Equal Remuneration Act, 1976 and rules made thereunder;
8. Payment of Gratuity Act, 1972 and rules made thereunder;
9. Maternity Benefit Act, 1961 and rules made thereunder;
10. Contract Labour (Regulation & Abolition) Act, 1970 and rules made thereunder;
11. Child Labour (Prohibition and Regulation) Act, 1986;
12. The Employment Exchanges (Compulsory Notification of Vacancies) Act, 1959 and rules made thereunder;
13. The Industrial Employment (Standing Orders) Act, 1946 and rules made thereunder;
14. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and rules made thereunder;

As per the representations made by the management and relied upon by us, the company has generally complied with applicable laws including applicable state / municipal / local laws and rules / regulations made thereunder and order issued thereto, wherever its establishments/ branch offices are situated in addition to the laws stated above.

Further declare that for the compliances of the applicable provisions of Financial / Taxation laws and rules made thereunder, we have relied upon the management representation letter and / or the reports given by the Statutory Auditors or other designated professionals.

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

- (i) Secretarial Standards with regard to Meetings of Board of Directors (SS-1) and General Meetings (SS-2), issued by the Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with BSE Limited.

During the period under review, the company has generally complied with the provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that the acknowledgement of filing / submission of the returns / forms under the applicable provisions of the Labour and Employees related laws have not been made available to us during the course of secretarial audit, so we are unable to comment whether the company has complied with the provisions of the Labour and Employees related laws or not. However it is claimed by the management and declared in the management representation letter that the returns / forms have been filed properly as per the provisions of the respective statutes.

We 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. There was no change in the composition of the Board of Directors of the company during the period under review.

Further on the basis of disclosure of interest in form MBP-1 under section 184 and declaration in form DIR-8 under section 164 (2) of the Act, given by all the directors to the company, we hereby report that the directors have not incurred any disqualification under section 164 (2) of the Act during the period under review.

Adequate notice was given to all the directors to schedule the Board Meetings and meetings of Committees thereof, agenda and detailed notes on agenda were dispatched by post or by hand delivery or by e-mail at least seven days in advance (except when the meetings were called at shorter notice) 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.

During the financial year under scrutiny, all the decisions at the Board Meetings or Committees thereof were taken unanimously, no member of the Board or Committees thereof has expressed dissenting view on any agenda item during deliberations in their respective meeting.

We further report that there exist adequate systems and processes in the company commensurate with the size and scale of its operations to monitor and ensure compliances of applicable laws, rules, regulations, circulars, guidelines, directions and notifications.

We further report that during the audit period there were no specific events / actions occurred which had a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. As represented by the management, we further report that the company has responded appropriately to the notices received from the various statutory / regulatory authorities and initiated actions for corrective measures, wherever found necessary.

Place: New Delhi

Date:31/08/2021

For **SACHIN GUPTA & CO.**

Sd/-

(Sachin Gupta)

Proprietor

M. No.: FCS 5313

C P No.: 21997

UDIN:F005313C000862917

This report is to be read with our letter of even date which is annexed Annexure-a and form part of this report

ANNEXURE-(A)

To,

The Members,

RACE ECO CHAIN LIMITED

(formerly known as Anisha Impex Limited) CIN: L37100DL1999PLC102506

Regd. Off.:Unit No.203, Plaza- P 3, Central Square, Bara Hindu Rao, New Delhi -110006.

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

1. Maintenance of secretarial records 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 test basis to ensure that correct facts are reflected in the 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. We have obtained the management representation about the compliances of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations made thereunder is the responsibility of the management. Our examinations were limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.
7. Due to the restricted movement under the prevailing circumstance of COVID-19 pandemic in pursuance of the lockdown imposed by the Government of NCT of Delhi, we have verified the statutory records of the company physically to the extent possible and have taken all possible steps to verify the records as made available to us by the company through the electronic mode. The management of the company has confirmed that the records submitted to us through the electronic mode are the true scanned copy of the original documents and correct.

Place: New Delhi

Date: 31/08/2021

For **SACHIN GUPTA & CO.**

Sd/

(Sachin Gupta)

Proprietor

M. No.: FCS 5313 C P No.: 21997

UDIN:F005313C000862917

ANNEXURE-2

CORPORATE GOVERNANCE REPORT

Corporate Governance

The Directors present the Company's Report on code of Corporate Governance for the Year end March 31, 2021 in terms of Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Company's Philosophy

As a responsible corporate citizen RACE ECO is committed to maintain the highest standards of good Corporate Governance in all areas of its operation. Our Team are committed towards the protection of the interest of the Shareholders, creditors, investors, clients etc. Our policies consistently undergo improvements keeping in mind our goal i.e. maximization of value of all the stakeholders.

The goal is achieved through-

1. Infusion of best expertise in the Board Members;
2. Consistent monitoring and improvement of the human and physical resources;
3. Board/Committee meetings at regular intervals to keep the Board informed of the recent happenings.

Composition of Board

The Board has six members out of which three are Non-Executive Independent Directors including a Woman Director with one Executive Chairman and Managing Director, another is Executive Director & CFO and one is Non- Executive Director. The Independent Directors on the Board are competent and highly respected professionals from their respective fields and have vast experience in general corporate management, finance, banking and other allied fields which enable them to contribute effectively to the Company in their capacity as members of the Board. The day to day management of the Company is conducted by Managing Director subject to supervisions and control of the Board.

The maximum tenure of Independent Directors is up to five consecutive years from the date of their appointment. The date of appointment and tenure of the existing Independent Directors are given below:-

S.NO	NAME OF INDEPENDENT DIRECTOR	DATE OF APPOINTMENT	DATE OF COMPLETION OF TENURE
1.	Puneet Bhawaker	29.09.2018	29.09.2023
2.	Sanjay Kukreja	30.09.2019	30.09.2024
3.	Nisha Jain	30.09.2020	30.09.2025

Key Functions of Board

- Reviewing and guiding corporate strategy, major plans of action, annual budgets and business plans, setting performance objectives, monitoring implementation & corporate performance and overseeing major capital expenditures, acquisitions and divestments;

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS REPORT

6

FINANCIALS

- Monitoring effectiveness of the Company's governance, policies & practices and making changes as needed;
- Selecting, compensating, monitoring and when necessary, replacing Key Managerial Personnel and overseeing succession planning;
- Aligning Key Managerial Personnel and Board remuneration with the long term interests of the Company and its shareholders;
- Ensuring a transparent Board nomination process with the diversity of thought, experience, knowledge, perspective and gender in the Board;
- Monitoring and managing potential conflicts of interest of management, board members and shareholders, including misuse of corporate assets and abuse in related party transactions;
- Ensuring integrity of the Company's accounting and financial reporting systems, including the independent audit and that appropriate systems of control are in place, in particular, systems for risk management, financial and operational controls and compliance with the laws & regulations and relevant standards in force;
- Overseeing the process of disclosure and communications;
- Monitoring and reviewing Board's Evaluation framework.

Meeting of Board of Directors

During the financial year under review, the Board met 5 times i.e. on 30.07.2020, 31.08.2020, 12.11.2020, 17.12.2020, and 15.03.2021.

The Company has held a minimum of one Board Meeting in each quarter except in 1st Quarter due to National Lockdown due Covid-19 otherwise maximum gap between two consecutive meetings did not exceed 120 days which is in compliance with the provisions of the Companies Act, 2013, Secretarial Standard-1 and Listing Regulations.

An annual calendar of meetings is prepared well in advance and shared with the Directors in the beginning of the year to enable them to plan their attendance at the meetings. Directors are expected to attend Board and Committee Meetings, spend the necessary time and meet as frequently as the situation warrants to properly discharge their responsibilities.

Agenda papers are sent to the Directors, well in advance, before the meetings. Draft Minutes of the Board and Committee meetings are circulated to the Directors for their comments thereon and, thereafter, noted by the Board/respective Committee in its next Meeting.

Composition of the Board of Directors as on March 31, 2021 and attendance at the Board Meetings held during the Financial Year ended March 31, 2021 and at the last Annual General Meeting ('AGM') are given in table below:

S.NO	NAME OF DIRECTOR	CATEGORY	BOARD MEETING ATTENDED	AGM ATTENDED
1.	Puneet Bhawaker	Independent Director	5	Yes
2.	Sanjay Kukreja	Independent Director	5	Yes
3.	Nisha Jain	Independent Director	5	Yes
4.	Sunil Kumar Malik	MD & Chairman	5	Yes
5.	Anshu Agarwal	WTD & CFO	5	Yes
6.	Pranav Vasani	Non-Executive Director	5	Yes

Other Directorship

The composition and category of the Board of Directors as at March 31, 2021, the number of other Directorships/Committee memberships are as under:-

NAME OF DIRECTORS	DESIGNATION	PUBLIC	PRIVATE	MEMBER	CHAIRMAN
Sunil Kumar Malik DIN:00143453	MD & Chairman	Nil	9	Nil	Nil
Anshu Agarwal DIN NO:08192908	Executive Director	Nil	1	Nil	Nil
Nisha Jain DIN: 00270098	Non-Executive Independent Director	Nil	1	Nil	Nil
Sanjay Kukreja DIN: 08506956	Non-Executive Independent Director	Nil	Nil	One	One
Puneet Bhawaker DIN:06971183	Non-Executive Independent Director	1	2	Nil	Nil
Pranav Vasani DIN:07631095	Non-Executive Director	Nil	2	Nil	Nil

Relationship between directors

None of the Directors are related to each.

Information given to the Board

The Board and Committees thereof have complete access to all relevant information. Such information is submitted either as part of the agenda papers of the meetings in advance or by way of presentations and discussion material during the meetings. Such information, inter-alia, includes the following:

Annual operating plans, budgets and any updates;

Capital budgets and any updates;

- Annual and Quarterly results of the Company and its operating divisions or business segments;
- Minutes of the meetings of the Audit Committee and other Committees of the Board of Directors;
- Information on recruitment and remuneration of senior officers just below the Board level, including appointment or removal of the Chief Financial Officer and the Company Secretary
- Show cause, demand, prosecution notices and penalty notices, which are materially important;
- Fatal or serious accidents, dangerous occurrences, any material effluent or pollution problems;
- Material default in financial obligations to and by the Company, or substantial non-payment for goods sold by the Company;
- Issue which involves possible public or product liability claims of substantial nature;
- Details of any joint venture or collaboration agreement;
- Transactions that involve substantial payment towards goodwill, brand equity or intellectual property;

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS
REPORT

6

FINANCIALS

- Significant labour problems and their proposed solutions including any significant development in Human Resources/ Industrial Relations front;
- Sale of investments, subsidiaries, assets which are material in nature and not in normal course of business;
- Quarterly details of foreign exchange exposures and the steps taken by the Management to limit the risks of adverse exchange rate movement, if material;
- Minutes of Board Meetings of unlisted subsidiary company(s);
- Statement of significant transactions or arrangements made by unlisted subsidiary companies;
- Non-compliance of any regulatory, statutory or listing requirements and shareholders services such as non-payment of dividend, delay in share transfer, etc;
- Quarterly statement showing status of investors complaints;
- Compliance Report pertaining to applicable laws and steps taken to rectify instance of non-compliance, if any;
- Quarterly Compliance Report on Corporate Governance.

Board Process

The Company sends documents relating to Board and Committee meetings, including agenda papers and supplementary documents, to the Directors at least 7 days before the meetings.

Important decisions taken at the Board/ Committee meetings are promptly communicated to the concerned departments/ divisions. Action Taken Report (ATR) on the decisions of the previous meeting(s) is placed at the next meeting of the Board/ Committee.

The Company has complied with the Secretarial Standard-1 on Meetings of the Board of Directors and Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India.

Independent Directors Meeting

Independent Directors met on March 15, 2021, without the attendance of Non-Independent Directors and members of the management of the Company. The Independent Directors, inter alia evaluated performance of the Non-Independent Directors and the Board of Directors as a whole, also reviewed the performance of Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors; for the Financial Year ended March 31, 2021. They also assessed the quality, content and timeliness of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

Familiarization Programme for Independent Directors

In Compliance with the Regulation 25 (7) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company familiarises its Independent Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company, Legal updates, etc. In this regard, the Company follows a structured familiarisation programme for the Independent Directors.

Committees of the Board

To focus effectively on the issues and ensure expedient resolution of diverse matters, the Board has constituted several Committees of Directors with specific terms of reference. The Committees operate as empowered agents of the Board as per their terms of reference that set forth the purposes, goals and responsibilities. Committee members are appointed by the Board with the consent of individual Directors. The Committees meet as often as required or as statutorily required. Committees that are constituted voluntarily for effective governance of the affairs of the Company may also include Company executives.

Major Committees are:

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders Relationship Committee

Audit Committee

The composition of the Audit Committee is in alignment with provisions of Section 177 of the Companies Act, 2013 read with the Rules issued thereunder and Regulation 18 of the Listing Regulations. The members of the Audit Committee are financially literate and have experience in financial management. The Committee through regular interaction with external and internal auditors and review of financial statements ensures that the interests of stakeholders are properly protected.

Terms of Reference:

Audit Committee are formulated in accordance with the regulatory requirements Mandated by the Act and Listing Regulations which, interalia, includes the following:-

1. Overseeing the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;
2. Reviewing with the management quarterly, half-yearly, nine-months and annual financial statements, standalone as well as consolidated, before submission to the Board for approval;
3. Reviewing the Management Discussion and Analysis of the financial condition and results of operations;
4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the Board for approval;
5. Recommending the appointment, remuneration, terms of appointment and scope of Statutory Auditors of the Company and approval for payment towards any other service;
6. Reviewing and monitoring the auditor's independence and performance and effectiveness of audit process;
7. Reviewing the adequacy of internal audit function and discussing with the internal auditors on the significant findings and further course adopted;
8. Reviewing, approving or subsequently modifying transactions of the Company with related parties; and
9. Review compliance with provisions of Securities Exchange Board of India (Prevention of Insider Trading) Regulation, 2015 (including any amendment(s) or modification(s) from time to time) at least once in a financial year and verify that the systems for internal controls for ensuring compliance to these Regulations, are adequate and are operating effectively.

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS REPORT

6

FINANCIALS

Meeting, Quorum and Attendance

Audit Committee meets at least four times in a year with a gap of not more than 120 days between two consecutive meetings. The quorum for the meeting is either two members or one third of the members of the Committee, whichever is higher with at least two Independent Directors.

During the financial year under review 2020-21 the Committee Members met 5 times i.e. on 30.07.2020, 31.08.2020, 12.11.2020, 17.12.2020, and 15.03.2021.

S.NO	NAME OF DIRECTOR	MEETING HELD	MEETING ATTENDED
1.	Puneet Bhawaker	5	5
2.	Anshu Agarwal	5	5
3.	Nisha Jain	5	5

Nomination and Remuneration Committee

The Nomination and Remuneration Committee, constituted under Section 178 of the Act and Regulation 19 with Part D of Schedule II to the SEBI Listing Regulations, 2015

Terms of Reference:

The terms of reference that define its authority, responsibility and reporting functions which, inter alia, include the following:-

1. Formulate a criterion for determining qualifications, positive attributes and independence of a director;
2. Recommend to the Board a policy, relating to the remuneration of the Directors, Key Managerial Personnel and other employees;
3. Devise a policy on Board Diversity;
4. Identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down and recommend to the Board their appointment and removal;
5. Specify methodology for effective evaluation of performance of Board/committees of the Board and review the terms of appointment of Independent Directors on the basis of the report of performance evaluation of the Independent Directors;
6. Reviewing and recommending to the Board, the remuneration, payable to Directors of the Company;
7. Recommend to the Board all remuneration, in whatever form, payable to Senior Management;
8. Play the role of Compensation Committee and to act as an administrator to any of the Employees' Stock Option Schemes (as may be notified from time to time); and
9. Undertake any other matters as the Board may decide from time to time.

Meeting, Quorum and Attendance

The Committee meets at least once in a year. The quorum for the meeting is either two members or one third of the members of the Committee, whichever is higher with at least 1 Independent Directors.

During the financial year under review 2020-21 the Committee Members met 5 times i.e. on 30.07.2020, 31.08.2020, 12.11.2020, 17.12.2020, and 15.03.2021.

S.NO	NAME OF DIRECTOR	MEETING HELD	MEETING ATTENDED
1.	Puneet Bhawaker	5	5
2.	Anshu Agarwal	5	5
3.	Nisha Jain	5	5

Stakeholders Relationship Committee

The Stakeholders' Relationship Committee oversees various activities that lead to improve and effective shareholder services like review of adherence to the service standards adopted for shareholder services, measures taken for reducing the timelines for inter alia, redressal of shareholder and investor grievances, transfer/ transmission of shares, issue of duplicate share certificates, dematerialisation/ rematerialisation of shares and related matters in accordance with the provisions of the Act and Regulation 20 read with Part D of Schedule II to the SEBI Listing Regulations, 2015. Additionally, the Board has authorised the Company Secretary to exercise the powers of approving transfer/ transmission of shares. Normally, transfers/ transmissions are approved once in a fortnight.

Terms of Reference:

The terms of reference that define its authority, responsibility and reporting functions which, inter alia, include the following:-

1. To resolve the grievances of the security holders' complaints like non-transfer of securities, non-receipt of annual report, non-receipt of dividends/interest, issue of new /duplicate certificates, general meetings etc;
2. Review of measures taken for effective exercise of voting rights by shareholders;
3. Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar and Share Transfer Agent;
4. To deal with all matters relating to issue of duplicate share certificate, transmission of securities etc.
5. Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend/warrants/ annual reports/statutory notice by the shareholders of the Company; and
6. The Committee shall perform all such other functions as may be prescribed under The Companies Act, 2013, Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and/or any other law for the time being in force, including any statutory amendments, modifications made there under.

Meeting, Quorum and Attendance

The Committee meets at least once in a year. The quorum for the meeting is either two members or one third of the members of the Committee,

During the financial year under review 2020-21 the Committee Members met 5 times i.e. on 30.07.2020, 31.08.2020, 12.11.2020, 17.12.2020, and 15.03.2021.

S.NO	NAME OF DIRECTOR	MEETING HELD	MEETING ATTENDED
1.	Puneet Bhawaker	5	5
2.	Anshu Agarwal	5	5
3.	Nisha Jain	5	5

During the FY 2020-21, No complaint was pending as on March 31, 2021

During the FY 2020-21, The Company had 441 shareholders as on March 31, 2021.

Compliance Officer

Ms. Shiwati, Company Secretary of the Company is the Compliance Officer in terms of Regulation 6 of SEBI Listing Regulations, 2015.

Ms. Shiwati was appointed on November 12, 2020 as Company Secretary and Compliance Officer of the Company in place of Ms. Bhawna Saunkhiya who has resigned on same day.

Performance Evaluation

Pursuant to the provisions of the Companies Act, 2013 and SEBI (LODR), Regulations, 2015, a separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board who were evaluated on parameters such as level of engagement and contribution and independence of judgment thereby safeguarding the interest of the Company. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors. The board also carried out annual performance evaluation of the working of its Audit, Nomination and Remuneration as well as stakeholder relationship committee. The Directors expressed their satisfaction with the evaluation process.

Remuneration of Directors

(A) Remuneration to Executive Directors

Remuneration paid to Chairman and Managing Director during financial year 2020-21 is Rs. 18 Lac p.a

Remuneration paid to Whole Time Director and CFO during financial year 2020-21 is Rs. 9.36 Lac p.a

(B) Remuneration to Non-Executive Directors

Mr. Puneet Bhawaker, Mr. Sanjay Kukreja, and Mrs. Nisha Jain, Non-Executive Director, have opted not to receive any remuneration.

The Company considers the time and efforts put in by the Non-Executive Directors in deliberations at Board/ Committee meetings. They are remunerated by way of sitting fees for attending the meetings and through commission as approved by the Board and members as and when required. The criteria have been defined in the Nomination and Remuneration Policy of the Company.

General Body Meetings:

The details of date, time and location of annual general meetings held in the last three years are as under:-

YEAR	DATE OF AGM	DAY	TIME	VENUE
2019-20	30.09.2020	Wednesday	01.30 P.M	Unit No-203, Plaza-P3, Central Square, Bara Hindu Rao, Delhi-110006
2018-19	30.09.2019	Monday	11.30 A.M	Unit No-203, Plaza-P3, Central Square, Bara Hindu Rao, Delhi-110006
2017-18	29.09.2018	Saturday	11.30 A.M	159.Gagan Vihar, New Delhi-110051

No. of Special resolutions passed during the last three AGM's:

AGM	NO. OF SPECIAL RESOLUTION
2019-20	2
2018-19	4
2017-18	4

Subsidiary Company

There is no subsidiary company.

Proceeds from Public issue, Rights issue, Preferential issue

During the period there is no any further issue of equity share capital.

Codes and Policies

Code of Conduct for Directors and Senior Management

The Company has formulated and implemented a Code of Conduct for all Board members and Senior Management. Requisite annual affirmations of compliance with the Code have been received from the Directors and Senior Management of the Company. A declaration signed to this effect by Mr. Sunil Kumar Malik, Managing Director and Mr. Anshu Agarwal, CFO is enclosed as **Annexure-(P)**

The Board of the Directors and Compliance Officer is responsible for setting forth policies and codes on behalf of the Company and they have Formulate the following Polices and its available on the website of the company:-

- Policy for Determining the Material Subsidiary
- Policy for Dealing with Related Party Transactions

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITOR'S
REPORT

6

FINANCIALS

- Code of Conduct for Insider Trading
- Code of Practices and Procedures for fair Disclosure of Unpublished Price Sensitive Information
- Whistle Blower Policy

Disclosures

Our corporate governance framework ensures that we make timely disclosures and share accurate information regarding our financials and performance, as well as disclosures related to the leadership and governance of Race Eco Chain Limited ('the Company'). We believe that an active, well-informed and independent board is necessary to ensure the highest standards of Corporate Governance.

- The Company had not entered into any transaction of a material nature, which will have a conflict with its interest during the year. The disclosure of related party transactions as required by the Accounting Standard (AS) 18 on 'Related Party Disclosers' issued by the Institute of Chartered Accountants of India (ICAI). All the transaction covered under related party transaction were fair, transparent and at arm's length.
- The Company has complied with various rules and regulations prescribed by the Stock Exchange, SEBI or any other statutory authority relating to the capital markets and no penalties or strictures have been imposed by them on the Company during last three years.
- Detailed notes on risk management are included in the Management Discussion Analysis section.
- During the year under review, the Company did not raise any proceeds through a public issue, rights issue and/or preferential issue.
- During the year, no complaint was filed, disposed and pending in relation to Sexual Harassment of Woman at Work place (Prevention, Prohibition and Redressal) Act, 2013.

General Shareholders' Information

DATE & TIME	30.09.2021, 01:30 PM
Venue	Unit No.203, Plaza- 3, Central Square Bara Hindu Rao, Delhi-110006.
Financial Year	2020-2021
Date of Book Closure	Friday, 24th September, 2021 to Thursday, 30th September, 2021
Dividend Payment Date	N.A
Listing on Stock Exchange	SME Platform of BSE Limited
Scrip Code/Symbol	537785
NSDL/CDSL-ISIN	INE084Q01012
CIN Number	L17101DL1999PLC102506
RTA	Big share Services Private Limited
1st Floor, Bharat Tin Works Building Marol Maroshi Road, Andheri (East), Mumbai-400059	

Market Price Data:

The Month High and Low Prices during the year at Bombay Stock Exchange are as follows:-

MONTH	HIGH	LOW
April 2020	36.80	36.80
May 2020	36.80	36.80
June 2020	41.00	29.55
July 2020	57.00	39.00
Aug 2020	76.00	51.00
Sep 2020	104.00	70.25
Oct 2020	130.50	95.00
Nov 2020	169.00	126.00
Dec 2020	209.00	165.00
Jan 2021	221.00	188.00
Feb 2021	281.00	202.00
Mar 2021	276.00	246.00

Share Holding Pattern of the Company as on 31.03.2021

CATEGORY	NO. OF SHARES	% (PERCENTAGE)
Promoters	7360100	44.79%
Body Corporate	990000	6.02%
Public	7425351	45.19%
Market Maker	543750	3.31%
Clearing Member	111749	0.68%
Non Resident Indian	1250	0.01%
Total	16432200	100%

Distribution of Shareholding as on 31.03.2021

NO. OF SHARES HELD	NO. OF SHARE HOLDERS	PERCENTAGE (%)	SHARE AMOUNT	% OF TOTAL
1-5000	1	0.2268	5000	0.0030
10001-20000	73	16.5533	912500	0.5553
20001-30000	50	11.3379	1242000	0.7558
30001-40000	17	3.8549	635000	0.3864
40001-50000	44	9.9773	2195000	1.3358
500001-100000	133	30.1587	12512500	7.6146
100001-9999999999999999	123	27.8912	146820000	89.3490
Total	441	100	164322000	100

Share Transfer System

Trading in Equity Shares of the Company is permitted only in dematerialized form as per notification issued by the Securities & Exchange Board of India (SEBI). Big Share Services Private Limited handles

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITOR'S REPORT

6

FINANCIALS

both Demat and Physical Shares Transfers. The Share Transfers which are received in physical form are processed and the share certificates are returned within 21 days from the date of receipt, subject to Documents being valid and complete in all respects. As on 31st March, 2021, a total of 16432200 Equity shares are in dematerialized form representing 100% of total issued, subscribed and paid up share capital of the Company. The Equity Shares of the Company are regularly traded on BSE Limited.

Certification of Non-Disqualification of Directors from Company Secretary in Practice

Pursuant to Regulation 34(3) and Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 Mr. Sachin Gupta & Co., Company Secretary in Practice, has issued a certificate as required under the Listing regulations, confirming that none of the Directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as director of the Companies by the SEBI/ Ministry of Corporate Affairs or any such statutory authority. The certificate is enclosed as **Annexure-(Q)**

Compliance Certificate from the Practicing Company Secretary on Corporate Governance

The Company has obtained a Certificate from Mr. Sachin Gupta & Co., Company Secretary in Practice confirming compliance of conditions of Corporate Governance as stipulated in Schedule V(E) of the SEBI Listing Regulations, 2015. The Certificate is attached as **Annexure-(R)**.

MD/CFO Certification

In compliance with Regulation 17(8) read with Schedule II (B) of the SEBI Listing Regulations 2015, a declaration by Managing Director and CFO is enclosed as Annexure-(S) which, inter-alia, certifies to the Board the accuracy of financial statements and the adequacy of internal controls for the financial reporting purpose.

Outstanding GDRs/ ADRs/ Warrants or any convertible instruments: NIL

Address for Correspondence Address of Factory

Race Eco Chain Limited

R/o. Unit 203 Plaza P-3 Central Square Bara

Hindu Rao New Delhi-110006

Email: cs@raceecochain.com, Website: www.raceecochain.com

56/33 Site-IV, Industrial Area Sahibabad,

Ghaziabad Uttar Pradesh-201010

By Order of the Board of Director

Race Eco Chain Limited

Sd/-

Date: 31st August, 2021

Place: New-Delhi

Sunil Kumar Malik

Chairman

ANNEXURE (P)

TO WHOMSOEVER IT MAY CONCERN

This is to confirm that all the Board Members and Senior Management Personnel have affirmed compliance with the Code of Conduct of the Company for the year ended March 31, 2021.

By Order of the Board of Director
Race Eco Chain Limited
Sd/-

Sunil Kumar Malik
Chairman

Date: 31st August, 2021

Place: New-Delhi

ANNEXURE (Q)

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

The Members,

Race Eco Chain Limited

Unit No.203, Plaza- P 3,

Central Square, Bara Hindu Rao, Delhi-110006

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of M/s.Race Eco Chain Limited having Registered Office: Unit No.203, Plaza P-3 Central square, Bara Hindu Rao New Delhi-110006 (hereinafter referred to as 'the Company'), produced before me/us 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 Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verification (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company for the Financial Year ending on 31st March, 2021 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.

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS
REPORT

6

FINANCIALS

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company, our responsibility is to express an opinion on these based on our 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.

Date: 31.08.2021
Place: New Delhi

For Sachin Gupta & Co.,
Company Secretary
Sd/-
Sachin Gupta
Proprietor
CP No.:21997
FCS:F5313
UDIN:F005313C000866756

ANNEXURE (R)

COMPLIANCE CERTIFICATE ON CONDITIONS OF CORPORATE GOVERNANCE

To,
The Members,
Race Eco Chain Limited
Unit No.203, Plaza- P 3,
Central Square, Bara Hindu Rao, Delhi-110006

We have examined the compliance of conditions of Corporate Governance by RACE ECO CHAIN LIMITED for the year ended 31st March 2021, as stipulated in SEBI (Listing Obligations and Disclosures Requirements) Regulations 2015 ("Listing Regulations").

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

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

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.

Date: 31.08.2021
Place: New Delhi

For Sachin Gupta & Co.,
Company Secretary
FCS:F5313
Sd/-
Sachin Gupta
Proprietor
CP No.:21997
FCS:F5313
UDIN:F005313C000866791

ANNEXURE (S)

CERTIFICATE OF MD/CFO

(Pursuant to Regulation 17 (8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

This is to certify that:-

- (a) We have reviewed financial statements and the cash flow statement for the year 2020-21 and that to the best of our knowledge and belief:-
- these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violate of the Company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated, wherever applicable, to the auditors and the Audit committee:-
- significant changes, if any, in internal control over financial reporting during the year;
 - significant changes, if any, in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

By Order of the Board of Director

Race Eco Chain Limited

Sd/-

Sunil Kumar Malik
Managing Director

Sd/-

Anshu Agarwal
CFO

Date: 31st August, 2021

Place: New-Delhi

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS
REPORT

6

FINANCIALS

ANNEXURE-3

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Business Overview

RACE ECO as the abbreviation suggests Recycling and Circular Economy is an environmentally conscious initiative with a mission to reduce the Carbon footprint caused by waste Plastics. The Company is involved in aggregation of packaging plastic waste and channelizing it for Recycling into Consumer friendly products. The Company is establishing its network by converting existing unorganized Eco chain to organized one.

The complete vertical setup is responsible from the collection and Audit of the waste to the end product to enable Traceability. As an innovative initiative, RACE has built an Artificial Intelligence enabled App to connect the Recyclers with the sellers, for better transparency and ease of doing business in the Industry.

Industry Development

The sale of Plastic waste grew exponentially by more than 500% from 195 MT in November 2020 to 1300 MT in March 2021. In other words, the revenue from Plastic scrap in November 2020 stood at INR 7.1 million which has surged to INR 52.4 million in March 2021, marking a growth of more than 600%. Within a short span of 4 months, The Company have been able to monetize 4600 MT of PET scrap that has generated us revenue of INR233 million.

The recycled division, by selling recycled products under the brand “RESTORE”. Company’s marketing efforts have been able to arouse huge business interest locally and internationally as a result of which, within a short span of 4 months, RACE have been able to generate revenue of INR 155 million from recycled division with exports accounting a share of 33%.

Due to its unorganized way of working the eco chain is deprived of Investments & Technology and more importantly the Pride of the profession, RACE initiative to convert them to organize chain is creating big opportunity for the eco chain and RACE itself. As per CPCB data the existing market of Plastic waste is around INR 55000 cr per annum(CAGR10 %+), which can grow up to 80K with Technology innervations.

Market Size and Future Outlook

Currently RACE is working closely with 17 Recyclers Pan India with collection network of 57 franchisee associates across map. Going forward RACE intend to create a district-wise pan India collection points. RACE has immense scope of growth as the whole business of INR55k is in just the initial phase of transforming into Sun shine Industry.

Our company is currently planning to invest its resources to establish and expand its collection network and IT efforts. While the future trajectory remains challenging, we remain confident of the business scenario improving in the short to medium term. By leveraging over 150 years of experience of our founding team and the positive momentum that our business has witnessed so far, we are confident enough to overcome all the challenges and emerge as the industry frontrunner.

Segment-Wise Performance

The Segment wise Company performance is available in segment reporting in financialstatement. The Company has no activity outside India. Therefore, there is no geographical segment.

Operational Performance

During the year under review, total income was Rs. 6121.76 Lacs as compared to Rs. 1723.53 Lacs in 2020. Net Sales for the current financial year were Rs. 5871.63 Lacs as compared to Rs. 1582.65 Lacs in 2020. Profit after tax (PAT) stood at Rs. 99.64 Lacs as Compared to Rs. 3.67 Lacs in 2020.

Risk & Concerns

The Company is mainly exposed to external risks in the form of reduction in value of its investments and fall in returns due to dip in the investee company's performance. The Company is also exposed to the fluctuations of economy and industry cycles / downturns due to COVID-19.

Adequacy of Internal Control System

The Company has adequate internal control systems for the business processes in respect of all operations, financial reporting, compliance with laws and regulations etc. The management information system forms an effective and sound tool for monitoring and controlling all operating parameters. Regular internal audits ensure that responsibilities are executed effectively. The Audit Committee reviews the adequacy of internal controls on regular basis.

Human Resource Development

The Company firmly believes that motivated and empowered employees are the cornerstone of competitive advantage. The Company's employee value proposition is based on a strong focus on employee development, providing a satisfying work environment, performance appraisal and counseling and appropriate empowerment.

The Company continues to maintain and enjoy a cordial relationship with its employees, providing positive environment to improve efficiency with regular investments in upgrading the knowledge and skills of the employees.

Cautionary Statement

The Statement in this Management Discussion and Analysis report, describing the Company's outlook, projections, estimates, expectations or predictions may be "Forward looking Statements" within the meaning of applicable securities laws or regulations. Actual results could differ materially from those expressed or implied

Date: 31st August, 2021

Place: New-Delhi

By Order of the Board of Director

Race Eco Chain Limited

Sd/-

Sunil Kumar Malik

Managing Director

DIN: 00143453

159 Gagan Vihar East Delhi-110051

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS
REPORT

6

FINANCIALS

ANNEXURE-4

PARTICULARS OF EMPLOYEES

Information relating to remuneration of Directors / Key Managerial Personnel as required Section 197 of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company is as follows:-

The company has one Executive Director, remuneration paid under ceiling limit of Companies Act, 2013. Further, no sitting fee has been paid to any director during the year.

The particulars of the employees who are covered by the provisions contained in Rule 5(2) and rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are:

NAME OF DIRECTOR/KMP AND DESIGNATION	REMUNERATION OF DIRECTOR/KMP FOR FINANCIAL YEAR 2020-2021	REMUNERATION OF DIRECTOR/KMP FOR FINANCIAL YEAR 2019-2020	RATIO OF REMUNERATION OF EACH DIRECTOR/TO MEDIAN REMUNERATION OF EMPLOYEES
Sunil Kumar Malik Managing Director	1800000	1800000	NIL
Anshu Agarwal Chief Financial Officer	936000	936000	NIL
Bhawna Saunkhiya Company Secretary	-	329123	NIL
Shiwati Company Secretary	30,000 PM (w.e.f) from November 2021	-	NIL

The remuneration paid to all Key management Personnel was in accordance with remuneration policy adopted by the company.

Total number of employees of the Company as on March 31, 2021 was 30

By Order of the Board of Director
Race Eco Chain Limited
Sd/-

Date: 31st August, 2021

Place: New-Delhi

Sunil Kumar Malik
Managing Director

DIN: 00143453

159 Gagan Vihar East Delhi-110051

INDEPENDENT AUDITOR'S REPORT

To
The members of
RACE ECO CHAIN LIMITED
Report on the Audit of the Financial Statements
Opinion

We have audited the Financial Statements of RACE ECO CHAIN LIMITED, which comprise the balance sheet as at 31st March 2021, and the statement of Profit & Loss, and statement of cash flows for the year ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial Statements give the information required by the Act in the manner of so required and give a true and fair view in conformity with the accounting principles accepted in India, of the state of affairs of the company as at March 31st, 2020, and its Profit and cash flows for the year ended on that date.

Basis for opinion

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

Key Audit Matters

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

KEY AUDIT MATTERS REVENUE RECOGNITION	HOW THE MATTER WAS ADDRESSED IN OUR AUDIT
1. Company has multiple income generating operation and has changed their activities as compared to last year.	1. Major revenue generating activities were trading in waste material recycled products and export market. The company has entered into export first time. Hence the focus was to see the segment wise accounting of the company and its profitability. Accordingly, in our audit process we focused over the internal control set up by the management and had to check the policies set up by the management for generating the revenue from various segments and also recording of the inventories pertaining to various segments and their control.

1
OVERVIEW

2
THE TEAM

3
NOTICE & REPORT

4
ANNEXURE

5
AUDITOR'S
REPORT

6
FINANCIALS

Other Information – Other than the Standalone Financial Statements and Auditors Report Thereon

The Company's Board of Directors is responsible for other information. The other Information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Chairman's Statement, Shareholder's Information and Corporate Governance Report, but does not include the standalone financial statements and our auditor's report thereon. The Board's Report including Annexures to Board's Report, Chairman's Statement and Shareholder's Information is expected to be made available to us after the date of this auditor's report.

Our Opinion on the Standalone financial statements does not cover the other Information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone financial statements or our knowledge obtained in the course of our 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 Responsibility for Financial Statements

The Company's Board of directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of the these Financial Statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles 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 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 and management is responsible for assessing the Company's ability to continue as a going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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,
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Companies Act, 2013, we are also responsible

for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors reports. 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.
- Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.
- 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 reasonable be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

1. As required by The Companies (Auditors Report) order 2016, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act, we give in the "Annexure-A", a statement the matters specified in paragraph 3 and 4 of the said Order.
2. As required by section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 appears from our examination of those books.
 - (c) The company does not have any branch which has not been audited by us.
 - (d) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (f) In our opinion, there is no financial transaction, which would have adverse effect on the financing of the company.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of the Section 197(16) of the Act, as amended:

In our opinion and according to the information & explanation given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
 - (h) On the basis of written representations received from the directors as on 31 March, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
 - (i) With respect to the adequacy of the internal financial controls over financial reporting of the company & the operating effectiveness of such controls, refer to our separate report in 'Annexure-B' to this report; and,
 - (j) With respect to the other matters included in the Auditor's Report in accordance with rule 11 of the Companies (Audit & Auditors) Rules 2014, in our opinion and to our best of our information and according to the explanations given to us :-
- I. The Company has pending litigation with Income Tax Authorities and the possible impact of which has been disclosed in financial statements.
- II. The company does not have any long-term contracts including derivative contracts which require provision under any law or accounting Standard for material foreseeable losses.
- III. There was no amount which was required to be transferred to the Investor Education and Protection Fund.

FOR M/s GARG ARUN AND ASSOCIATES

Chartered Accountants

FRN: 08180N

Place:- New-Delhi

Date:-25-06-2021

Sd/-

CA RAMAN KUMAR GARG

(PARTNER)

M. NO. 090564Annexure-A

ANNEXURE-A

To the Independent Auditor's Report of Even Date on the Financial Statements of **RACE ECO CHAIN LIMITED**

A statement as required on the matter specified in the paragraph 3 & 4 of The Companies (Auditors Report) Order 2016, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act,

- (a) The company has maintained proper records showing full particulars including quantitative details & Situation of its fixed assets.
- (b) All the assets have been physically verified by the management during the year, which in our opinion is reasonable having regard to the size of the company & the nature of its assets. No discrepancy was noticed on such verification.
- (c) Title deeds of immovable properties are held in the name of the company.
 - (i) The inventory of the company has been physically verified by the management. No material discrepancies were noticed physical verification.
 - (ii) According to the information & explanation given to us and based on the audit procedure conducted by us, we are of the opinion that the company has not granted any loan, Secured & Unsecured to companies, Firm, Limited Liability partnerships or other parties covered in the register-maintained u/s 189 of the Companies Act 2013.
 - (iii) According to the Information & explanation given to us and based on the audit procedure conducted by us, we are of the opinion that company has complied with the provisions of Section 185 and 186 if the companies Act 2013.
 - (iv) The company has not accepted any deposit from public in terms of Sec 73 to 76 or any provision of the Companies Act 2013 and rules made there under.
 - (v) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records u/s 148 of the Act, in respect of services carried out by the company.
- (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, Employees State Insurance, Income Tax, Sales-Tax, Goods and Service Tax, duty of customs, Duty of Excise, Value Added Tax, Cess& any other statutorydues applicable to it & there are no undisputed dues outstanding as on 31.03.2021 for a period of more than six months from the date they became payable.
- (b) According to the information & explanations given to us and based on the audit procedure conducted by us, we are of the opinion that there were no dues of Income Tax, Sales Tax or Goods and Service Tax or Duty of customs or Duty of excise or Value Added Tax that have not been deposited on account of any dispute except of following.

NATURE OF STATUTE	NATURE OF DUES	AMOUNT (IN RS.)	PERIODS TO WHICH RELATED	FORUM WHERE DISPUTE IS PENDING
Income Tax Act,1961	Income Tax	7,03,250/-	AY 2009-10	Assessing Officer
Income Tax Act,1961	Income Tax	49,340/-	AY 2010-11	Assessing Officer
Income Tax Act,1961	Income Tax	2,23,070/-	AY 2018-19	CPC

1
OVERVIEW

2
THE TEAM

3
NOTICE & REPORT

4
ANNEXURE

5
AUDITORS REPORT

6
FINANCIALS

- (viii) In our opinion & according to the information & explanation given to us and based on the audit procedure conducted by us, the company has not defaulted in the repayment of Loans or Borrowings from banks or Financial Institution. The company has not taken any loan from Government nor issued any debenture.
- (ix) In our opinion & according to the information & explanation given to us, the company has not taken any term loan during year.
- (x) To the best of our knowledge and according to the information & explanations given to us, no fraud by the company or no fraud on the company by its officer or employees has been noticed or reported during the year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has paid/ provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) The company is not a Nidhi Company; as such the clause is not applicable.
- (xiii) In our opinion and according to the information & explanation given to us and based on the audit procedure conducted by us, we are of the opinion that the company has complied with Sec 177 & 188 of Companies Act 2013 in respect to all transactions, with the related parties & details have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) The company has not made any preferential allotment/ private placement of shares or partly Convertible debenture during the year under review.
- (xv) According to the information and explanation given to us and based on the audit procedure conducted by us, we are of the opinion that the company has not entered into any Non-cash transaction with directors or persons connected with him.
- (xvi) As the information & explanation given to us and in our opinion, the company is not required to be registered u/s 45 IA of the Reserve Bank of India Act 1934.

FOR

M/s GARG ARUN AND ASSOCIATES

Chartered Accountants

FRN: 08180N

Place:- New-Delhi

Date:-25-06-2021

Sd/-

CA RAMAN KUMAR GARG

(PARTNER)

M. NO. 090564

ANNEXURE-B

To the Independent Auditor's Report of Even Date on the Financial Statements of RACE ECO CHAIN LIMITED

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

To The Members of **RACE ECO CHAIN LIMITED**

We have audited the internal financial controls over financial reporting of RACE ECO CHAIN LIMITED as of 31st March, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITORS
REPORT

6

FINANCIALS

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material aspects, an adequate internal financial controls system over financial reporting and such financial controls over financial reporting were operating effectively as at 31st March, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR

M/s GARG ARUN AND ASSOCIATES

Chartered Accountants

FRN: 08180N

Place:- New-Delhi

Date:-25-06-2021

Sd/-

CA RAMAN KUMAR GARG

(PARTNER)

M. NO. 090564

BALANCE SHEET AS AT MARCH 31, 2021

RACE ECO CHAIN LIMITED

UNIT NO.203, PLAZA- P 3, CENTRAL SQUARE BARA HINDU RAO, DELHI -110006

CIN:- L37100DL1999PLC102506

BALANCE SHEET AS AT MARCH 31, 2021

PARTICULARS	NOTE NO.	AS AT 31.03.2021	AS AT 31.03.2020
EQUITY AND LIABILITIES			
1. Shareholder's Funds			
(a) Share Capital	2	164,322,000.00	164,322,000.00
(b) Reserve & Surplus	3	16,827,329.12	6,862,647.37
2. Share Application Money Pending Allotment			
		-	-
3. Non-current Liabilities			
(a) Long-Term Borrowings	4	477,827.00	476,973.31
(b) Deferred Tax Liabilities	10	-	-
(c) Other Long-Term Liabilities		-	-
(d) Long-Term Provisions	5	2,821,940.00	2,762,658.69
4. Current Liabilities			
(a) Short-Term Borrowings	4	66,182,580.54	66,905,261.04
(b) Trade Payables	6	-	-
Dues to Micro Enterprises & Small Enterprises		28,011.00	-
Dues to Other than Micro Enterprises & Small Enterprises		52,673,215.91	10,560,029.00
(c) Other Current Liabilities	7	12,326,462.85	15,896,518.38
(d) Short-Term Provisions	5	6,137,246.60	1,035,697.60
Total		321,796,613.02	268,821,785.00
ASSETS			
1. Non-current Assets			
(a) Property, Plant & Equipments	8	-	-
i. Tangible Assets		10,333,570.96	16,119,618.28
ii. Intangible Assets		330,240.00	-
iii. Capital Work-in- progress		993,729.89	-
iv. Intangible Assets under Development		-	-
(b) Non-Current Investments	9	-	1,541,376.15
(c) Deferred Tax Assets	10	1,253,627.06	1,110,111.08
(d) Long-Term Loans and Advances	11	59,321,009.56	86,584,464.00
(e) Other Non-Current Assets		-	-

1
OVERVIEW

2
THE TEAM

3
NOTICE & REPORT

4
ANNEXURE

5
AUDITORS
REPORT

6
FINANCIALS

2. Current Assets

PARTICULARS	NOTE NO.	AS AT 31.03.2021	AS AT 31.03.2020
(a) Current Investment	9	-	54,043,557.32
(b) Inventories	12	44,368,951.99	37,887,300.15
(c) Trade Receivables	13	145,704,008.80	63,130,556.00
(d) Cash and Cash equivalents	14	41,352,210.12	1,824,409.06
(e) Short-Term Loans and Advances	11	18,139,264.64	6,580,393.35
(f) Other Current Assets			
Total		321,796,613.02	268,821,785.00

See Accompanying notes forming part of the Financial Statements

Sd/-

SHIWATI

COMPANY SECRETARY

Sd/-

ANSHU AGARWAL

CFO

Sd/-

PRANAV VASAN

NON EXECUTIVE DIRECTOR

DIN:- 07631095

Sd/-

SUNIL KUMAR MALIK

MANAGING DIRECTOR

DIN:- 00143453

AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ANNEXED

FOR GARG ARUN & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN : 08180N

Sd/-

CA. RAMAN KUMAR GARG (PARTNER)

M.NO. 090564

PLACE : NEW DELHI

DATED : 25-06-2021

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2021

RACE ECO CHAIN LIMITED

UNIT NO.203, PLAZA- P 3, CENTRAL SQUARE BARA HINDU RAO, DELHI -110006

CIN:- L37100DL1999PLC102506

PROFIT AND LOSS FOR YEAR ENDED 31ST MARCH 2021

PARTICULARS	NOTE NO.	FOR THE YEAR ENDED	
		31.03.2021	31.03.2020
I. Revenue from Operations	15	587,163,098.53	158,265,871.46
II. Other Income	16	25,013,293.05	14,087,580.29
III. Total Revenue		612,176,391.58	172,353,451.75
IV. Expenses:			
Cost of Goods traded	17	554,669,227.55	147,879,188.37
Employee benefits expenses	18	11,812,545.31	8,891,516.00
Finance costs	19	6,343,952.85	7,257,523.68
Depreciation and amortization expenses	8	2,331,502.31	2,995,831.48
Other Expenses	20	22,285,530.53	5,151,659.49
Total Expenses		597,442,758.55	172,175,719.02
V. Profit before Exceptional and Extraordinary items and Tax (III-IV)		14,733,633.03	177,732.73
VI. Exceptional Items		-	-
VII. Profit before Extraordinary items and Tax (V-VI)		14,733,633.03	177,732.73
VIII. Extraordinary Items		-	-
IX. Profit Before Tax (VII- VIII)		14,733,633.03	177,732.73
X. Tax Expenses:		-	-
(1) Current Tax		4,912,467.00	313,959.00
(2) Deferred Tax		143,515.98	504,173.28
XI. Profit / (Loss) for the period from Continuing Operations (IX-X)		9,964,682.01	367,947.01

1
OVERVIEW

2
THE TEAM

3
NOTICE & REPORT

4
ANNEXURE

5
AUDITOR'S REPORT

6
FINANCIALS

PARTICULARS	NOTE NO.	FOR THE YEAR ENDED 31.03.2021	FOR THE YEAR ENDED 31.03.2020
XI. Profit / (Loss) for the period from Continuing Operations (IX-X)		9,964,682.01	367,947.01
XII. Profit / (Loss) from Discontinuing Operations		-	-
XIII. Tax Expense of Discontinuing Operations		-	-
XIV. Profit / (Loss) from Discontinuing Operations (after tax) (XII- XIII)		-	-
XV. Profit (Loss) for the period (XI+XIV)		9,964,682.01	367,947.01
XVI. Earnings per equity share:			
(1). Basic		0.61	0.02
(2) Diluted		0.61	0.02

See Accompanying notes forming part of the Financial Statements

<i>Sd/-</i>	<i>Sd/-</i>	<i>Sd/-</i>	<i>Sd/-</i>
SHIWATI	ANSHU AGARWAL	PRANAV VASAN	SUNIL KUMAR MALIK
COMPANY SECRETARY	CFO	NON EXECUTIVE DIRECTOR DIN:- 07631095	MANAGING DIRECTOR DIN:- 00143453

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED

FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS

FRN : 08180N

Sd/-

CA. RAMAN KUMAR GARG (PARTNER)

M.NO. 090564

PLACE : NEW DELHI

DATED : 25-06-2021

CASH FLOW STATEMENT AS ON 31/03/2021

RACE ECO CHAIN LIMITED

UNIT NO.203, PLAZA- P 3, CENTRAL SQUARE BARA HINDU RAO, DELHI -110006

CIN:- L37100DL1999PLC102506

CASH FLOW STATEMENT AS ON 31ST MARCH 2021

PARTICULARS	FIGURES AS AT END OF THE CURRENT REPORTING PERIOD 2021		FIGURES AS AT END OF THE CURRENT REPORTING PERIOD 2020	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		14,733,633		367,947
Adjustments for:		-3,677,042		-37,405,328
Depreciation and amortisation	2,331,502		2,995,831	
Deferred Tax			-504,173	
(Profit) / loss on sale / write off of assets	2,514,957		-44,427,186	
Finance costs	6,343,953		7,257,524	
Interest income	-6,728,805		-	
Dividend income	-235,732		-174,745	
Net (gain) / loss on sale of investments	-7,371,280		-2,552,579	
Rental Income	-780,000			
Provision for Gratuity	248,363			
Operating profit / (loss) before working capital changes		11,056,591		-37,037,381
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:		-100,613,976		79,603,090
Trade receivables	-82,573,453		35,896,939	
Short-term loans and advances	-11,558,871		14,136,292	
Other current assets	-		-	
Inventories	-6,481,652		29,569,859	
Adjustments for increase / (decrease) in operating liabilities:		38,571,142		-82,490,844
Trade payables	42,141,198		-83,705,100	
Other current liabilities	3,570,056		-240,053	
Other long-term liabilities			-	
Short-term provisions			313,959	
Long-term provisions			1,140,351	
Cash flow from extraordinary items		-50,986,243		-39,925,134
Cash generated from operations				
Net income tax (paid) / refunds		-50,986,243		-39,925,134
Net cash flow from / (used in) operating activities (A)		-50,986,243		-39,925,134

1 OVERVIEW

2 THE TEAM

3 NOTICE & REPORT

4 ANNEXURE

5 AUDITOR'S REPORT

6 FINANCIALS

B. Cash flow from investing activities				
Capital expenditure on property, plant & equipments, including capital advances	-	97,579,824	-1,007,681	47,310,678
Proceeds from sale of property, plant & equipments	1,925,000		44,427,186	
Purchase of Property, Plant & Equipment	-2,309,381			
Purchase of long-term investments			-13,225,193	
Sales (Purchase) of other investments	62,956,214		1,130,958	
Long-term loans and advances	27,263,454		13,258,084	
Rental Income	780,000		-	
Interest received	6,728,805		-	
Net gain / (loss) on sale of investments	-		2,552,579	
Dividend received	235,732		174,745	
Cash flow from extraordinary items				
Net cash flow from / (used in) investing activities (B)		97,579,824		47,310,678
C. Cash flow from financing activities				
Proceeds from issue of equity shares	-	-7,065,780	-	-8,743,529
Security Premium from issue of equity shares	-		-	
Proceeds from issue of preference shares	-		-	
Proceeds from long-term borrowings	864		-	
Repayment of long-term borrowings	-		-434,950	
Net increase / (decrease) in working capital borrowings	-		-	
Proceeds from other short-term borrowings	-		-	
Repayment of other short-term borrowings	722,680		-1,051,054	
Share issue expenses	-		-	
Finance cost	-6,343,953		-7,257,524	
Net cash flow from/(used in) financing activities (C)		-7,065,780		-8,743,529
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		39,527,801		-1,357,984
Cash and cash equivalents at the beginning of the year		1,824,409		3,182,394
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents				
Cash and cash equivalents at the end of the year		4,13,52,209		1,824,409
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Opening Cash and cash equivalents as per Balance Sheet				
(a) Cash on hand		3,805,355		828,837
(b) Balances with banks				
(i) In current accounts		37,493,909		942,626
(ii) In EEFC accounts		-		-
(iii) In Fixed deposit accounts		-		-
(c) Interest accrued on deposits		-		-
(d) Current investments considered as part of cash & cash equivalents		52,946		52,946
		41,352,210		1,824,409

Sd/-
SHIWATI
COMPANY SECRETARY

Sd/-
ANSHU AGARWAL
CFO

Sd/-
PRANAV VASAN
NON EXECUTIVE DIRECTOR
DIN:- 07631095

Sd/-
SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN:- 00143453

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED

FOR GARG ARUN & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN : 08180N

Sd/-

CA. RAMAN KUMAR GARG (PARTNER)

M.NO. 090564

PLACE : NEW DELHI

DATED : 25-06-2021

1
OVERVIEW

2
THE TEAM

3
NOTICE & REPORT

4
ANNEXURE

5
AUDITOR'S
REPORT

6
FINANCIALS

NOTES TO ACCOUNTS

RACE ECO CHAIN LIMITED

Notes forming part of Balance Sheet as at 31st March 2021 and Statement of Profit & Loss for the year ended 31st March 2021

SIGNIFICANT ACCOUNTING POLICIES:-

(a) Accounting Convention

The financial statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India including Accounting Standards prescribed under section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 & the provision of the Companies Act.

The Financial Statements are prepared as a going concern on accrual basis under historical cost convention.

(b) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles, accepted in India Management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognized prospectively in the current and future years.

(c) Tangible Property, Plant and Equipment (PPE) and Depreciation

"Tangible fixed assets are stated at cost, less accumulated depreciation/amortization and impairment losses, if any. The cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. The cost of an item of PPE is recognized as an asset if, and only if, it is probable that the economic benefits associated with the item will flow to the Company in future periods and the cost of the item can be measured reliably. Expenditure incurred after the PPE have been put into operations, such as repair and maintenance expenses are charged to the Statement of Profit and Loss during the period in which they are incurred."

(d) Depreciation/Amortization

Depreciation on Property, Plant & Equipment is provided on Written Down Value Method using the rates arrived at based on the useful lives as specified in the Schedule II of the Companies Act, 2013 or estimated by the management. The Company has used the following useful life to provide depreciation on its Property Plant and Equipment.

ASSET CATEGORY	USEFUL LIFE AS PRESCRIBED BY SCHEDULE II OF THE COMPANIES ACT, 2013
Office equipment's (computers)	4 Years
Vehicles	4 Years
Furniture & Fixtures	5 Years

The estimated useful lives and residual values of the Property Plant and Equipment are reviewed at the end of each financial year.

Property Plant and Equipment, individually costing less than Rupees five thousand, are fully depreciated in the year of purchase.

Depreciation on the Property Plant and Equipment added/disposed off/discarded during the year is provided from/upto the date when added/disposed off/discarded.

Gains or losses arising from the retirement or disposal of Property Plant and Equipment are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense in the Statement of Profit and Loss.

(e) Intangible assets

Intangible assets are recognized where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortization and impairment, if any.

Expenditure incurred on acquisition / development of intangible assets which are not put / ready to use at the reporting date is disclosed under intangible assets under development. The Company amortizes intangible assets on a straight-line basis over the five years commencing from the month in which the asset is first put to use. The Company provides pro-rata amortization from the day the asset is put to use.

ASSETS CATEGORY	USEFUL LIFE AS PRESCRIBED BY SCHEDULE II OF THE COMPANIES ACT, 2013
Software & Mobile Application	5

Employees Benefits

a. Leave Encashment

Leave encashment benefits are paid / provided in its entirety in the accounts for the year.

b. Provident Fund

Provision for provident fund is made The Employees Provident Funds and Miscellaneous Provision Act, 1952 as is applicable to the company.

c. Gratuity

Gratuity liability is a defined benefit obligation and is provided on the basis of an actuarial valuation on Projected Unit Credit Method as per AS-15 made at the end of each financial year. Actuarial gain/loss are immediately taken to Statement of Profit & Loss and are not deferred.

KEY ASSUMPTIONS

Mortality Table	Indian Assured Lives Mortality 2006-08
Discount Rate	7.55%
Future Salary Increment	9% Per Annum

EXPENSES RECOGNISED IN THE PROFIT & LOSS ACCOUNT

Current Service Cost	233,465.00
Interest Cost	186,347.00
Net Actuarial (Gain)/Loss recognised in the period	-171,449.00
Total Liability	248,363.00

d. Other employee benefits are accounted for on accrual basis.

- 1
OVERVIEW
- 2
THE TEAM
- 3
NOTICE & REPORT
- 4
ANNEXURE
- 5
AUDITOR'S REPORT
- 6
FINANCIALS

Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and on hand, including cheques on hand and short -term investments with an original maturity of three months or less.

Provision, Contingent Liabilities & Contingent Assets

Provision are recognised only when the company has present or legal or contractive obligation as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the transaction & a reliable estimate can be made for the amount of obligation.

Contigent Liabilities have been duly accounted for and a reasonable estimate has been made in the ascertaining the amount.

Contingent Assets are not recognised in the financial statement.

Recognition of Revenue

Revenue is recognised only when it can be reliably measured and it is reasonable to expect ultimate collection. Interest Income is recognised on time proportion basis taking into account the amount outstanding and rate applicable. Interest income is included under the head "other income" in the statement of Profit & Loss.

Revenue from sale of goods is recognized when all the significant risks and reward of ownership of the goods have been passed to the buyer, usually on delivery of the goods.

Inventories

Raw material & traded goods are valued at lower of cost and net realizable value. However, materials & other items held for use in the trading are not written down below cost of the finished products in which they will be incorporated if they are expected to be sold at or above cost.

Net realizable value is the estimated selling price in the ordinary course of business less estimated costs necessary to make the Sale.

Borrowing Costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowing.

Foreign Currency Transactions

- (a) Current Assets and Current Liabilities are translated at the exchange rate prevailing on the last day of the year.
- (b) Gains or Losses arising out of remittance/translations at the year end are credited/debited to the profit and loss account for the year.
- (c) Foreign exchange transactions are converted into Indian rupees at the prevailing rate on the date of the transactions.

Investment

Investments are classified as current or non current based on management's intention. Non current investment are carried at cost less provision recorded to recognize any decline, other than temporary, in the carrying value of each investment.

NOTE : 2 SHARE CAPITAL

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Authorised Share Capital (2,50,00,000 Equity Share of Rs. 10 each)	250,000,000.00	250,000,000.00
Issued & Subscribed Share Capital (1,64,32,200 Equity Share of Rs. 10 each)	164,322,000.00	164,322,000.00
Paid up Share Capital (1,64,32,200 Equity Share of Rs. 10 each) (Fully Paid up)	164,322,000.00	164,322,000.00

(a) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year.

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Number of shares outstanding as at the beginning of the year	16,432,200.00	16,432,200.00
Add: Allotment made during the year	-	-
Number of shares outstanding as at the end of the year	16,432,200.00	16,432,200.00

(b) Terms/Rights attached to Equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. All these Shares have some rights & preferences with respect to payment of dividend, repayment of capital and voting.

(c) Details of Shareholders holding more than 5% shares in the Company

NAME OF THE SHAREHOLDER	NUMBER OF SHARES HELD IN THE COMPANY	PERCENTAGE OF SHARES HELD
Sangeeta Pareekh	4,320,000	26.29
BLP Equity Research Private Limited	2,340,100	14.24
Puja Malik	985,200	6.00

NOTE : 3 RESERVE AND SURPLUS

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Surplus in the Statement of Profit & Loss		
Balance at the beginning of the year	6,862,647.11	6,494,700.36
Add: Transfer from General Reserves	-	-
Add: Profit for the year	9,964,682.01	367,947.01
Closing Balance	16,827,329.12	6,862,647.37
Total	16,827,329.12	6,862,647.37

1
OVERVIEW2
THE TEAM3
NOTICE & REPORT4
ANNEXURE5
AUDITOR'S REPORT6
FINANCIALS

NOTE : 4 BORROWING

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
LONG TERM BORROWINGS		
Secured		
ICICI Bank Car Loan	477,827.00	476,973.31
(Secured by hypothecation of car)	<u>477,827.00</u>	<u>476,973.31</u>
SHORT TERM BORROWINGS		
Secured		
City Union Bank Ltd CC	23,718,757.87	66,623,396.71
(Secured by hypothecation of Stock & debtor & collateral security agasint A-16/2, Site-4, Industrial Area, Sahibabad, Ghaziabad & 56/33, Site-IV, Industrial Area Ghaziabad and there is no default over in city union bank ltd as on balance sheet date of Rs. 2,37,18,757 and there is not default in any other loan)		-
City Union Bank Ltd ECLS Loan	14,100,000.00	
(Secured by hypothecation of Stock & debtor & collateral security agasint A-16/2, Site-4, Industrial Area, Sahibabad, Ghaziabad & 56/33, Site-IV, Industrial Area Ghaziabad and there is no default over in city union bank ltd as on balance sheet date of Rs. 1,41,00,000 and there is not default in any other loan)		
UnSecured		
Loan from Director	21,635,230.67	281,864.33
Swagatam Trading and Services Limited	6,540,484.00	-
Mansingh Hotels & Resorts Limited	188,108.00	-
Total	<u>66,182,580.54</u>	<u>66,905,261.04</u>

Note: There is no default, continuing or otherwise, as at the balance sheet date, in repayment of any of the above loans.

NOTE : 5 PROVISIONS

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
LONG TERM PROVISIONS		
Provision for Gratuity (Long Term)	2,821,940.00	2,762,658.69
	<u>2,821,940.00</u>	<u>2,762,658.69</u>
SHORT TERM PROVISIONS		
Provision for Taxation	5,948,164.60	1,035,697.60
Provision for Gratuity (Short Term)	189,082.00	-
Total	<u>6,137,246.60</u>	<u>1,035,697.60</u>

NOTE : 6 TRADE PAYABLE

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Sundry Creditors		
Dues to Micro Enterprises & Small Enterprises	28,011.00	
Dues to Other than Micro Enterprises & Small Enterprises	52,673,215.91	10,560,029.00
Other Payable	-	-
Total	<u>52,701,226.91</u>	<u>10,560,029.00</u>

NOTE : 7 OTHER CURRENT LIABILITIES

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Other Payables		
Expenses Payables	338,977.64	182,536.59
Salary Payable	5,523,585.60	912,853.00
EPF Payable	5,982.00	4,943.00
ESIC Payable	3,623.00	694.00
TDS Payable	964,744.25	37,669.00
TCS Payable	119,811.00	-
GST PAYABLE	436,750.00	324,000.00
Advance received from customers	4,932,989.36	13,991,840.00
Interest Accrued but not due	-	7,037.30
Current maturities of long term debts	-	434,945.49
Total	<u>12,326,462.85</u>	<u>15,896,518.38</u>

1
OVERVIEW2
THE TEAM3
NOTICE & REPORT4
ANNEXURE5
AUDITOR'S
REPORT6
FINANCIALS

NOTE-08 PROPERTY, PLANT & EQUIPEMENT

PARTICULARS	RATE	GROSS BLOCK					ACCUMULATED DEPRECIATION			NET BLOCK	
		BALANCE AS ON 01/04/2020	ADDITIONS	SALE	BALANCE AS AT 31/03/2021	UPTO 31/03/2020	ADDITIONS	DEDUCTIONS/ADJUSTMENTS	BALANCE AS AT 31/03/2021	W.D.V. AS ON 31.03.2021	W.D.V. AS ON 31.03.2020
PLANT & MACHINERY											
PLANT & MACHINERY	14.88%	2,498,387.00	169,200.00		2,667,587.00	1,888,101.74	109,568.54	-	1,997,070.28	669,916.72	610,285.26
VEHICLES											
Car											
Car Innova	23.24%	1,416,372.00		1,416,372.00	-	1,210,125.81	33,353.71	1,243,479.52	-	-	206,246.19
Car Scorpio	23.22%	1,171,437.00		1,171,437.00	-	1,003,628.95	32,131.42	1,035,760.37	-	-	167,808.05
Car Eios	23.22%	769,453.00		769,453.00	-	659,052.24	22,466.77	681,519.01	-	-	110,400.76
Car Hundai I10	13.53%	395,000.00		395,000.00	-	242,531.43	19,665.29	262,196.71	-	-	152,468.57
Car Mercedes	13.57%	5,742,932.00		5,742,932.00	-	3,350,329.30	317,560.00	3,667,889.30	-	-	2,392,602.70
Car Mercedes	12.89%	4,524,685.00		4,524,685.00	-	2,435,145.34	253,932.14	2,689,077.48	-	-	2,089,539.66
Car Fortuner	31.23%	3,226,340.00			3,226,340.00	2,209,452.61	317,573.93	2,527,026.54	699,313.46	1,016,887.39	
Activa Scooter	25.89%	-	88,279.74		88,279.74	-	14,706.27	14,706.27	73,573.47	-	-
FACTORY LAND & BUILDING											
Factory Land		2,488,035.00			2,488,035.00	-			-	2,488,035.00	2,488,035.00
Factory Building	9.50%	10,056,665.00			10,056,665.00	4,131,177.09	562,921.35	-	4,694,098.44	5,362,566.56	5,925,487.91
Elevtor	45.07%	1,114,500.00			1,114,500.00	948,030.03	75,028.01	-	1,023,058.04	91,441.96	166,469.97
OTHER FIXED ASSETS											
Generator	45.07%	1,457,680.00			1,457,680.00	1,288,779.31	76,123.54	-	1,364,902.85	92,777.15	168,900.69
Computer	63.16%	1,217,039.00	437,227.43		1,654,266.43	1,123,323.75	126,938.26	-	1,250,262.01	404,004.42	93,715.25
Furniture & Fixtures	76.83%	1,355,846.00			1,355,846.00	1,283,202.40	55,812.08	-	1,339,014.48	16,831.52	72,643.60
Office Equipments	45.07%	1,232,249.50	208,144.43		1,440,393.93	774,122.22	231,161.00	-	1,005,283.22	435,110.71	458,127.28
TOTAL		38,666,620.50	902,851.60	14,019,879.00	25,549,593.10	22,547,002.22	2,248,942.31	-	15,216,022.14	10,333,570.96	16,119,618.28
Previous Year Total		37,235,701.00	1,430,919.50	-	38,666,620.50	19,551,170.74	2,995,831.48	-	22,547,002.22	16,119,618.28	17,684,530.26
Notes :											
Capital Work In Progress					993,729.89	-	-	-	-	993,729.89	-
INTANGIBLE ASSETS											
SOFTWARE AND MOBILE APPLICATIONS			412,800.00		412,800.00		82,560.00		82,560.00	330,240.00	
If you have difference format, copy on white area and provide the figures of Net Block & Depreciation for the year on right hand side							-		-		-
							-	Net Block		10,663,810.96	16,119,618.28
							-	Depreciation for year		2,331,502.31	2,995,831.48

NOTE : 9 INVESTMENTS

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Non Current Investment		
Pushpanjali Realms and Infra Ltd.	-	1,541,376.15
	-	<u>1,541,376.15</u>
Current Investments		
Equity (Quoted)		
ALPS Ltd	-	1,411,252.13
Akashdeep Metal	-	18,324,683.11
Ganesha Ecospare Ltd.	-	34,239,896.01
Hi-tech Pipes	-	65,832.06
J T L Infra Ltd	-	1,894.01
Total	<u>-</u>	<u>54,043,557.32</u>

NOTE : 10 DEFERRED TAX LIABILITY / (ASSET) (NET)

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Deferred Tax Asset	(1,110,111.08)	(605,937.80)
Add: Deferred Tax Asset	(143,515.98)	(504,173.28)
Total	<u>(1,253,627.06)</u>	<u>(1,110,111.08)</u>

NOTE : 11 LOANS & ADVANCES

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
LONG TERM LOAN & ADVANCES		
(Unsecured, Considered Good otherwise stated)		
Advnace recoverable in cash or in kind or for value to be received		
Given to Employees	270,926.56	746,000.00
Advance Against Security	142,506.00	372,161.00
Inter Corporate Deposit	58,907,577.00	85,466,303.00
Total	<u>59,321,009.56</u>	<u>86,584,464.00</u>
SHORT TERM LOAN & ADVANCES		
(Unsecured, Considered Good otherwise stated)		
Advnace recoverable in cash or in kind or for value to be received		
Advance Given to Suppliers	3,463,166.08	2,711,708.00
GST Input	2,111,706.27	516,440.35
RCM Receivable	436,750.00	324,000.00
Other Current Assets	733,634.00	700,940.00
Claim Recoverable (Yarn Segment)	8,264,696.11	56,651.00
Taxes & TDS Recievables	3,129,312.18	2,270,654.00

1
OVERVIEW2
THE TEAM3
NOTICE & REPORT4
ANNEXURE5
AUDITOR'S REPORT6
FINANCIALS

Total	<u>18,139,264.64</u>	<u>6,580,393.35</u>
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NOTE : 12 INVENTORIES

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
TRADED GOODS: Miscellaneous Old Economy Products	44,368,951.99	25,318,738.11
Puma Products	-	5,223,195.02
Machinery Scrap	-	4,634,000.00
Furniture Stock	-	886,907.63
Stock of Equity of Ganesha	-	1,824,459.39
(Valued at cost and Net Realisable Value (FIFO based) whichever is less unless otherwise stated)		
Total	<u>44,368,951.99</u>	<u>37,887,300.15</u>

NOTE : 13 TRADE RECEIVABLES

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
(Unsecured, Considered Good)		
Outstanding for more than six month from due date	859,268.00	11,328,533.00
Others	144,844,740.80	51,802,023.00
Total	<u>145,704,008.80</u>	<u>63,130,556.00</u>

NOTE : 14 CASH AND CASH EQUIVALENTS

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Cash in hand	3,805,355.00	828,837.00
Balance with Bank in Current Accounts	3,74,93,909.12	942,626.06
Other Bank Balance		
Margin Money from Bank Gurantee	52,946.00	52,946.00
Total	<u>4,13,52,210.12</u>	<u>18,24,409.06</u>

NOTE : 15 REVENUE FROM OPERATIONS

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Revenue From -		
Sale of Waste Material (Recycle Division)	233,443,480.85	-
Sale of Misc. Old Economy Products	199,141,293.14	85,390,965.37
Sale of Puma Products	-	28,447,720.28
Sale of Plant and Machinery	-	44,427,185.81
Sale of Recycled Products (Restore Division)	154,578,324.54	-
Total	<u>587,163,098.53</u>	<u>158,265,871.46</u>

NOTE : 16 OTHER INCOME

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Rent Receipt	780,000.00	780,000.00
Profit on sale of investment being securities chargeable to Securities Transaction Tax (STT)	314,529.39	2,552,579.00
Profit on Trading of Shares (Speculation)	15,157.33	266,158.29
Profit on Trading of Shares (Other than Speculation)	7,041,593.70	-
Dividend on Shares	235,732.00	174,745.00
Interest Income	6,728,805.00	8,942,957.00
Foreign Exchange Fluctuation	805,104.63	-
Interest on FDR	-	38,674.00
Rebate & Discount	54,836.00	1,332,467.00
Creditors Written Off	9,037,535.00	-
Total	25,013,293.05	14,087,580.29

NOTE : 17 COST OF GOODS TRADED

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Opening Stock	36,062,840.76	67,457,159.20
Add:-		
Purchases of Miscellaneous Old Economy Products	233,939,717.39	65,631,887.47
Purchase of Puma Products	-	6,352,982.46
Purchase of Waste Material (Recycle Division)	182,471,659.94	-
Purchase of Plant and Machinery	-	44,500,000.00
Purchase of Recyclable Products (Restore Division)	146,563,961.45	-
	599,038,179.54	183,942,029.13
Less:-		
Closing Stock	44,368,951.99	36,062,840.76
Total	554,669,227.55	147,879,188.37

NOTE : 18 EMPLOYEE BENEFITS EXPENSES

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Directors Remuneration	1,800,000.00	1,800,000.00
Salaries & Wages	9,688,752.00	5,879,834.00
Gratuity	248,363.31	1,140,351.00
Bonus	44,022.00	32,655.00
Contribution to Provident Fund	15,711.00	22,525.00
Contribution Towards ESI	11,784.00	6,824.00
Administration Expenses on PF & ESI	3,913.00	9,327.00
Total	11,812,545.31	8,891,516.00

1
OVERVIEW2
THE TEAM3
NOTICE & REPORT4
ANNEXURE5
AUDITOR'S REPORT6
FINANCIALS

NOTE : 19 FINANCE COSTS

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Bank Charges	220,982.13	33,274.68
Bank Interest	5,734,368.02	7,118,385.32
Car Loan Interest	62,937.70	105,863.68
Other Interest	325,665.00	-
Total	6,343,952.85	7,257,523.68

NOTE : 20 OTHER EXPENSES

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
Annual Listing Fees	75,506.00	-
Advertisement and Publicity Expenses	-	30,000.00
Bad Debt	5,063,733.00	402,628.00
BSE Processing Fees	50,000.00	-
Business Promotion Expenses	322,170.00	-
CDSL Charges	45,000.00	-
Commission	5,450,702.60	135,000.00
Construction Expenses	145,500.00	-
Conveyance Expenses	127,669.60	541,790.00
Demat/Depository Charges	1,360.40	1,630.91
Design Charges	35,000.00	-
Electricity & Generator Charges	907,027.67	720,979.52
Exhibition Expenses	23,822.00	-
Filing Fees	40,000.00	-
Freight & Cartage	3,113,223.98	35,909.00
Fuel Expenses	1,200.00	-
GST on Shares	32,722.94	-
Housekeeping Expenses	8,280.00	-
Insurance Exp.	396,868.00	227,946.00
Legal & Professional Charges	1,350,000.00	-
Loss on Sale of Assets	2,514,956.50	-
Miscellaneous Exp	1,001.35	9,698.00
Municipal Taxes	100,424.33	100,409.00
NSDL Charges	53,000.00	-
Online Expenses	477,363.44	-
Other Expenses	100,400.49	138,043.22
Out of Pocket Expenses	21,770.25	-
Penalties & Interest	22,318.00	80,901.16
Postage & Courier exp	22,661.25	19,977.30
Printing & Stationery	90,276.00	5,840.00
Professional Charges	723,700.00	2,134,506.00
Rates and Taxes	14,762.00	13,712.24
Rebate & Discount	24,950.00	71,339.00
Registration Fee	-	53,100.00
Repair and Maintainence	197,339.16	123,883.35
ROC Fees	3,000.00	7,700.00

Round off	-104.67	-3,770.31
RTA Charges	68,000.00	-
SEBI Charges on Shares	0.63	-
Software Exp.	44,007.49	-
Staff Welfare Expense	3,930.25	-
Stamp Duty on Shares	1,336.00	-
Statutory Audit	100,000.00	50,000.00
STT Expense	81,009.00	-
Telephone Expenses	83,501.23	114,250.10
Testing Expenses	6,330.00	-
Tour & Travelling Expenses	259,006.09	136,187.00
Trademark Expenses	21,500.00	-
Transaction Charges on Shares	19,214.99	-
Website Maintenance Charges	40,090.56	-
Total	22,285,530.53	5,151,659.49

NOTE: 21 In the opinion of the Board of Directors, the Current Assets, Loans and Advances have a value on realization in the ordinary course of business at least equal to the amount at which these are stated.

NOTE: 22 Segment Reporting

Primary Segment information (By Business segments)

The company is mainly engaged in the business of collection, segregation, transportation, trading, processing, composting, recycling, treatment and disposal of all types of waste material and recyclable products.

Accordingly, revenue based on class of products comprise the primary basis of segmental information set out in the financial statement.

Business (Primary) segments of the company are:

- Miscellaneous Old Economy Products
- Recycle Division
- Restore Division

PARTICULARS	2020-2021	2019-2020
Segment Revenues		
Yarn & Fabric(waste)	-	85,391,000.00
Apperals & others	-	28,448,000.00
others	-	44,427,000.00
Miscellaneous Old Economy Products	199,141,293.00	-
Recycle Division	233,443,480.85	-
Restore Division	154,578,324.54	-
Un-allocable income	25,013,293.05	-
Total Revenue	612,176,391.44	158,266,000.00

1

OVERVIEW

2

THE TEAM

3

NOTICE & REPORT

4

ANNEXURE

5

AUDITOR'S REPORT

6

FINANCIALS

Segment Assets

Yarn & Fabric(waste)	-	90,864,000.00
Apperals & others	-	10,669,000.00
others	-	3,648,000.00
Miscellaneous Old Economy Products	67,521,822.99	-
Recycle Division	27,674,632.96	4,634,000.00
Restore Division	46,240,872.62	-
Un-allocable assets	106,372,407.84	159,007,000.00
Total Assets	247,809,736.41	268,822,000.00

Segment Liabilities

Yarn & Fabric(waste)	-	89,065,000.00
Apperals & others	-	5,036,000.00
others	-	2,023,000.00
Miscellaneous Old Economy Products	66,660,407.54	-
Un-allocable assets	-	791,000.00
Total Liabilities	66,660,407.54	96,915,000.00

Note: 23 Related Party Disclosures

As per Accounting standard 18 on Related Party disclosures

(i) List of related parties

Key Management Personnel	Mr. Sunil Kumar Malik	Mr. Sunil K Malik
	Mr. Anshu Agarwal	Mrs. Puja Malik
	Mr. Shiwati	Mr. Anshu Agarwal
	Mr. Pranav Vasan	Mr. Ram Mohan Jha
		Mr. Dinesh Singh Patwal
		Mr. Puneet Bhawaker
Relative of Key Management Personnel		Mr. Lalit Malik
Enterprise in which Key Management Personnel and their relatives and company are able to exercise significant influence in the Enterprises	<ol style="list-style-type: none"> 1. Runit Exim Private Limited 2. Sunstar Share Brokers Private Limited 3. R P M Exim Private Limited 4. Anisha Dazzle Films Private Limited 5) Vista Furnishing Privateltd, 6. Aniaryan Farm & Resorts Private Limited 7. J.s. Finlease Private Limited 	<ol style="list-style-type: none"> 1. Runit Exim Private Limited 2. Anisha Exim Private Limited 3. Sunstar Share Brokers Private Limited 4. R P M Exim Private Limited 5. Anisha Dazzle Films Private Limited 6. Vista Furnishing Private Limited

NATURE OF TRANSACTION	2020-2021	BALANCE AS ON 31.3.2021	2019-2020
Key Management Personnel			
Remuneration & Incentives			
(a) Mr. Sunil Kumar Malik	1,800,000.00		1,800,000.00
(b) Mr. Anshu Agarwal	936,000.00		936,000.00
(c) Ms. Bhawna Saunkhiya	-		329,123.00
(c) Ms. Shiwati	30,000.00 per month		-
Loan Taken			
Mr. Sunil Kumar Malik	59,841,519.34	21,635,230.67	65,372,000.00
Loan Repaid			
Mr. Sunil Kumar Malik	38,488,153.00	21,635,230.67	65,429,000.00

Note: Related party relationship is as identified by the Company and relied upon by the auditors.

NOTE : 24 INCOME TAXES :

- (i) Provision for current tax is made on the basis of taxable Income as per the applicable provisions of the Income tax Act, 1961.
- (ii) Accounting for Tax on Income AS-22

Deferred Income Taxes reflects the impact of current year timing difference between taxable income & income as per Profit & Loss A/c. Deferred Tax Asset are recognized only to the extent that there is reasonable certainty that difficult future taxable income will be available.

The breakup of Net Deferred Tax Assets is as under:

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
	31-Mar-2021	31-Mar-2020
Timing Difference of		
(I) Depreciation	308,980.31	817,603.48
(II) Gratuity	248,363.31	1,140,351.00
	557,343.62	1,957,954.48
Deferred Tax Assets/ (Liabilities)		
Add: Created during the Year	143,515.98	504,173.28
Closing Balance	143,515.98	504,173.28
Note : 25 Auditors Remunerations		
Particulars	2020-21	2019-20
Statutory Audit	100,000.00	50,000.00
Total	100,000.00	50,000.00

Note: 26 Foreign Exchange Transactions

Particulars	2020--2021	2019-2020
Foreign Exchange Outgo		
Imports of Goods	NIL	NIL
Total	-	-
Foreign Exchange Earnings		
Export of Goods	34,625,591.41	2,890,078.00
Return of advance against Import of Goods	-	536,529.00
Total	34,625,591.41	3,426,607.00

NOTE: 27 Unhedged Foreign Currency Exposure as on 31/03/2021 after adjusting Export Receivable comes to Rs. 21842654

Note: 28 Disclosures regarding money received from Directors & their relatives pursuant to Companies (Acceptance of Deposits) Amendment Rules 2016.

Mr. Sunil Kumar Malik, (Managing Director) 59,841,519.34

Note: 29 Contingent Liabilities (to the extent not provided)

The Company has given Bank Guarantee of Rs. 50,000/- as on 31st March, 2021

Note: 30 Micro and Medium Scale Business Entities:

There are no Micro, Small and Medium Enterprises, to whom the company owes dues which are outstanding for more than 45 days as at 31st March, 2021. This information as required to be disclosed under the Micro, Small and Medium Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

Note: 31 Previous Year Figure

Previous year figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

Sd/-

SHIWATI

COMPANY SECRETARY

Sd/-

ANSHU AGARWAL

CFO

Sd/-

PRANAV VASAN

NON EXECUTIVE DIRECTOR

DIN:- 07631095

Sd/-

SUNIL KUMAR MALIK

MANAGING DIRECTOR

DIN:- 00143453

AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ANNEXED

FOR GARG ARUN & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN : 08180N

Sd/-

CA. RAMAN KUMAR GARG (PARTNER)

M.NO. 090564

PLACE : NEW DELHI

DATED : 25-06-2021