

Date: 08th September, 2022

To,
The Department of Corporate Services,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort
Mumbai - 400001.

Dear Sirs,

Sub: Submission of Annual Report of 39th Annual General Meeting the Company for the FY 2021-22 which is scheduled to be held on 30th September 2022.

Ref: Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. In terms of Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we submit herewith the soft copy of the Annual Report which comprises of the Directors' Report, Audited Standalone Financial Statements, and Auditor's Reports thereon, for the Financial Year ended 31st March, 2022, and the Notice convening the 39th Annual General Meeting of the Company will be held on Friday, the 30th day of September, 2022 at 10.00 A.M.

The said Integrated Annual Report FY 2021-22 is also available on the website of the Company at www.sophiatraexpo.com

In compliance with the Ministry of Corporate Affairs Circular No. 2/2022 dated 5th May, 2022 and the Securities and Exchange Board of India Circular No. SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 13th May, 2022, the Annual Report of the Company for the Financial Year 2021-22 and notice of 39th Annual General Meeting have been sent through e-mail to all the Members whose e-mail addresses are registered with the Company/Depository Participants.

Please take the same on record.

Thanking-you,

Yours faithfully,

For Sophia Traexpo Limited

MALLIKARJUNA RAO
YERRAPRAGADA
A
Digitally signed by
MALLIKARJUNA RAO
YERRAPRAGADA
Date: 2022.09.08
11:38:04 +05'30'

Yerrapragada Mallikarjuna Rao
Whole time Director
(DIN: 00905266)





**39th
Annual Report
2021-22**

SOPHIA TRAEXPO LIMITED

CIN : L21000TG1983PLC113227



SOPHIA TRAEXPO LIMITED

COMPANY INFORMATION

Board of Directors:

Mr. YERRAPRAGADA MALLIKARJUNA RAO	Whole Time Director
Mr. SRINIVASARAO BOLLA	Independent Director
Mrs. LAKSHMI NEKKANTI SATYASRI	Independent Director
Mr. DURGA VENKATA VARA CHADALAWADA PRASAD RAO	Independent Director (w.e.f. 12.11.2021)
Mr. YERRAPRAGADA MALLIKARJUNA RAO	Chief Finance Officer
Mr. NAGESWARA RAO BALUSUPATI	Director (upto 15.09.2021)
Mr. MEDATATI RAGHAVENDER RAO	Company Secretary

Audit Committee:

Ms. LAKSHMI NEKKANTI SATYA SRI	Chairman
Mr. SRINIVASARA OBOLLA	Member
Mr. DURGA VENKATA VARA CHADALAWADA PRASAD RAO	Member

Nomination and Remuneration Committee:

Mr. SRINIVASARAO BOLLA	Chairman
Ms.LAKSHMI SATYA SRI NEKKANTI	Member
Mr. DURGA VENKATA VARA CHADALAWADA PRASAD RAO	Member

Stakeholders Relationship Committee:

Mr. DURGA VENKATA VARA CHADALAWADA PRASAD RAO	Chairman
Ms. LAKSHMI SATYA SRI NEKKANTI	Member
Mr. NAGESWARA RAO BALUSUPATI	Member

Registered Office:	2nd Floor, "JYOTHI PINACLE", Part of Survey No. 11, Kondapur Village, Serlingampally Mandal and Municipality, Ranga Reddy District, Hyderabad - 500084
Auditors	NVSR & Associates., CharteredAccountants, (Firm Registration No. 008801S/S200060), Hyderabad.
Registrars & Share Transfer Agents:	Venture Capital and Corporate Investments Pvt.Ltd 12-10-167, Bharat Nagar, Hyderabad - 500018. Phones: 040-23818475 / 476 Fax:040-23868024; E-mail:info@vccilindia.com
Listed At	BSE Limited
Internal Auditor	Ms.Sravanti Karuturi - Chartered Accountant

NOTICE

Notice is hereby given that the 39th Annual General Meeting of the Members of M/s.Sophia Traexpo Limited will be held on Friday the 30th day of September, 2022 at 10.00 a.m. at the Registered Office of the Company at 2nd Floor,"JYOTHI PINACLE", Part of Survey No. 11, Kondapur Village, Serlingampally Mandal and Municipality, Ranga Reddy District, Hyderabad - 500084 to transact the following business.

ORDINARY BUSINESS:

1. To receive, consider and adopt the financial statements of the Company for the year ended March 31, 2022, including the audited Balance Sheet as at March 31, 2022, the Statement of Profit and Loss for the year ended on that date and the reports of the Board of Directors ('the Board') and Auditors thereon.
2. To appoint a director in place of Mr. Yerrapragada Mallikarjuna Rao (holding DIN:00905266) who retires by rotation and being eligible, offers himself for reappointment as a Director and the details are mentioned as Annexure -A.
3. To reappoint the statutory auditors and fix their remuneration.

"RESOLVED THAT pursuant to Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 [including any statutory modification(s) or re-enactment(s) thereof for the time being in force] and pursuant to the recommendation of the Audit Committee, M/s. NVSR & Associates., Chartered Accountants, (Firm Registration No. 008801S/S200060), be and are hereby reappointed as the Statutory Auditors of the Company for the second consecutive term of five years, from the conclusion of this 39th Annual General Meeting till the conclusion of the 44th Annual General Meeting to be held in the year 2027, to examine and audit the accounts of the Company at such remuneration as may be decided by the Board of Directors in consultation with the Statutory Auditors of the Company".

SPECIAL BUSINESS:

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

Re-appointment of Mr.Yerrapragada Mallikarjuna Rao as Whole Time Director (DIN: 00905266).

"RESOLVED THAT in accordance with the provisions of Sections 196, 197 and 203 read with Schedule V and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or reenactment(s) thereof, for the time being in force), approval of the members be and is hereby accorded to appoint Mr. Yerrapragada Mallikarjuna Rao (DIN: 00905266) as a Whole Time Director of the Company, for a period of 3 (three) years from December 29, 2022 to December 29, 2025. The period of his office shall be liable to retire by rotation, with liberty to the Board of Directors (hereinafter referred to as "the Board" which term shall include the Nomination and Remuneration Committee of the Board) to alter and vary the terms and conditions of the said appointment and / or remuneration as it may deem fit."

"RESOLVED FURTHER THAT in the event of absence or inadequacy of profits in the financial year, the Company will pay remuneration by way of Salary including perquisites and allowances as specified under Section II of Part II of Schedule V to the Companies Act, 2013 or in accordance with any statutory modification(s) thereof."

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"RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to alter and vary the terms and conditions of the appointment and/or remuneration based on the recommendation of the Nomination & Remuneration Committee subject to the same not exceeding the limits specified under Section 197 read with Schedule V of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force)."

"RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds and matters and things as in its absolute discretion it may consider necessary, expedient and desirable to give effect to this resolution."

5. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

Appointment of Mr. Durga Venkata Vara Chadawalada Prasad Rao (DIN: 02304831), as a Director and as an Independent Director.

"RESOLVED THAT Mr. Durga Venkata Vara Chadawalada Prasad Rao (DIN: 02304831), who was appointed as an Additional Director of the Company with effect from November 12, 2021 by the Board of Directors, based on the recommendation of the Nomination and Remuneration Committee, and who holds office upto the date of this Annual General Meeting of the Company under Section 161(1) of the Companies Act, 2013 ('Act') [including any statutory modification(s) or re-enactment(s) thereof for the time being in force] and Article 132 of the Articles of Association of the Company, and who is eligible for appointment and in respect of whom the Company has received a notice in writing under Section 160(1) of the Act from a Member proposing his candidature for the office of Director, be and is hereby appointed as a Director of the Company".

"RESOLVED FURTHER THAT pursuant to the provisions of Sections 149, 150, 152 and other applicable provisions, if any, of the Act read with Schedule IV to the Act and the Companies (Appointment and Qualification of Directors) Rules, 2014, Regulation 17 and other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations'), as amended from time to time, the appointment of Mr. Durga Venkata Vara Chadawalada Prasad Rao (DIN: 02304831), that meets the criteria for independence as provided in Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI Listing Regulations and who has submitted a declaration to that effect, and who is eligible for appointment as an Independent Director of the Company, for a term of five years, i.e., from November 12, 2021 to November 11, 2026 (both days inclusive) and who would not be liable to retire by rotation, be and is hereby approved."

**For and on behalf of the Board
For SOPHIA TRAEXPO LIMITED**

**Sd/-
YERRAPRAGADA MALLIKARJUNARAO
Chairman & Whole Time Director
(DIN:00905266)**

Date : 06th September 2022
Place: Hyderabad.

NOTES:

1. **Notes: A member entitled to attend and vote at this Annual General Meeting (AGM) is entitled to appoint a proxy to attend and vote on a poll instead of himself / herself and such proxy need not be a member of the Company.**

Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of not more than fifty members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as a proxy for any other Member. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours before the commencement of the meeting. A Proxy Form is annexed to this Report.

2. Members/proxies/authorized representatives are requested to bring their copies of Annual Report and produce duly filled in attendance slip at the entrance of the venue. Members holding shares in Demat form shall write their DP ID No. and Client ID and those holding in Physical form shall write their Folio No. in the attendance slip for attending the meeting. Copies of Annual Reports will not be provided at the meeting.
3. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board resolution to the Company, authorizing their representative to attend and vote on their behalf at the meeting.
4. The Register of Members and Share Transfer books of the Company will remain closed from 24th September, 2022 to 30th September, 2022 (both days inclusive) for the purpose of the AGM.
5. The International Securities Identification Number (ISIN) allotted to the Company's equity shares is INE268X01017. Trading in the equity shares of the Company through Stock Exchanges was made compulsory in dematerialized form. Shareholders are advised to open demat account's with any of the Depository Participants (DPs) of their choice registered with NSDL and CDSL and convert their physical holding into electronic holding.
6. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their depository participants with whom they are maintaining their demat accounts, so as to enable the Company to dispatch dividend warrants to their correct address. Members holding shares in physical form are requested to notify/ send any change in their address and bank account details to the Company/ Registrar and Share Transfer Agents, M/s.Venture Capital and Corporate Investments Private Limited (VCCIPL). Members are encouraged to utilize Electronic Clearing System (ECS) for receiving dividends.
7. Non-Resident Indian Members are requested to inform VCCIPL, immediately of:
 - a. Change in their residential status on return to India for permanent settlement.
 - b. Particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the Bank with pin code number, if not furnished earlier.
8. The Register of Director and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the Members at the AGM.

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9. All relevant documents referred in the accompanying Notice and explanatory statement are Open for inspection to the Members at the Registered Office of the Company during business hours between 11.00 a.m. to 1.00 p.m. on all days except Saturdays, Sundays and Public Holidays upto the date of the AGM.
10. The Securities and Exchange Board of India has mandated submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in demat form are therefore requested to submit PAN details to the Depository Participants with whom they have demat accounts. Members holding shares in physical form can submit their PAN details to VCCIPL.
11. To support the 'Green Initiative', the Members who have not registered their e-mail addresses are requested to register the same with VCCIPL/Depository Participant to enable the Company to send communications electronically.
12. The Notice of the AGM along with the Annual Report 2021-22 is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company/Depository Participant, unless any Member has requested for a physical copy of the same. For Members who have not registered their e-mail addresses, physical copies are being sent by the permitted mode.
13. Members may also note that the Notice of the 39th AGM and the Annual Report 2021-22 will be available on the Company's website, www.sophiatraexpo.com. The physical copies of the documents will also be available at the Company's registered office for inspection during normal business hours on working days. Members desiring any information as regards accounts are requested to write to the Company to: sophiatraexpolimited@gmail.com, at least sevendays before the date of the meeting to enable the management to keep the information ready at the meeting.
14. Pursuant to the requirement under Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the information about the directors proposed to be re-appointed or appointed is given in the notice.

15. **Instruction about Voting:**

The Members are requested to opt for one mode of voting, i.e. either through e-voting or postal ballot. If a Member casts votes by both modes, then voting done through a valid e-Voting shall prevail and physical ballot form voting of that Member shall be treated as invalid. Please refer the following detailed instructions for both modes voting.

A) Voting through electronic means:

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company is providing Members a facility to exercise their right to vote at the Physical Ballot by electronic means through e-Voting Services provided by Central Depository Services (India) Limited (CDSL):

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 ("THE ACT")

The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ('Act'), given hereunder sets out all material facts relating to the special business mentioned at Item Nos. 4 to 5 of the accompanying Notice dated May 31, 2022. As an additional information.

Item No.4:

The Members may note that the tenure of appointment of Mr. Yerrapragada Mallikarjuna Rao, Whole-Time Director is period of 3 (Three years), i.e., effective from December 29, 2022 to December 29, 2025 for which approval of the shareholders is being sought. The Members may note that the Company has received a letter of consent from Mr. Yerrapragada Mallikarjuna Rao signifying his willingness to be appointed as, Whole-Time Director a declaration under section 164 of the Companies Act, 2013 and other statutory disclosures/declarations as required under the law The essential terms and condition of his appointment and remuneration are as under;

- a) Mr. Yerrapragada Mallikarjuna Rao shall be responsible for overseeing for the day to day operations and management of the Company and such other matters as identified by the Board from time to time. Mr. Yerrapragada Mallikarjuna Rao shall devote his whole time and attention to the business of the Company. Mr. Yerrapragada Mallikarjuna Rao shall exercise and perform all such powers and duties as the Board of Directors of the Company shall, from time to time, determine, and subject to the superintendence, control, direction, and restriction from time to time give and imposed by the Board and/or the Articles of Association of the Company and shall not exceed the powers so delegated by the Board.
- b) Period of Agreement: December 29, 2022 to December 29, 2025.
- c) Minimum Remuneration: In the event of loss or inadequacy of profits in any year during the tenure of the Whole-Time Director, Mr. Yerrapragada Mallikarjuna Rao shall be paid remuneration as above as minimum remuneration. Sitting fees: Mr. Yerrapragada Mallikarjuna Rao shall not be paid sitting fees for attending the Board meetings and meetings of the Committee in which he may be nominated as a member.

The Office of the Whole-Time Director will not be liable to retire by rotation. Mr. Yerrapragada Mallikarjuna Rao does not hold any shares in the Company either by himself or for any other person on a beneficial person. The draft of the appointment letter/agreement shall be open for inspection by the Members at the Registered office of the Company during the normal business hours on any working day, excluding Sunday. Having regard to his qualifications, experience and association with the Company, the Board of Directors considers that it will be in the interest of the Company to appoint. Mr. Yerrapragada Mallikarjuna Rao as the Whole-Time Director of the Company for a term of 3 years from December 29, 2022 to December 29, 2025.. Your Directors recommend the Resolution set out in Item No. 4 of this AGM Notice to the Members for their consideration and approval by Special Resolution.

conditions specified in the Act and the SEBI Listing Regulations for appoint as an Independent Director and he is independent of the management. The profile and specific areas of expertise of Mr.Mallikarjuna Rao provided as Annexure A to this Notice.

None of the Promoters, Directors, Key Managerial Personnel of the Company or their relative are in any way concerned or interested, financially or otherwise, in the Resolution except Mr. Yerrapragada Mallikarjuna Rao.

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Item No.5:

Based on recommendation of the NRC, the Board Appoint Mr. Durga Venkata Vara Chadalawada Prasad Rao (DIN: 02304831), as a Director and as an Independent Director, not liable to retire by rotation, for the First term of five years, i.e., from November 12, 2021 to November 11, 2026(both days inclusive), subject to approval of the Members.

Mr. Prasad has given his declaration to the Board, inter alia, that (i) He meets the criteria of independence as provided under Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI Listing Regulations, (ii) is not restrained from acting as a Director by virtue of any Order passed by SEBI or any such authority and (iii) is eligible to be appointed as a Director in terms of Section 164 of the Act. He has also given his consent to act as a Director.

In the opinion of the Board, Mr.Prasad is a person of integrity, possesses relevant expertise / experience and fulfills the conditions specified in the Act and the SEBI Listing Regulations for appoint as an Independent Director and he is independent of the management. The profile and specific areas of expertise of Mr.Prasad is provided as Annexure-B to this Notice.

Given his experience, the Board considers it desirable and in the interest of the Company to have Mr.Prasad on the Board of the Company and accordingly the Board recommends the appointment of Mr.Prasad as an Independent Director as proposed in the Resolution set out at Item No. 5 for approval by the Members.

Electronic copy of the terms and conditions of appointment of the Independent Directors is available for inspection.

Except for Mr. Prasad and/or his relatives, no other Director, Key Managerial Personnel or their respective relatives are, in any way, concerned or interested, financially or otherwise, in the said Resolution.

**For and on behalf of the Board
For SOPHIA TRAEXPO LIMITED**

**Sd/-
YERRAPRAGADA MALLIKARJUNARAO
Chairman & Whole Time Director
(DIN:00905266)**

Date : 06th September 2022

Place: Hyderabad.

SOPHIA TRAEXPO LIMITED

Details of Directors seeking re-appointment at the Annual general meeting (Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as per Secretarial Standards on general meeting as required under this regulation, the particulars of Directors,

ANNEXURE - A

(i) Mr. Yerrapragada Mallikarjunarao

Mr. Yerrapragada Mallikarjunarao who is proposed to be re-appointed, is given below:

A	Name	Mr. Yerrapragada Mallikarjunarao
B	Brief Resume	
	i. Age	55 years
	ii. Qualification	B.Com.,
	iii. Experience in specific functional area	28 years
	iv. Date of appointment on the Board of the Company	25 th December, 2016
C	Nature of his expertise in specific functional areas	He has an experience of 28 years in the Finance and Secretarial departments.
D	Terms and Conditions	As mentioned in the Resolution
E	Relationship between Directors inter se [as per section 2(77) of the Companies Act, 2013, read with Rule 4 of the Companies (Specification of definitions details) Rules, 2014]	No relations to any other director
F	Names of other companies in which directorship held (as per Section 165 of the Companies Act, 2013):	1. Source Industries India Limited 2. AARV Infratel Limited 3. Jyoti Bio-Energy Limited
G	Name(s) of the companies in which committee Membership(s) held	NIL
H	No. of shares of ` 10/- each held by the Director his relatives Total	NIL
I	Last Remuneration drawn	2,40,000/-
J	No. of Board Meetings attended during the year	5 out of 5

(ii) Mr. Durga Venkata Vara Chadalawada Prasad Rao

As required under this regulation, the particulars of Directors, **Mr. Durga Venkata Vara Chadalawada Prasad Rao** who is proposed to be re-appointed, is given below:

A	Name	Mr. Durga Venkata Vara Chadalawada Prasad Rao
B	Brief Resume	
	i. Age	48 years
	ii. Qualification	M.Com.,
	iii. Experience in specific functional area	22 years
	iv. Date of appointment on the Board of the Company	12 th November, 2021
C	Nature of his expertise inspecific functional areas	He has an experience of 22 years in the Finance and Secretarial departments.
D	Terms and Conditions	As mentioned in the Resolution
E	Relationship between Directors interse [as per section 2(77) of the Companies Act, 2013, read with Rule 4 of the Companies (Specification of definitions details) Rules,2014]	No relations to any other director
F	Names of other companies in which directorship held (as per Section 165 of the Companies Act, 2013):	1. Saanso Pharma Pvt. Ltd. 2. Sai Naren Holdings Pvt. Ltd. 3. Arun Power Projects Limited 4. Sai Naren Properties Pvt. Ltd. 5. GVP Infra Project Pvt. Ltd.
G	Name(s) of the companies in which committee Membership(s) held	1 out of 1
H	No. of shares of ` 10/- each held by the Directorhis relativesTotal	50,000/-
I	Last Remuneration drawn	NIL
J	No.of Board Meetings attended during the year	5 out of 5

CDSL e-Voting System – For Remote e-voting

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING:

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

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

- (i) The voting period begins on 27th September 2022, 10 am and ends on 29th September 2022, 5pm. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 23.09.2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

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

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

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

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

Pursuant to abovesaid SEBI Circular, Login method for e-Voting for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

SOPHIA TRAEXPO LIMITED

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<p>1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi.</p> <p>2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
Individual Shareholders holding securities in demat mode with NSDL	<p>1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen</p>

	digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/ CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

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

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

- (1) The shareholders should log on to the e-voting website www.evotingindia.com.
- (2) Click on “Shareholders” module.
- (3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- (4) Next enter the Image Verification as displayed and Click on Login.

SOPHIA TRAEXPO LIMITED

- (5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- (6) If you are a first-time user follow the steps given below:

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

- (vi) After entering these details appropriately, click on "SUBMIT" tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.

(xvii) Additional Facility for Non - Individual Shareholders and Custodians -For Remote Voting only.

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; sophiatraexpolimited@gmail.com (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

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

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

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

**For and on behalf of the Board
For SOPHIA TRAEXPO LIMITED**

**Sd/-
YERRAPRAGADA MALLIKARJUNARAO
Chairman & Whole Time Director
(DIN:00905266)**

Date: 06th September 2022
Place: Hyderabad

SOPHIA TRAEXPO LIMITED

DIRECTOR'S REPORT

To

The Members,

Your Directors have pleasure in presenting the 39th Annual Report of 'Sophia Traexpo Limited' (the Company) together with the Audited accounts for the financial year ended 31st March 2022.

FINANCIAL RESULTS:

The performance of the Company for the financial year ended 31st March 2022 is summarised below:

(Amount in Rs. Lakhs)

PARTICULARS	Financial Year 2021-22	Financial Year 2020-21
Total Revenue	-	-
Profit / loss Before Interest, Depreciation, and Taxes	-24.56	14.88
Depreciation / Amortization	-	0.11
Net Profit / Loss Before Tax	-24.56	-14.77
Provision for Taxation	-	0.107
Net Profit / Loss After Tax	-24.56	-14.87

FINANCIAL PERFORMANCE AND STATE OF COMPANY'S AFFAIRS:

During the year under review, Company has not made any revenue and recorded a loss of Rs.24.56 lakhs as against loss of Rs. 14.87 lakhs in the previous year due to operational and technical issues and the plant shutdown, Company could not register revenue in the current financial year.

TRANSFER OF AMOUNT TO GENERAL RESERVE:

The Company has not proposed to transfer any amount to the general reserve for the financial year ended 31st March, 2022.

DIVIDEND:

The Board of directors do not recommend any dividend for the year as at 31st March, 2022.

DIVIDEND DISTRIBUTION POLICY:

Pursuant to Regulation 43A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [SEBI Listing Regulations], the Board of Directors of the Company had formulated a Dividend Distribution Policy ('the Policy'). The Policy is available on the Company's website URL: www.sophiatraexpo.com

LISTING OF EQUITY SHARES:

The Company shares are listed in BSE Limited and are infrequently traded.

There is no change in share capital: -

- Buy Back of Securities:- The company has not bought back any of its securities.
- Sweat Equity Shares:- The company has not issued any Sweat Equity Shares.
- Bonus Shares:- No Bonus shares were issued during the year.

- Preference Shares/Debentures:- Company has not issued any Preference shares/Debentures.
- Employees Stock Option Plan-Company has not provided any Stock Option Scheme.

DIRECTORS & KEY MANAGERIAL PERSONAL:

Appointment / Re-appointment

As reported in the previous year, Mr Durga Venkata Vara Chadawalada Prasad Rao (DIN: 02304831) was appointed as an Additional and Non-Executive Independent Director on the Board of the Company with effect from November 12th 2021.

In terms of the provisions of sub-section 152 of the act, 2013 two third of the total number of directors i.e., excluding Independent Directors are liable to retire by rotation and out of which, one third is liable to retire by rotational every annual general meeting.

Mr. Yerrapragada Mallikarjuna Rao (DIN:00905266), is liable to retire by rotation, at AGM and being eligible, offer himself for re-appointment.

Smt. Lakshmi Nekkanti Satyasri and Shri. Srinivas Rao Bolla are independent directors of the company and hold office till 25th July, 2025 and 19th August 2025 respectively .

DECLARATION BY INDEPENDENT DIRECTORS

The terms of Section 149 of the Act and SEBI Listing Regulations, Mr. Durga Venkata Vara Chadawalada Prasad Rao, Mr Srinivas Rao Bolla, Ms Lakshmi Nekkanti Satyasri are the Independent Directors of the Company as on date of this report.

All Independent Directors of the Company have given requisite declarations under Section 149(7) of the Act, that they meet the criteria of independence as laid down under Section 149(6) of the Act along with Rules framed there under, Regulation 16(1)(b) of SEBI Listing Regulations and have complied with the Code of Conduct of the Company as applicable to the Board of directors and Senior Managers. In terms of Regulation 25(8) of the SEBI Listing Regulations, the Independent Directors have confirmed that they are not aware of any circumstance or situation, which exists or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgement and without any external influence. The Company has received confirmation from all the Independent Directors of their registration on the Independent Directors Database maintained by the Indian Institute of Corporate Affairs, in terms of Section 150 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014.

In the opinion of the Board, the Independent Directors possess the requisite expertise and experience and are persons of high integrity and repute. They fulfill the conditions specified in the Act as well as the Rules made there under and are independent of the management

Independent Directors of the company have additionally met 2 times in the financial year 2021-22, including for:-

- a. To review the performance of non-independent Directors and the Board as a whole,
- b. To review the performance of Board taking into account the views of executive and non-executive directors;
- c. To assess the quality, quantity and timeliness of flow of information between the company management and the Board which is necessary for the Board to effectively and reasonably perform their duties.

SOPHIA TRAEXPO LIMITED

APPOINTMENT OF THE REGISTRAR & SHARE TRANSFER AGENT:

At present Venture Capital and Corporate Investments Pvt. Ltd. is the Registrar & Share Transfer Agent of the Company. Members may contact the RTA for resolving any query related to shares or for effecting transfer of shares, etc.

CODE OF CONDUCT:

Company has laid down a "Code of Business Conduct and Ethics" for the Directors and the Senior Management Personnel. The Board has also approved a Code of Conduct for the Non-executive Directors of the Company, which incorporates the duties of Independent Directors as laid down in Schedule IV of Companies Act, 2013.

CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING:

Code of Conduct for the Prevention of Insider Trading is in accordance with the requirements specified in the SEBI (Prohibition of Insider Trading) Regulations, 2015 and the Board has adopted the same. Insider Trading Policy explains the guidelines and procedures to be followed and disclosures to be made while dealing with shares as well as the consequences of violation of norms. Insider Trading Policy is available on the website of the Company.

KEY MANAGERIAL PERSONNEL:

In terms of Section 203 of the Act, the Key Managerial Personnel ('KMPs') of the Company during FY 2021-22 are:

1. Yerrapragada Mallikarjuna Rao was WTD & CFO (re appointed for another term and hold office till 29 December 2025)
2. Medatati Raghavender Rao was Company Secretary (with effect from 09th October 2020)

MEETINGS OF BOARD:

During the year, the Board of Directors met 5 times, i.e., on June 30, 2021; August 13, 2021; September 03, 2021; November 12, 2021; February 14th, 2022. For details, please refer to the Report on Corporate Governance, which forms a part of this Annual Report.

The maximum interval between any two meetings did not exceed 120 days

COMMITTEES OF THE BOARD:

The Committees of the Board focus on certain specific areas and make informed decisions in line with the delegated authority.

The following Committees constituted by the Board function according to their respective roles and defined scope:

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

Details of composition, terms of reference and number of meetings held for respective committees Further, during the year under review, all recommendations made by the various committees have been accepted by the Board.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION:

The Company's Policy on Directors' appointment and remuneration and other matters provided in Section 178(3) of the Act.

Selection and procedure for nomination and appointment of Directors:

The NRC is responsible for developing competency requirements for the Board based on the industry and strategy of the Company. The Board composition analysis reflects in-depth understanding of the Company, including its strategies, environment, operations, financial condition and compliance requirements. The NRC conducts a gap analysis to refresh the Board on a periodic basis, including each time a director's appointment or re- appointment is required. The NRC reviews and vets the profiles of potential candidates vis-à-vis the required competencies, undertakes due diligence and meeting potential candidates, prior to making recommendations of their nomination to the Board.

FIXED DEPOSITS:

Your Company has not accepted any fixed deposits and as such no principal or interest was outstanding as on the date of the Balance sheet.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS: N.A.

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

PREVENTION OF SEXUAL HARRASSMENT:

The Company has zero tolerance for sexual harassment at workplace and has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed there under. Internal Complaints Committee ('ICC') is in place for all works and offices of the Company to redress complaints received regarding sexual harassment.

During FY 2021-22, the Company had received 0 complaints on sexual harassment.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement of Section 134(5) of the Companies Act, 2013 and based on the representations received from the management, the directors hereby confirm that:

- i. In the preparation of the annual accounts for the financial year 2021-22, the applicable accounting standards have been followed and there are no material departures.
- ii. They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the financial year;
- iii. They have taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Act. They confirm that there are adequate systems and controls for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. They have prepared the annual accounts on a going concern basis;
- v. They have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating properly; and
- vi. They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively

VIGILANCE MECHANISM / WHISTLE BLOWER POLICY:

The Company believes in the conduct of the affairs of its constituents in a fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethical behavior. In line with the Sophia Code of Conduct ('SCoC'), any actual or potential violation, howsoever insignificant or perceived as such, would be a matter of serious concern for the Company. The role of the employees in pointing out such violations of the SCoC cannot be undermined. Pursuant to Section 177(9) of the Act, a vigil mechanism was established for directors and employees to report to the management instances of unethical behavior, actual or suspected, fraud or violation of the Company's code of conduct or ethics policy. The Vigil Mechanism provides a mechanism for employees of the Company to approach the Chairperson of the Audit Committee of the Company for redressal. No person has been denied access to the Chairperson of the Audit Committee. In addition to the above, the employee also has an option to approach the Chief Ethics Counsellor ('CEC'). Details of the Vigil Mechanism and Whistle Blower Policy is available on the Company's website at URL: www.sophiatraexpo.com

AUDIT:

STATUTORY AUDITORS:

M/s NSVR & Associates LLP has been re appointed as the Statutory Auditors of the Company for a period of 5 years i.e. till the conclusion of 44th Annual General Meeting by the members of the Company subject to ratification by the members at their subsequent AGM as stipulated in Section 139 of the Companies Act, 2013. Where as the provisions of Section 139 of the Companies Act, 2013 relating to ratification of appointment of auditors by the members has been omitted by the Companies (Amendment) Act, 2017, their appointment is valid till the conclusion of 44th AGM of the Company

AUDITORS' REPORT:

There are no qualifications, reservations or adverse remarks made by M/s NSVR & Associates LLP Statutory Auditors in their report for the Financial Year ended 31st March, 2022. The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company under sub-section (12) of section 143 of the Companies Act, 2013, during the year under review.

INTERNAL AUDITORS:

The Board of Directors based on the recommendation of the Audit Committee has re-appointed Ms. Sravanti Karuturi Chartered Accountant (Membership No.239567 Hyderabad, as the Internal Auditor of your Company. The Internal Auditors are submitting their reports on quarterly basis.

INTERNAL FINANCIAL CONTROLS AND THEIR ADEQUACY:

According to Section 134(5)(e) of the Companies Act, 2013 the term Internal Financial Control (IFC) means the policies and procedures adopted by the company for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, safeguarding of its assets, prevention and detection of frauds, errors, accuracy and completeness of the accounting records and timely preparation of financial information. Company has well placed, proper and adequate internal financial control system, commensurate with the size, scale and complexity of its operations. The scope and authority of the Internal Audit function is well defined in the Organization. The internal financial control system ensures that all assets are safeguarded and protected and that the transactions are authorized, recorded and reported correctly. Internal Auditors independently evaluate the adequacy of internal controls and audit the transactions. Independence of the audit and compliance is ensured by timely supervision of the Audit Committee over Internal Audit findings. Significant audit observations and corrective actions as suggested are presented to the Audit Committee on regularly basis.

SECRETARIAL AUDITOR:

M/s. N.Vanitha, Practicing Company Secretary, was appointed to conduct the Secretarial Audit of the Company for the financial year 2021-22, as required under Section 204 of the Companies Act, 2013 and Rules made there-under. The secretarial audit report for FY 2021 - 22, is given in Form No: MR 3 is herewith annexed as Annexure-I attached hereto and forms part of this Report. The Board has appointed M/s. N.Vanitha, Practicing Company Secretary, as secretarial auditors of the Company for the financial year 2021-22.

SECRETARIAL AUDIT REPORT:

There are no qualifications, reservations or adverse remarks made by M/s. N.Vanitha , Practicing Company Secretary in their report for the Financial Year ended 31st March, 2022 - Annexure-1.

RISK MANAGEMENT POLICY:

The Company has developed and implementing a risk management policy which includes the identification there in of elements of risk, which in the opinion of the board may threaten the existence of the Company.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

Pursuant to the provisions of section 135(1) and read with all other applicable provisions of the Companies Act, 2013 and the Companies (Corporate social responsibility policy) Rules,2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), corporate social responsibility is not applicable to the Company for the financial year 2021-22.

AUDIT COMMITTEE:

The Board has constituted Audit Committee as per the provisions of Section 177 of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Audit Committee of the Company comprises Smt. Lakshmi Nekkanti Satyasri - Chairman, Shri. Srinivas Rao Bolla- Member and Shri. Durga Venkata Vara Chadalawada Prasad Rao -Member.

All the recommendations made by the Audit Committee of the Company have been considered and accepted by the Board of Directors of the Company.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE OUTGO:

Information required under section134 (3) (m) of the Companies Act,2013, read with Rule 8 of the Companies (Accounts) Rules, 2014, is enclosed herewith as Annexure-II.

PARTICULARS OF EMPLOYEES:

Disclosure pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed to the Report as Annexure-1 Statement containing particulars of top 10 employees and the employees drawing remuneration in excess of limits prescribed under Section 197 (12) of the Act read with Rule 5(2) and (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is provided as a separate Annexure forming part of this Report. In terms of proviso to Section 136(1) of the Act, the Report and Accounts are being sent to the Members, excluding the aforesaid Annexure. The said Statement is also open for inspection by the Members through electronic mode. Any member interested in obtaining a copy of the same may write to the Company Secretary. None of the employees listed in the said Annexure are related to any Director of the Company.

BUSINESS RESPONSIBILITY REPORT:

Pursuant to Regulation 34(2)(f) of the SEBI Listing Regulations, the Business Responsibility Report (BRR) on initiatives taken from an environmental, social and governance perspective, in the prescribed format is

SOPHIA TRAEXPO LIMITED

available as a separate section of the Annual Report and is also available on the Company's website URL: www.sophiatraexpo.com

OPERATIONS:

Our reputation for excellence and integrity earned through the consistent delivery of quality work & by adhering the standard of business conduct through principles of Corporate Governance continues to be most valuable assets. As we position ourselves for the future, our standard of excellence, integrity and accountability will serve us well. Further, no material events, commitment and changes occurred between the end of the financial year of the company to which the financial statements relate and to the date of this Report

ANNUAL RETURN:

Pursuant to Section 92(3) of the Act and Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return for FY 2021-22 is available on Company's website at URL: www.sophiatraexpo.com

SUBSIDIARIES:

The Company has no subsidiaries as on 31st March, 2022. Annexure-III

CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

During the Financial Year 2021-22, Company has not entered significant related party transaction.

EXTRACT OF ANNUAL RETURN:

The Annual Return of the Company for the financial year 2021-22 is on the website www.sophiatraexpo.com

STATE OF AFFAIRS OF THE COMPANY:

The State of Affairs of the Company is presented as part of Management Discussion and Analysis Report forming part of this Report.

MANAGEMENT DISCUSSION AND ANALYSIS:

Pursuant to Regulation 34(2)(e) of SEBI (LODR) Regulations, 2015, are part of Management Discussion & Analysis is herewith annexed as Annexure-V.

CORPORATE GOVERNANCE: N.A.

Company is having paid up equity share capital of Rs.5,10,00,000 which is not exceeding Rs.10 crore and Net worth is not exceeding Rs.25 crore, as on the last day of the financial year 2021-2022. Hence the provisions of Regulations 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27 and clauses (b) to (i) of sub-regulation 2 of Regulation 46 and para C, D & E of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, are not applicable to the Company.

PARTICULARS OF EMPLOYEES:

The information required pursuant to Section 197(12) read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, in respect of employees of the Company is herewith annexed as Annexure-VI.

The Company does not have any employee who is employed through out financial year or part thereof, who was in receipt of remuneration in financial year under review which in aggregate, or as the case may be, at a rate which in the aggregate is in excess of that drawn by the Managing Director or Whole time director and holds by himself or along with his spouse and dependent children not less than 2% of the equity shares of the Company

HUMAN RESOURCES:

Your Company considers its Human Resources as the key to achieve its objectives. Keeping this in view, your Company takes utmost care to attract and retain quality employees. The employees are sufficiently empowered and such work environment propels them to achieve higher levels of performance. The unflinching commitment of the employees is the driving force behind the Company's vision. Your Company appreciates the spirit of its dedicated employees.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

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

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

There were no material changes and commitments affecting the financial position of the Company that have occurred between the end of the Financial Year 2021-22 of the Company and the date of this report.

SECRETARIAL STANDARDS:

The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively.

INVESTOR EDUCATION AND PROTECTION FUND:

Refer Report on Corporate Governance para on Transfer of unclaimed / unpaid amounts / shares to the Investor Education and Protection Fund ('IEPF') for additional details.

ACKNOWLEDGEMENTS:

Your Directors wish to express their gratitude to the central and state government, investors, analysts, financial institutions, banks, business associates and customers, the medical profession, distributors and suppliers for their whole-hearted support. Your directors commend all the employees of your company for their continued dedication, significant contributions, hard work and commitment.

For and on behalf of the Board
For SOPHIA TRAEXPO LIMITED

Sd/-
YERRAPRAGADA MALLIKARJUNARAO
Chairman & Whole Time Director
(DIN:00905266)

Date: 06th September, 2022
Place: Hyderabad.

**FORM NO. MR-3
SECRETARIAL AUDIT REPORT**

For the Financial year ended 31st March, 2022

(Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9
of the Companies (Appointment and Remuneration Personnel)

To

The Members,

SOPHIA TRAEXPO LIMITED

2nd Floor,"JYOTHI PINACLE", Part of Survey No. 11,
Kondapur Village, Serlingampally Mandal and Municipality,
Ranga Reddy District, Hyderabad - 500084

We have conducted the Secretarial Audit of the compliances of applicable statutory provisions and the adherence to good corporate practices by **Sophia Traexpo Limited** (herein after 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 my opinion thereon.

Based on our verification of the **Sophia Traexpo Limited**, books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we here by report that in our opinion, the Company has during the audit period covering the financial year ended on **31st March, 2022** complied with the statutory provisions listed hereunder and also that the Company has proper Board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and return field and other records maintained by **Sophia Traexpo Limited** for the Financial Year ended on **31st March, 2022** according to the provisions of:
 - i. The Companies Act, 2013 (the Act) and the rules made there under;
 - ii. The Securities Contract (Regulation) Act, 1956 (SCRA) and the rules made there under;
 - iii. The Depositories Act, 1996 and Regulations and Bye Laws framed there under;
 - iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial borrowing (Not applicable to the Company during the audit period);
 - v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act)
 - (a) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR);
 - (b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011(SAST);
 - (c) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (ICDR) and amendments from time to time; (No instances)
 - (e) The Securities and Exchange Board of India Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (No instances for compliance requirements during the year);

- (f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (No instances for compliance requirements during the year)
- (g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;(No instances for compliance requirements during the year)
- (h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (No instances for compliance requirements during the year);and
- (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, (No instances for compliance requirements during the year);

There is no other specific law which is applicable to the Company as the Company is operating as management consultant of a factory.

2. We have also examined compliance with the applicable clauses of the following and report that:
- (a) Secretarial Standards SS-1 and SS-2 with respect to meetings of the board of directors and general meetings respectively issued and notified by The Institute of Company Secretaries of India which came into force w.e.f. 1st July, 2015 under the provisions of section 118(10) of the Act.
 - (b) During the period under review, the Company has complied with the provisions of the Companies Act, Rules, Secretarial Standards, etc. mentioned above except that In case of filing of few forms / returns with delay by paying additional amount.
3. During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that:

- (a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. Changes in Directors for the period under review were carried out in compliance with the provisions of the Act which is as follows :
 - i. Appointment of Ch DV V Prasad as Additional Non Executive Independent director of the company on 12th November, 2021
 - ii. Resignation of Mr. Nageswara Rao Balusupati as Independent Director on 15th September, 2021.
- (b) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- (c) All the decisions at the Board Meetings and Committee Meetings have been carried out unanimously as recorded in the Minutes of the meetings of the Board of Directors or Committee of the Board, as the case maybe.
- (d) There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

SOPHIA TRAEXPO LIMITED

Practicing Company Secretary

Sd/-

N.Vanitha

M.No.26859

C.P.No.10573

UDIN : A026859D000922314

Date: 06th September, 2022

Place: Hyderabad

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

'Annexure A'

To
The Members,
SOPHIA TRAEXPO LIMITED
2nd Floor, "JYOTHI PINACLE",
Part of Survey No.11, KondapurVillate,
Serlingampally Mandal, Ranga Reddy District,
Hyderabad-
Telangana, 500084 India,

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

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

Practicing Company Secretary

Sd/-

N.Vanitha

M.No.26859

C.P.No.10573

UDIN : A026859D000922314

Date: 06th September, 2022

Place: Hyderabad

Conservation of energy, technology absorption, foreign exchange earnings and outgo
(Particulars pursuant to the Companies (Accounts) Rules, 2014)

A. Conservation of Energy:

Energy Conservation measure taken – “NIL”

Impact of the clause (1) and (2) above for reduction of energy consumption and consequent impact on the production of goods-”NIL”

B. Technology Absorption:

1. Efforts, in brief, made towards technology absorption, adoption and innovation: ”NIL”
2. Benefits derived as a result of the above efforts, Ex; product improvement, cost reduction, product development, import substitution etc. : “NIL”
3. Import of technology : “NIL”

C. Research and Development:

1. Specific areas in which R& D carried out by the Company :Nil
2. Benefits derived as a result of the above R&D :Nil
3. Future plan of action :Nil
4. Expenditure on R &D
 - a) Capital :Nil
 - b) Recurring :Nil
 - c) Total :Nil
 - d) Total Expenditure on R & D as a percentage of total turnover :Nil

A. Foreign Exchange Earnings and outgo.

Foreign Exchange earnings during the year is Rs. 0 (ZERO) & Outflow is Rs.0 (ZERO).

For and on behalf of the Board
For SOPHIA TRAEXPO LIMITED

Sd/-
YERRAPRAGADA MALLIKARJUNARAO
Chairman & Whole Time Director
(DIN:00905266)

Date: 06th September, 2022

Place: Hyderabad.

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5
of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/ associate companies/
joint ventures

Part “A”: Subsidiaries

The Company has no subsidiaries.

Part “B”: Associates and Joint Ventures

Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and
Joint Ventures: Not applicable

For and on behalf of the Board
For SOPHIA TRAEXPO LIMITED

Sd/-
YERRAPRAGADA MALLIKARJUNARAO
Chairman & Whole Time Director
(DIN:00905266)

Date: 06th September, 2022
Place: Hyderabad.

MANAGEMENT DISCUSSION AND ANALYSIS**A. INDUSTRY STRUCTURE & DEVELOPMENTS GLOBAL PAPER INDUSTRY OVERVIEW**

The Global Paper & Paperboard Packaging Market is expected to grow at a CAGR of 3.6% over medium to long term and reach USD 264 billion driven by expansion of businesses globally by 2025.

World paper output is expected to increase to 450 million metric tonnes by the year 2021 from 410 million in 2017. With Global economies transitioning towards digital interface the paper industry are under going a structural change. However, the Paper has found new applications across categories, like packaging, paperbags, paper towels / tissues, etc. The paper industry is witnessing the end of dominance by traditional Western Markets and a new, more competitive business environment is taking shape giving rise to dynamic playing fields for the world's paper, tissue and packaging board industry.

The world's three largest paper producing countries - China, United States and Japan, collectively account for approximately half of the world's total paper production. Last couple of years has been better for the paper industry as there have been few capacity withdrawals which helped to improve the utilization of the existing capacities.

The graphic paper market is expected to continue to face declining demand worldwide. But this decline should be balanced by the increase in demand for packaging - industrial as well as consumer and tissue products. All in all, demand for fibre-based products is set to increase globally with some segments growing faster than others. The one hazy spot in demand might be concerns over how fast it will grow in China. Given China's weight in the global paper and board market, even relatively modest slowdown can have significant impact.

Impact on Paper Industry post COVID-19

Noble Corona virus outbreaks have developed across the globe and are causing widespread concerns and hardship for consumers and business alike. With number of COVID-19 rising, the Anxiety levels are also on the rise. The manufacturing sector has been facing quite a few challenges like lower demand and uncertain outlook, the paper manufacturers are a no exceptions to this.

INDIAN PAPER INDUSTRY

India holds 15th rank among paper producing countries in the world, however, the country's share in global paper demand is gradually increasing with rising domestic demand while demand in the western nations is contracting.

The Indian paper industry has continued to witness steady growth and the domestic demand grew from 9.3 million tonnes in FY08 to 17.1 million tonnes in FY18 at a CAGR of 6.3%. Overall paper demand is expected to grow at a CAGR of 6-7% and is likely to reach approximately 22 million tonnes in 2021-22.

The per capita consumption of paper in India currently stands at about 13 kg which is relatively lower compared to global average which stands at 57 Kg per capita and 40 kg per capita for Asian peers. However, the per capita consumption is expected to touch about 17 Kg by 2024-25.

The paper Industry is fragmented with over 750 paper mills, of which less than 100 mills have a capacity of 50,000 TPA or more. Most of the paper mills are in existence for a long time and hence the existing technologies fall in a wide spectrum ranging from oldest to the most modern. However, the focus of paper industry is now shifting towards more eco-friendly products and technology. The mills use a variety of raw material viz. wood, bamboo, recycled fibre, bagasse, wheat straw, rice husk etc. The specie wise share is 30-35% wood based, 45-50% recycled fibre based and 20-22% agro residue based raw material.

The Indian Paper Industry currently has a turnover (net of taxes) of approximately 70,000 Crores and contributes over 5,000 Crores per annum to the national exchequer. Even more importantly it provides employment opportunities to over 2 million people directly and indirectly, mostly in rural areas.

Raw material concerns

The availability of raw-material has always been a matter of concern for the Industry. Against the current demand of 11 million TPA for pulp able wood by paper Industry, domestic availability is 9 million TPA only. The projected demand is expected to increase significantly, and hence the Industry has been requesting the Government to allot degraded revenue and forest lands. This will not only fulfill the requirement of raw- material, but also would result in employment generation for rural unskilled population. However, the government has not considered the request. Nevertheless, the Industry in general has taken initiatives by taking up Farm / Social Forestry programme whereby plantation is taken in a big way on the unproductive revenue land and thus generating not only income to the farmers but also providing employment to the rural unskilled population.

B. OPPORTUNITIES AND THREATS PAPER DIVISION

With the growth in GDP, the low per capita consumption of Paper & Paperboard in the Country is bound to improve, resulting in increased consumption of paper. As against the present per capita consumption of 13 kg, every one kg incremental per capita consumption results in additional demand of more than one million ton a year. This indicates there is a lot of scope for growth of paper demand in India.

Increasing population and literacy rate, improvement in manufacturing sector and changing lifestyle of individuals are expected to further boost the demand of paper in India. Additionally, increasing environmental concerns and awareness resulting in ban on single use plastic material by many states and the thrust of the Union Govt. to ban it in a phased manner, has opened up new market for paper industry.

However, there is increasing threat from imported paper as the Import duty on Paper & Paperboard for ASEAN countries has been reduced to Zero since 2014, which resulted in cheaper imports of 2.90 million tonnes of paper in 2018-19 from ASEAN Countries, with 8 Year CAGR of 33.51%. Overall Imports of paper was 14.78 million tonnes in the year 2018-19 with 8 year CAGR of 13.54%. During the 9 months period between April-December 2019, the overall paper and paperboard (excluding newsprint) imports has increased by 16% to approximately 1.3 million metric tonnes from approximately 1.1 million metric tonnes for the corresponding period of the previous year.

Imposition of definite Anti Dumping duty in benchmark form by Govt. of India from 04.12.2018 for a period of 3 years on import of copier paper from Indonesia, Thailand and Singapore has not yielded desired result and still there is large price gap between imported and Indian copier paper.

Performance Review

Discussion on Financial Performance with respect to Operational Performance:

1. Total Income:

During the year under review Sophia Traexpo Limited did not make any income due to plant shutdown.

2. Share Capital:

The paidup share capital as on 31st March, 2022 is 5,10,00,000/- divided into 51,00,000 fully paid-up equity shares of Rs.10/-each

3. Net Profit:

The Company Registered a loss of Rs. -24,56,301 lacks during the year.

4. Earnings PerShare (EPS):

The Earning per Share for the Financial Year 2021-22 is -0.48

SOPHIA TRAEXPO LIMITED

Your directors are putting continuous efforts to increase the performance of the Company and are hopeful that the performance in coming year will overcome from the present situation.

Human resource:

Your company recognizes that the human resources are the most crucial factor for achieving sustained growth over the years. The management considers it's highly motivated and passion driven workforce as its partner in the growth of the company.

For and on behalf of the Board
For SOPHIA TRAEXPO LIMITED

Sd/-
YERRAPRAGADA MALLIKARJUNARAO
Chairman & Whole Time Director
(DIN:00905266)

Date: 06th September, 2022
Place: Hyderabad.

Annexure-VI

PARTICULARS OF EMPLOYEES

[Pursuant to Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

- i) The percentage of increase in remuneration of each Director and Chief Financial Officer during the financial year 2021-22, ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2021-22 and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under:

S. No.	Name of Director/ KMP and Designation	The ratio of the remuneration of each director to the median remuneration of the employees for the financial year	The Percentage increase in remuneration of each director, CFO, CEO in the financial year
1	Yerrapragada Mallikarjuna Rao	2,40,000 P.A	NIL
2	Medatati Raghavendra Rao	3,00,000	NIL

- i) In the financial year, there was an increase of NIL % in the median remuneration of employees;
- ii) There were NIL employees on the rolls of Company as on March 31,2021;
- iii) Average percentage increase made in the salaries of employees other than the managerial personnel in the last financial year i.e., 2021-22 was NIL % whereas the decrease/ increase in the managerial remuneration for the same financial year was NIL%.
- iv) It is here by affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

A) Employees in the terms of Remuneration:

S. No.	Employee name	Designation	Educational qualification	Age	Experience	Date of Joining	Gross remuneration paid	Previous employment and designation, If any	No. Shares held, If any
1	Yerrapragada Mallikarjuna Rao	WTD & CFO	Graduation	57	29 years	25.12.2016	2,40,000 P.A	NA	-
2	Medatati Raghavendra Rao	CS	M.Com., ACS	34	5 years	10.10.2020	3,00,000	NA	-

For and on behalf of the Board
For SOPHIA TRAEXPO LIMITED

Sd/-
YERRAPRAGADA MALLIKARJUNARAO
Chairman & Whole Time Director
(DIN:00905266)

Date: 06th September, 2022
Place: Hyderabad.

GEO/CFO CERTIFICATION

I, Yerrapragada Mallikarjuna Rao, Whole Time Director, to the best of my knowledge and belief, certify that:

- a. I have reviewed the financial statements including cash flow statement (standalone) for the financial year ended March 31, 2022 and to the best of our knowledge and belief:
 - i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's code of conduct.
- c. I accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to address these deficiencies.
- d. I have indicated to the auditors and the Audit Committee:
 - i) significant changes in the internal control over financial reporting during the year;
 - ii) Significant changes in the accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii) that there are no instances of significant fraud of which they have become aware of and involvement there in of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For and on behalf of the Board
For SOPHIA TRAEXPO LIMITED

Sd/-
YERRAPRAGADA MALLIKARJUNARAO
Chairman & Whole Time Director
(DIN:00905266)

Date: 06th September, 2022
Place: Hyderabad.

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF SOPHIA TRAEXPO LIMITED

Report on the Audit of the Financial Statements Opinion

We have audited the accompanying financial statements of **SOPHIA TRAEXPO LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit and total comprehensive income, and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

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

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report there on.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during 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 mis-statement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the Accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 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 in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020, issued by the department of company affairs, in terms of section 143 (11) of the companies Act, 2013, and on the basis of our examination of the books and records as we considered appropriate and according to the information and explanation given to us, we give in the "Annexure B" a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Companies Act 2013, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

SOPHIA TRAEXPO LIMITED

- c) The Balance Sheet and Statement of Profit and Loss and Cash flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financials comply with the Accounting Standards specified under of Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on March 31, 2022, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of sub section (2) of section 164 of the Companies Act, 2013.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) There are no pending litigations for or against the Company which would impact its financial position.
 - ii) The company does not have any derivatives contracts. Further there are no long term contracts for which provisions for any material foreseeable losses is required to be made.
 - iii) There are no amounts pending that are required to be transferred to Investor Education and Protection Fund.

For NSVR & ASSOCIATES LLP.,
Chartered Accountants
(FRN No.008801S/S200060)

R Srinivasu
Partner

M.No:224033

UDIN: 22224033AJKWSL6687

Date: 23.05.2022
Place: Hyderabad

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

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

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of **SOPHIA TRAEXPO LIMITED** (“the Company”) as of March 31, 2022 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 Board of Directors of the Company 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 respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act,2013.

Auditor’s Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 internal financial controls system over financial reporting of the Company.

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 statement for external purpose in accordance with generally accepted accounting principles. A company's internal financial controls over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company;

SOPHIA TRAEXPO LIMITED

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.

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 mis-statements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion:

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India

For NSVR & ASSOCIATES LLP.,
Chartered Accountants
(FRN No.008801S/S200060)

R Srinivasu
Partner

M.No:224033
UDIN: 22224033AJKWSL6687

Date: 23.05.2022
Place: Hyderabad

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

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

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that

- i. In respect of the Company's fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
 - (b) Maintenance of Proper records for Intangible records is not applicable to the company.
 - (c) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
 - (d) According to the information and explanations given to us, the company does not own any immovable Properties at the balance sheet date, hence the clause of reporting whether the title deeds are held in the name of company is not applicable.
 - (e) The Company has not revalued any of its Property, Plant and Equipment during the year.
 - (f) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made there under.
- ii.
 - (a) The company does not have any inventory and hence reporting under clause 3(ii)(a) is not applicable.
 - (b) The Company has not been sanctioned working capital limits in excess of ` 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii (a), (b) and (c) of the order are not applicable to the Company.
- iv. The company has not advanced any loans, guarantees to directors of the company. Hence these clause is not applicable to the company.
- v. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- vi. As per information & explanation given by the management, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.
- vii. In respect of statutory dues:
 - (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. There were no

SOPHIA TRAEXPO LIMITED

undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.

- (b) There are no disputed dues Pending as on March 31,2022.
- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. The Company has not defaulted in repayment of Loans or borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
- (a) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (b) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (c) On an overall examination of the financial statements, Company has not raised fund any funds during the Year.Hence, this clause is not applicable.
- (d) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations.
- (e) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

- xi. No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

No whistle blower complaints received by the Company during the year (and upto the date of this report).

- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

SOPHIA TRAEXPO LIMITED

- xv. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

- xvii. The Company has incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

Details of such cash loss is Provided in below table:

Rs. in lakhs

Particulars	FY 2021-22	FY 2020-21
Net Profit Before Tax Cash and cash equivalents	(24.56)	(14.77)
Add: Depreciation on Account of PPE	0.02	0.11
Cash Loss	(24.54)	(14.66)

- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are Opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;
- xx. Transfer to fund specified under Schedule VII of Companies Act, 2013 not applicable to the company.

For NSVR & ASSOCIATES LLP.,
Chartered Accountants
(FRN No.008801S/S200060)

R Srinivasu
Partner

M.No:224033

UDIN: 22224033AJKW/SL6687

Date: 23.05.2022
Place: Hyderabad

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2022

PARTICULARS	Note No.	For the Period Ended 31.03.2022	For the Period Ended 31.03.2021
Income			
Revenue from operations	2.13	-	-
Total Revenue from operations		-	-
Other income	2.14	-	-
Total Income		-	-
Expenses			
Cost of materials consumed	2.15	-	-
Changes in inventories		-	-
Employee benefits expense	2.16	5.40	3.55
Depreciation and amortization expense	2.1	0.02	0.11
Other expenses	2.17	19.14	11.11
Total Expenses		24.56	14.77
Profit before tax		-24.56	-14.88
Tax expense			
(1) Current tax		-	0.12
(2) Deferred tax		-	-0.01
Net Profit for the Period		-24.56	-14.88
Other comprehensive income (OCI)			
(a) (i) Items that will not be reclassified to profit or loss		-	-
(ii) Tax on items that will not be reclassified to profit or loss		-	-
(b) (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Total Other Comprehensive income		-	-
Total Comprehensive income		-24.56	-14.88
Earnings per equity share (Face value of Rs.10/- each)			
(1) Basic		-0.48	-0.29
(2) Diluted		-0.48	-0.29

The notes form an integral part of these financial statements 1 to 2.17

As per our report of even date
For NSVR & ASSOCIATES LLP
Chartered Accountants
FRN : 008801S/S200060

For and on behalf of the Board of Directors
SOPHIA TRAEXPO LIMITED

Sd/-
R Srinivasu
 Partner
 M.No. 224083
 UDIN: 22224033AJKWSL6687

Sd/-
Lakshmi Nekkanti Satya Sri
 Director
 DIN:0722878

Sd/-
Y. Mallikarjun Rao
 Whole time Director
 DIN: 00905266

Place: Hyderabad
 Date : 23.05.2022

Sd/-
Medatati Raghavender Rao
 Company Secretary

CASH FLOW STATEMENT

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2022

PARTICULARS	As on 31.03.2022	As on 31.03.2021
Cash Flows from Operating Activities		
Net profit before tax	-24.56	-14.77
Adjustments for :		
Interest income	-	-
Depreciation and amortization expense	0.02	0.11
Operating profit before working capital changes	-24.54	-14.66
Movements in Working Capital		
(Increase)/Decrease in Trade Receivables	14.13	-
(Increase)/Decrease in Other financial assets	39.73	0.60
(Increase)/Decrease in Other Current Assets	-0.68	0.88
Increase/(Decrease) in Trade Payables	0.46	-
Increase/(Decrease) in Other Current liabilities	-	-0.82
Increase/(Decrease) in Provisions	0.25	-1.29
Changes in Working Capital	53.89	-0.63
Cash generated from operations	29.35	-15.28
Direct Taxes Paid	-	-0.12
Net Cash from operating activities (A)	29.35	-15.40
Cash flows from Investing Activities		
Purchase of Fixed Assets (Including CWIP)	-	-
Sale of Fixed Assets	-	-
Interest income	-	-
Net Cash used in Investing Activities	-	-
Cash flows from/(used in) Financing Activities		
Proceeds from issue of shares	-	-
Proceeds from Long term borrowings	-	-
Net Cash used in Financing Activities	-	-
Net Increase/(Decrease) in cash and cash equivalents	29.35	-15.40
Cash and Cash equivalents at the beginning of the year	144.54	159.94
Cash and Cash equivalents at the ending of the year (Refer Note 2.3)	173.89	144.54

- Notes :- 1. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard on "Cash Flow Statements".(Ind AS-7)
2. The accompanying notes are an integral part of the financial statements.

As per our report of even date
For NSVR & ASSOCIATES LLP
Chartered Accountants
FRN : 008801S/S200060

Sd/-
R Srinivasu
Partner
M.No. 224083
UDIN: 22224033AJKWSL6687
Place: Hyderabad
Date : 30.06.2022

For and on behalf of Board
SOPHIA TRAEXPO LIMITED

Sd/-
Lakshmi Nekkanti Satya Sri
Director
DIN:0722878

Sd/-
Y. Mallikarjun Rao
Whole time Director
DIN: 00905266

Sd/-
Medatati Raghavender Rao
Company Secretary

NOTE: 2.1
Property, plant and Equipment

Amount in `

S. No.	Fixed Assets	Gross Block			Accumulated Depreciation				Net Block		
		Balance as at 1st April 2021	Additions	Disposals	Balance as at 31st March 2022	Balance as at 31st March 2021	Depreciation charge for the period	On Disposals	Error On Dep Cal	Balance as at 31st March 2022	Balance as at 31st March 2021
1	Tangible Assets Computer	1.35	-	-	1.35	1.28	0.02	-	-	1.30	0.04
	TOTAL:	1.35	-	-	1.35	1.28	0.02	-	-	1.30	0.04

SOPHIA TRAEXPO LIMITED

Notes to financial statements for the year ended

(All amounts in Rupees except for share data or otherwise stated)

Note 2.2

Trade Receivables

Particulars	As at 31.03.2022	As at 31.03.2021
	Current	Current
Unsecured, considered good	114.36	128.50
Total	114.36	128.50

Particulars	Trade Receivable Outstanding as at March 31, 2022						
	Not Due	Less than 6 months	6 Months - 1 year	1-2 years	2-3 Years	More than 3 years	Total
Undisputed Trade receivables- considered good						128.50	128.50
Undisputed Trade Receivables- which have signifiant increase in Credit risk							
Undisputed Trade Receivables- Credit impaired						14.13	14.13
Disputed Trade Receivables- Considered good							
Disputed Trade Receivables- which have signifiant increase in Credit risk							
Disputed Trade Receivables- Credit impaired							
Total						114.36	114.36

SOPHIA TRAEXPO LIMITED

Particulars	Trade Receivable Outstanding as at March 31,2021						
	Not Due	Less than 6 months	6 Months - 1 year	1-2 years	2-3 Years	More than 3 years	Total
Undisputed Trade receivables-considered good						128.50	128.50
Undisputed Trade Receivables-which have significant increase in Credit risk							
Undisputed Trade Receivables-Credit impaired							
Disputed Trade Receivables-Considered good							
Disputed Trade Receivables-which have significant increase in Credit risk							
Disputed Trade Receivables-Credit impaired							
Total						128.50	128.50

Note 2.3

Cash and cash equivalents

Particulars	As at 31.03.2022	As at 31.03.2021
(a) Balances with banks - Current Account	166.48	139.06
(b) Cash in hand	7.40	5.48
Total	173.89	144.54

SOPHIA TRAEXPO LIMITED

Note 2.4

Other Financial Assets

Particulars	As at 31.03.2022	As at 31.03.2021
Rental Deposits		
Inter corporate deposits	50.00	89.79
Loans and Advances		
Advances for materials and others	151.49	151.43
Total	201.49	241.22

Note 2.5

Other Current Assets

Particulars	As at 31.03.2022	As at 31.03.2021
(i) TDS receivables	5.00	5.00
(ii) GST Input	5.84	5.15
Total	10.84	10.16

Note 2.6

Share Capital

Share Capital	31-Mar-22		31-Mar-21	
	Number	Amount	Number	Amount
Authorised				
60,00,000 Equity Shares of ` 10/- each	60.00	600.00	60.00	600.00
Issued, Subscribed & Paid up				
Equity Shares of ` 10/- paid up each	51.00	510.00	51.00	510.00
Total	51.00	510.00	51.00	510.00

Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	31-Mar-22		31-Mar-21	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	51.00	510.00	51.00	510.00
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	51.00	510.00	51.00	510.00

2.11.2 Rights attached to equity shares

The Company has only one class of equity shares having a face value of Rs.10 /- each. Each holder of equity share is entitled to one vote per share. The company declares and pays dividends in Indian Rupees.

In the event of liquidation of the Company, the equity shareholders will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Current Reporting Period

Balance at the Beginning of the reporting Period	Changes in Equity share capital due to Prior period errors	Restated Balance at the beginning of the current reporting Period	Changes in Equity share capital during the current Year	Balance at the end of the current reporting period
510.00	0.00	510.00	0.00	510.00

Previous Reporting Period

Balance at the Beginning of the reporting Period	Changes in Equity share capital due to Prior period errors	Restated Balance at the beginning of the current reporting Period	Changes in Equity share capital during the current Year	Balance at the end of the current reporting period
510.00	0.00	510.00	0.00	510.00

Note No.2.7 Other Equity

Particulars	Retained Earnings	Total
Balance at March 31,2021	-25.08	-25.08
Changes In Accounting Policy Or Prior Period Errors		
Restated Balance at the beginning of the Current reporting Period		
Total Comprehensive Income for the Current Year	-24.56	-24.56
Dividends		
Transfer to retained Earnings		
Actuarial gain/(loss) on post-employment benefit obligations,net of tax benefit		
Balance at 31 March 2022	-49.64	-49.64

SOPHIA TRAEXPO LIMITED

Note 2.8 Borrowings

Particulars	31-Mar-22		31-Mar-21	
	Current	Non Current	Current	Non Current
- From Related Parties				
- From Others		25.00		25.00
Total	-	25.00	-	25.00

Note 2.9 Deffered Tax Liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Opening Balance	0.04	0.04
Add:- Additions during the Year	0.00	0.00
Total	0.04	0.04

Note 2.10 other current Liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Provision for tax	-	-
TDS Payable	-	-
Salaries Payable	0.50	0.25
Total	0.50	0.25

Note 2.11 Trade Payables

Particulars	As at March 31, 2022	As at March 31, 2021
	Current	Current
Trade Payables	14.73	14.27
	14.73	14.27

SOPHIA TRAEXPO LIMITED

Particulars	Trade Payable Outstanding as at March 31, 2022				
	Less than 6 months	1-2 years	2-3 Years	More than 3 years	Total
(i) MSME (ii) Others (iii) Disputed Dues-MSME (iv) Disputed Dues -Others	0.50	0.50		13.73	14.73
Total	0.50	0.50		13.73	14.73

Particulars	Trade Payable Outstanding as at March 31, 2021				
	Less than 6 months	1-2 years	2-3 Years	More than 3 years	Total
(i) MSME (ii) Others (iii) Disputed Dues-MSME (iv) Disputed Dues -Others	0.50			13.77	14.27
Total	0.50			13.77	14.27

Note 2.12

Current Tax Liabilites (Net)

Particulars	As at March 31, 2022	As at March 31, 2021
	Current	Current
(i) Provision for Income Tax	-	-
Total	-	-

Note 2.13

Revenue from operations

Particulars	As at March 31, 2022	As at March 31, 2021
Revenue from Sale of Goods		
Domestic Sales	-	-
Foreign Sales	-	-
Revenue from Sale of Services		
Domestic Services	-	-
Foreign Services	-	-
Total	-	-

SOPHIA TRAEXPO LIMITED

Particulars	As at March 31, 2022	As at March 31, 2021
Note 2.14		
Other Income		
Interest Income	-	-
Total	-	-
Note 2.15		
Purchase of Stock in trade		
Purchases	-	-
Total	-	-
Note 2.16		
Employee Benefits Expense		
Salaries and incentives	5.40	3.55
Directors Remmuneration	-	-
Staff welfare expenses	-	-
Total	5.40	3.55

(Amount in Rs.)

Particulars	31st March 2022	31st March 2021
Note 2.17		
Other expenses		
Listing fees	3.00	3.00
Printing & Stationery	-	0.07
Annual Custody Fee	-	0.14
Penalty Expenses	-	5.40
ROC Expense	0.02	0.03
Audit Fess	0.50	0.50
Advertisement Expenses	0.10	0.08
Demat A/c Maintenance Charges	0.57	1.15
Other expenses	0.81	0.73
Expected Credit Loss	14.13	
Total	19.14	11.11

Note No 3.9

Ratios as per the Schedule III requirements

SI No	Particulars	FY 2021-22	FY 2020-21	Change	Items Included in Numerator	Items Included in Denominator	Reason for change
1	Current Ratio (No of times)	32.87	36.11	8.98%	Current Assets	Current Liabilities	
2	Debt Equity Ratio (No of times)	0.05	0.05	-	Total Debt	Share holders Equity	
3	Return on Equity Ratio (No of times)	-0.05	-0.03	73.9%	Net profit after tax	Average Shareholders's Equity	Due to Increase in Loss
4	Trade Receivable Turnover Ratio (No of times)	-	-	-	Credit Sales	Average trade receivables	
5	Inventory Turnover Ratio (No of times)	-	-	-	Raw Material consumed	Average Inventory	
6	Debt service coverage Ratio (No of times)	-	-	-	Profit/(Loss) before exceptional items and tax + interest on borrowings	Interest on borrowings + Repayment of borrowings	
7	Trade Payable turnover Ratio (No of times)	-	-	-	Cost of material Consumed	Average Trade Payable	
8	Net Capital turnover Ratio (No of times)	-	-	-	Revenue from Operations	Working capital	
9	Net Profit Ratio %	-	-	-	Net profit after tax	Revenue from Operations	
10	Return on Capital employed	-0.08	-0.04	-95%	Earnings before interest and taxes(EBIT)	Capital Employed (pre cash)	

SOPHIA TRAEXPO LIMITED

Notes to Accounts

SOPHIA TRAEXPO LIMITED FY 2021-22

All amounts are in lakhs unless otherwise specified

3.1 Auditors Remuneration

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
a) Audit fees	0.50	0.50
b) Other charges		
Taxation matters	-	-
Other matters	-	-
c) Reimbursement of out of pocket expenses	-	-
TOTAL	0.50	0.50

3.2 Earnings per Share

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Earnings		
Profit attributable to equity holders	-24.56	-14.88
Shares		
Number of shares at the beginning of the year	51.00	51.00
Add: Equity shares issued	-	-
Less: Buy back of equity shares	-	-
Total number of equity shares outstanding at the end of the year	51.00	51.00
Weighted average number of equity shares outstanding during the year - Basic	51.00	51.00
Add: Weighted average number of equity shares arising out of outstanding stock options (net of the stock options forfeited) that have dilutive effect on the EPS	-	-
Weighted average number of equity shares outstanding during the year - Diluted	51.00	51.00
Earnings per share of par value Rs.10/- - Basic (`)	-0.48	-0.29
Earnings per share of par value Rs.10/- - Diluted (`)	-0.48	-0.29

3.3 Related Parties

In accordance with the provisions of Ind AS 24 "Related Party Disclosures" and the Companies Act, 2013, Company's Directors, members of the Company's Management Council and Company Secretary are considered as Key Management Personnel. List of Key Management Personnel of the Company is as below:

S.No	Name of the Related Party	Nature of Relation
1	YERRAPRAGADA MALLIKARJUNA RAO	Key Managerial Person
2	SRINIVASARAO BOLLA	Key Managerial Person
3	LAKSHMI SATYASRI NEKKANTI	Key Managerial Person
4	DURGA VENKATA VARA CHADALAWADA PRASAD RAO	Key Managerial Person
5	MEDATATI RAGHAVENDER RAO	Company Secretary

The following is a summary of significant related party transactions:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
a) Key managerial personnel		
Remuneration & Commission		
Mr. YERRAPRAGADA MALLIKARJUNA RAO	2.40	2.40
Mr. MEDATATI RAGHAVENDER RAO	3.00	1.45
b) Non-whole time Directors		
c) Relatives of Key Managerial Personnel		
TOTAL	5.40	3.85

3.4 Earnings/expenditure in foreign currency:

Expenditure in Foreign currency:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Purchase of Intangible Assets	-	-
Professional Fees	-	-
Other expenses	-	-
TOTAL	-	-

Earnings in Foreign currency:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
FOB Value of Exports	-	-
Dividend	-	-
TOTAL	-	-

SOPHIA TRAEXPO LIMITED

3.5 Segment Reporting:

The Company concluded that there is only one operating segment i.e., Paper and paper related Products. Hence, the same becomes the reportable segment for the Company. Accordingly, the Company has only one operating and reportable segment, the disclosure requirements specified in paragraphs 22 to 30 are not applicable. Accordingly, the Company shall present entity-wide disclosures enumerated in paragraphs 32, 33 and 34 of Ind AS 108.

3.6 Income Taxes:

a. Income tax expense/ (benefit) recognized in the statement of profit and loss:

Income tax expense/ (benefit) recognized in the statement of profit and loss consists of the following:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Current taxes expense		
Domestic	-	0.12
Mat Credit Entitlement	-	-
Deferred taxes expense/(benefit)	-	-0.01
Domestic	-	-
Total income tax expense/(benefit) recognized in the statement of profit and loss	-	0.11

b. Reconciliation of Effective tax rate:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Profit before income taxes	-24.56	-14.88
Enacted tax rate in India	25.17%	25.17%
Computed expected tax benefit/(expense)	-	-
Effect of:		
Expenses not deductible for tax purposes	-	-
Expenses deductible for tax purposes	-	-
Income tax benefit/(expense)	-	-
Effective tax rate (a)	-	-

c. Deferred tax assets & Liabilities:

The tax effects of significant temporary differences that resulted in deferred tax assets and liabilities and a description of the items that created these differences is given below:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Deferred tax assets/(liabilities):		
Property, plant and equipment	(0.04)	(0.04)
Net deferred tax assets/(liabilities)	(0.04)	(0.04)

d. Movement in deferred tax assets and liabilities during the year ended 31st March 2022:

Particulars	As at 1 April 2021	Recognized in statement of profit and loss	Recognized in equity	As at 31 March 2022
Deferred tax assets/(liabilities)				
Property, plant and equipment	(0.04)	-	-	(0.04)
Net deferred tax assets/(liabilities)	-	-	-	-

3.7 Investments:

Investments consist of investments in equity shares of.

The details of such investments as of 31st March 2022 are as follows:

Particulars	Cost	Gain recognized directly in equity	Gain recognized directly in profit and loss account	Fair value
Non-current Investments				
Total	-	-	-	-

SOPHIA TRAEXPO LIMITED

3.8 Financial Instruments:

Set out below, is a comparison by class of the carrying amounts and fair value of the financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

Particulars	Carrying Value		Fair Value	
	Mar-22	Mar-21	Mar-22	Mar-21
Financial assets				
Cash and cash equivalents	173.89	173.89	144.54	144.54
Trade receivables	114.36	114.36	128.50	128.50
Other financial assets	201.49	201.49	241.22	241.22
Total	489.74	489.74	514.26	514.26
Financial liabilities				
Borrowings	25.00	25.00	25.00	25.00
Trade payables	14.73	14.73	14.27	14.27
Total	39.73	39.73	39.27	39.27

As per our report of even date
For NSVR & ASSOCIATES LLP

For and on behalf of Board
SOPHIA TRAEXPO LIMITED

Sd/-
R Srinivasu
Partner
M.No. 224083
DIN: 07223878
UDIN: 22224033AJKW/SL6687

Sd/-
Lakshmi Nekkanti Satya Sri
Director
DIN:07223878

Sd/-
Y. Mallikarjun Rao
Director
DIN: 00905266

Sd/-
Medatati Raghavender Rao
Company Secretary

Place: Hyderabad
Date : 23.05.2022

1.10 Significant Accounting Policies**SOPHIA TRAEXPO LIMITED****DESCRIPTION OF THE COMPANY AND SIGNIFICANT ACCOUNTING POLICIES****A. General Information**

Sophia Traexpo Limited (the company) is engaged in Manufacturing, Trading of paper and paper related products and also services incidental thereto. The Company is a public limited company incorporated and domiciled in India and has its registered office at Somajiguda, Hyderabad, Telangana. The Company has its primary listings on the Bombay Stock Exchange. The principal accounting policies applied in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of preparation and presentation of Financial Statements

The financial statements of Sophia Traexpo Limited ("Sophia" or "the Company") have been prepared and presented in accordance with the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

Basis of Measurement

These financial statements have been prepared on the historical cost convention and on an accrual basis, except for certain impairment of trade receivables as per expected credit loss model in balance sheet.

All assets and liabilities are classified into current and non-current based on the operating cycle of less than twelve months or based on the criteria of realisation/settlement within twelve months period from the balance sheet date.

B. Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. These estimates and associated assumptions are based on historical experiences and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, the areas involving critical estimates or Judgments are:

i) Depreciation and amortization

Depreciation and amortization is based on management estimates of the future useful lives of certain class of property, plant and equipment and intangible assets.

ii) Provision and contingencies

Provisions and contingencies are based on the Management's best estimate of the liabilities based on the facts known at the balance sheet date.

iii) Fair valuation

Fair value is the market-based measurement of observable market transaction or available market information.

C. Functional and presentation currency

These financial statements are presented in Indian rupees, which is also the functional currency of the Company. All financial information presented in Indian rupees has been rounded to the nearest rupees.

D. Current and noncurrent classification

All the assets and liabilities have been classified as current or noncurrent as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1, Presentation of financial statements.

Assets: An asset is classified as current when it satisfies any of the following criteria:

- It is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is expected to be realized within twelve months after the reporting date; or
- It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

Liabilities: A liability is classified as current when it satisfies any of the following criteria:

- It is expected to be settled in the Company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is due to be settled within twelve months after the reporting date; or
- The Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current assets/ liabilities include the current portion of noncurrent assets/ liabilities respectively. All other assets/ liabilities are classified as non current. Deferred tax assets and liabilities are always disclosed as non-current.

Significant Accounting Policies

1) Property Plant & Equipment

Recognition and measurement

Property, Plant and Equipment are stated at cost of acquisition less accumulated depreciation and impairment loss, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset i.e., freight, duties and taxes applicable and other expenses related to acquisition and installation.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses upon disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognized net within in the statement of profit and loss.

Depreciation

Depreciation is recognized in the statement of profit and loss on a written down value basis over the estimated useful lives of property, plant and equipment based on Schedule II to the Companies Act, 2013 ("Schedule"), which prescribes the useful lives for various classes of tangible assets. For assets acquired or disposed off during the year, depreciation is provided on pro-rata basis.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted prospectively, if appropriate.

The estimated useful lives are as follows:

Type of Asset	Estimated useful life in years
Computers	3

2) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified into following categories:

- Financial Assets at amortized cost
- Financial Assets at fair value through other comprehensive income (FVTOCI)
- Financial Assets at fair value through profit or loss (FVTPL)
- Impairment of financial assets

Financial Assets at amortized cost

A Financial Asset is measured at the amortized cost if both the following conditions are met:

- o The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- o Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by considering any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in other income in the statement of profit and loss.

Financial Assets at FVTOCI

A Financial Asset is classified as at the FVTOCI if both of the following criteria are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- The asset's contractual cash flows represent SPPI.

Financial Assets included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). On derecognition of the asset, cumulative gain or loss previously recognized in OCI is reclassified to the statement of profit and loss. Interest earned whilst holding FVTOCI is reported as interest income using the EIR method.

Financial Assets at FVTPL

FVTPL is a residual category for Financial Assets. Any asset, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL. These include surplus funds invested in mutual funds.

Impairment of trade receivables

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 18. Expected credit loss model takes into consideration the present value of all the cash shortfalls over the expected life of a financial instrument. In simple terms, it is weighted average of credit losses with the respective risks of default occurring as weights. The credit loss is the difference between all contractual cash flows that are due to an entity as per the contract and all the contractual cash flows that the entity expects to receive, discounted to the effective interest rate. The Standard presumes that entities would suffer credit loss even if the entity expects to be paid in full but later than when contractually due. In other words, it simply focuses on DELAYS in collection of receivables.

For the purpose of identifying the days of delay, the Company took into consideration the weighted average number of delays taking into consideration deviation of receivables turnover ratio from normal credit period.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Company's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In

that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Gains or losses on liabilities held for trading are recognized in the statement of profit and loss

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risks are recognised in OCI. These gains/ losses are not subsequently transferred to the statement of profit and loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit and loss.

3) Inventories

Inventories consist of goods and are measured at the lower of cost and net realisable value. The cost of inventories is based on the weighted average method. Cost includes expenditures incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of finished goods and work-in-progress, cost includes an appropriate share of overheads based on normal operating capacity. Stores and spares, that do not qualify to be recognised as property, plant and equipment, consists of packing materials, engineering spares (such as machinery spare parts) and consumables which are used in operating machines or consumed as indirect materials in the manufacturing process. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

4) Impairment of non-financial assets

The carrying amounts of the Company's non-financial assets, other than inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For goodwill and intangible assets that have indefinite lives or that are not yet available for use, an impairment test is performed each year at March 31.

The recoverable amount of an asset or cash-generating unit (as defined below) is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or the cash-generating unit. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").

An impairment loss is recognized in the statement of profit and loss if the estimated recoverable amount of an asset or its cash-generating unit is lower than its carrying amount. Impairment losses recognized in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit on a pro-rata basis.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

5) **Cash & Cash Equivalents**

Cash and bank balances comprise of cash balance in hand, in current accounts with banks, demand deposit, short-term deposits, Margin Money deposits and unclaimed dividend accounts. For this purpose, "short-term" means investments having maturity of three months or less from the date of investment. Bank overdrafts that are repayable on demand and form an integral part of our cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows. The Margin money deposits and unclaimed dividend balances shall be disclosed as restricted cash balances.

6) **Employee Benefits**

Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Termination benefits

Termination benefits are recognized as an expense when the Company is demonstrably committed, without realistic possibility of withdrawal, to a formal detailed plan to either terminate employment before the normal retirement date, or to provide termination benefits as a result of an offer made to encourage voluntary redundancy. Termination benefits for voluntary redundancies are recognized as an expense if the Company has made an offer encouraging voluntary redundancy, it is probable that the offer will be accepted, and the number of acceptances can be estimated reliably.

7) **Provisions, contingent liabilities and contingent assets**

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material,

provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liabilities

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.

8) Revenue Recognition

Sale of goods and services

Sale of goods

Revenue from the sale of goods shall be recognized when all the following conditions have been satisfied: (a) the entity has transferred to the buyer the significant risks and rewards of ownership of the goods; (b) the entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold; (c) the amount of revenue can be measured reliably; (d) it is probable that the economic benefits associated with the transaction will flow to the entity; and (e) the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction shall be recognized by reference to the stage of completion of the transaction at the end of the reporting period.

9) Tax Expenses

Tax expense consists of current and deferred tax.

Income Tax

Income tax expense is recognized in the statement of profit and loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity. Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred Tax

Deferred tax is recognised using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to

SOPHIA TRAEXPO LIMITED

income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Dividend distribution tax arising out of payment of dividends to shareholders under the Indian Income tax regulations is not considered as tax expense for the Company and all such taxes are recognized in the statement of changes in equity as part of the associated dividend payment.

10) Earnings Per Share

The Company presents basic and diluted earnings per share ("EPS") data for its ordinary shares. Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

11) Trade receivables

Trade receivables are initially recognized at fair value and subsequently measured at amortised cost using effective interest method, less provision for impairment.

Ind AS 109 - Annual Improvements to Ind AS (2021)

The amendment clarifies which fees an entity includes when it applies the '10 percent' test of Ind AS 109 in assessing whether to derecognise a financial liability. The Company does not expect the amendment to have any significant impact in its financial statements.

Ind AS 116 - Annual Improvements to Ind AS (2021)

The amendments remove the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives were described in that illustration. The Company does not expect the amendment to have any significant impact in its financial statements.

As per our report of even date
For NSVR & ASSOCIATES LLP

For and on behalf of Board
SOPHIA TRAEXPO LIMITED

Sd/-
R Srinivasu
Partner
M.No. 224083
UDIN: 22224033AJKWSL6687

Sd/-
Lakshmi Nekkanti Satya Sri
Director
DIN: 07223878

Sd/-
Y. Mallikarjun Rao
Director
DIN: 00905266

Place: Hyderabad
Date : 23-05-2022

Sd/-
Medatati Raghavender Rao
Company Secretary

FORM NO. MGT-11

PROXY FORM

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

Name of the Member	
Registered Address	
Email ID	
Folio No/ DP ID / Client ID	

I/We, being the member(s) of _____ shares of **Sophia Traexpo Limited**, hereby appoint

1	Name:		Signature
	Address		
	Email ID		
	Or failing him		
2	Name:		Signature
	Address		
	Email ID		
	Or failing him		
3	Name:		Signature
	Address		
	Email ID		
	Or failing him		

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 39th Annual General Meeting on Friday 30th day of September, 2022 at 10.00 a.m., 2nd Floor, "JYOTHI PINACLE", Part of Survey No. 11, Kondapur Village, Serlingampally Mandal and Municipality, Ranga Reddy District, Hyderabad - 500084, and at any adjournment thereof in respect of such resolutions as are indicated below:

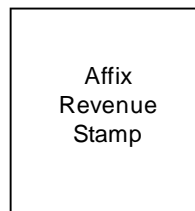
SOPHIA TRAEXPO LIMITED

Sl. No	Resolutions	For	Against
1	To consider and adopt the audited Financial Statements of the Company for the Financial Year ended March 31, 2022 and the Reports of the Board of Directors ('the Board') and Auditors thereon; and		
2.	To appoint a Director in place of Mr. Yerrapragada Mallikarjunarao. (DIN:00905266) who retires by rotation and being eligible, offers himself for re-appointment.		
3.	To reappoint the statutory auditors and fix their remuneration.		
4.	Re-appointment of Mr.Yerrapragada Mallikarjuna Rao as Whole Time Director (DIN: 00905266).		
5.	Appointment of Mr. Durga Venkata Vara Chadalawada Prasad Rao (DIN: 02304831), as a Director and as an Independent Director.		

Signed this ____ day of _____2022.

Signature of shareholder:

Signature of Proxy holder(s):



Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

ATTENDANCE SLIP FOR ANNUAL GENERAL MEETING

(To be surrendered at the venue of the meeting)

I hereby record my presence at the 39th Annual General Meeting of the Company held at the, 2nd Floor, "JYOTHI PINACLE", Part of Survey No. 11, Kondapur Village, Serlingampally Mandal and Municipality, Ranga Reddy District, Hyderabad - 500084. India, on Friday, 30th September, 2022 at 10.00 a.m

Folio No	
Number of Shares held	
Name and address of the Shareholder (In block letters)	

I here by record my presence at the 39th Annual General Meeting of the Company held on Friday, the 30th day of September, 2022 at 10:00 A.M. at 2nd Floor, "JYOTHI PINACLE", Part of Survey No. 11, Kondapur Village, Serlingampally Mandal and Municipality, Ranga Reddy District, Hyderabad - 500084

1. Signature of the Shareholder / Proxy Present
2. Shareholder/Proxy Holder wishing to attend the meeting must bring the duly signed Attendance Slip to the meeting.
3. Shareholder/Proxy Holder attending the meeting is requested to bring his / her copy of the Annual Report.

Signature of Shareholder
Representative (Please Specify)

ROUTE MAP

