

# GUPTA AGGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

M-135, PANCHSHEEL GARDEN  
NAVEEN SHAHDARA,  
DELHI-110032

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## INDEPENDENT AUDITOR'S REPORT

To The Members of

M/s. Raina Metal Tech Private Limited

### 1) Report on Audit of the Financial Statements,

#### A. Opinion

We have audited the accompanying financial statements of M/s. Raina Metal Tech Private Limited (the company), which comprise the Balance Sheet as at 31<sup>st</sup> March 2021 and the Statement of Profit & Loss and Statement of Cash flows for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2021, its losses and its cash flows for the year ended on that date.

#### B. Basis for Opinion

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

#### C. Information other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure 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 thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance of conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we



conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

**D. Responsibilities of Management and Those charged with Governance for the Financial Statements**

- I. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the act") with respect to the preparation & presentation of these financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the act. This responsibility also includes maintenance of adequate accounting record in accordance with the provisions of the Act for safeguarding of the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error;
- II. In preparing the financial statements, the Board of Directors 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 the Board of Director's either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
- III. Those Board of Directors are also responsible for overseeing the company's financial reporting process.

**E. Auditor's Responsibility for the Audit of the Financial Statements**

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

A further description of the auditor's responsibilities for the audit of the financial statements is included in Annexure-A. This description forms part of our auditor's report.


**F. Report on Other Legal and Regulatory Requirements**

- 1) As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013, we give in the Annexure - B, a statement on the matters specified in paragraphs 3 and 4 of the Order.



- 2) As required by Section 143(3) of the act, we report that:
- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b. In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books;
  - c. The Balance Sheet, the Statement of Profit and Loss and cash flow statement dealt with by this Report are in agreement with the relevant books of account;
  - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - e. On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164 (2) of the act;
  - f. In our opinion and to the best of our information and according to the explanations given to us, the provision related to managerial remuneration as prescribed u/s. 197(16) of the Act are not applicable to the company.
  - g. With respect to the adequacy of internal financial control with reference to financial statement in place and the operative effectiveness of such control; refer to our separate report in "Annexure - C".
  - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. There were no pending litigations which would impact the financial position of the company.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
    - iii. There was no amount which was required to be transferred to the Investor Education and Protection Fund by the company.

For Gupta Aggarwal & Associates  
Chartered Accountants  
FRN - 022588N

  
C/ Sandeep Aggarwal  
Partner

M. No 512626

UDIN - 21512626 AAAAkw129e

Place - New Delhi


Date - 05/11/2021

Annexure - A to the Independent Auditors' Report [Responsibilities for the Audit of the Financial Statements]

As part of an audit in accordance with M/s. Raina Metal Tech Private Limited, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1.
  - a. 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.
  - b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
  - c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - d. 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.
  - e. 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.
- 2) 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.
- 3) 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.

For Gupta Aggarwal & Associates  
Chartered Accountants  
FRN - 022588N, Delhi

  
CA Sandeep Aggarwal  
Partner

M No 512626

UDIN - 01512626AAAAA021392

Place - New Delhi

Date - 05/11/2021

Annexure - B to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of M/s. Raina Metal Tech Private Limited on the financial statements for the year ended on 31<sup>st</sup> March, 2021, we report that:

- i. a) As per record produced before us, the company has maintained proper record showing full particulars, including quantitative details and situation of fixed assets.
- b) The fixed assets were physically verified by the management during the year which appears to be reasonable and no material discrepancies were noticed on such verification as informed to us by the management.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of the immovable properties are held in the name of the company.
- ii. The company is a service company, hence clause 3 (ii) is not applicable on the company.
- iii. The Company has not granted any loans, secured or unsecured to companies, firms, limited liabilities partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence, reporting under clause (a) to (c) of Para 3(iii) are not applicable.
- iv. The Company has not entered into any transaction in respect of loans, investments, guarantee and securities, which attracts compliance to the provisions of the sections 185 and 186 of the Companies Act, 2013. Therefore, the paragraph 3(iv) of the Order is not applicable to the company.
- v. According to the information given to us, the company has not accepted any deposits from public within the meaning of sections 73 to 76 and any other provisions of the act and rules framed there under. Further, there is no order passed by the Company Law Board or National Company Law Tribunal or any court or any other tribunal or Reserve Bank of India.
- vi. According to the information given to us, the maintenance of the Cost Record has not been prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 for the company, hence the provision of paragraph 3(vi) are not applicable to the company.
- vii.
  - a. According to the information and explanations given to us and on the basis of our examination of the records of the company, the company is regular in depositing undisputed statutory dues including provident fund, employee's state insurance, income tax, goods and service tax, duty of customs, cess and any other statutory dues with the appropriate authorities. Further, there are no outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
  - b. According to the information given to us by the management, there are no dues of income-tax, sales tax, wealth tax, cess, goods and service tax, service tax, custom duty, excise duty which have not been deposited on account of any dispute.
- viii. The company has not taken any term loans from banks and a financial institution, hence the provisions of paragraph 3(viii) are not applicable to the company.



- ix. As per the record produced before us, the company did not raise any money by way of initial public offer or further public offer (including debts instruments) or term loans during the year.
- x. During the course of our examination of the books and record of the company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the company or on the company by its officers and employees, noticed or reported during the year nor have we been informed of such case by the management.
- xi. As the company is a Private Limited Company; the provisions of paragraph 3(xi) relating to managerial remuneration are not applicable to the company.
- xii. The company is not a Nidhi Company and accordingly paragraph 3(xii) of the order is not applicable to the company.
- xiii. The Company has entered into transactions with related parties and has complied with the provisions of Section 188 of the act. Further, the details of related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, related party disclosures specified under section 133 of the act, read with rule 7 of the companies (Accounts) rules 2014. The provisions of section 177 of the act are not applicable to the company.
- xiv. As per the record of the company examined by us, the company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv. According to the information and explanations given to us, the company has not entered into any non-cash transactions with the directors or persons connected with him.
- xvi. According to the information and explanations given to us, the company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the company.

For Gupta Aggarwal & Associates

Chartered Accountants

FRN - 022588N

New Delhi

CA Sandeep Aggarwal

Partner

M No 512626

UDIN - 21512626AAAABW1292

Place - New Delhi

Date - 05/11/2021

## Annexure - C to Independent Auditors' Report

Referred to in paragraph 2(f) of the Independent Auditors' Report of even date to the members of M/s. Raina Metal Tech Private Limited on the Financial Statements for the year ended 31<sup>st</sup> March, 2021

### Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of section 143 of the act:-

We have audited the internal financial controls over financial reporting of M/s. Raina Metal Tech Private Limited ("the company") as of March 31, 2021 in conjunction with our audit of the financial statements of the company for the year ended on that date.

#### 1. Management's Responsibility for Internal Financial Controls

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

#### 2. Auditors' Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the company's internal financial controls system over financial reporting.

#### 3. Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of record 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### 4. Inherent Limitation of Internal Financial Controls over Financial Reporting

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

#### 5. Opinion

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

For Gupta Aggarwal & Associates

Chartered Accountants

FRN 022588N

New Delhi

C/Sandeep Aggarwal

Partner

M No 512626

UDIN - 21512626 AAAARW 1242

Place - New Delhi

Date - 05/11/2021



**Itana Metal Tech Private Limited**  
**Balance Sheet as at 31st March 2021**

Amount (in Rs.)

Particulars	Note No	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
<b>Equity and Liabilities</b>			
<b>Shareholders' Funds</b>			
Share Capital	2	10,000,000	10,000,000
Reserves & Surplus	3	(7,147,715)	(5,158,106)
<b>Non Current Liabilities</b>			
Long Term Borrowings	4	32,017,500	31,859,670
<b>Current Liabilities</b>			
Trade Payables	5	72,210	72,210
Other Current Liabilities	6	-	1,002,331
Short term provisions	7	-	1,830
<b>Total Liabilities</b>		<b>34,941,995</b>	<b>37,773,935</b>
<b>Assets</b>			
<b>Non Current Assets</b>			
<b>Fixed Assets</b>			
Tangible Assets	8	30,201,343	32,708,808
Long term loans and advances	9	771,268	771,268
<b>Current Assets</b>			
Trade receivables	10	3,403,631	3,891,999
Cash and Cash Equivalents	11	512,863	401,860
Other Current assets	12	52,890	-
<b>Total Assets</b>		<b>34,941,995</b>	<b>37,773,935</b>

Significant Accounting Policies & Notes on Financial Statements 1 to 19  
(These accompanying notes are integral part of Financial Statement)

As per our Report of even date  
For Gupta Aggarwal & Associates  
Chartered Accountants  
FRN: 022588N

For & on behalf of the Board of Directors

CA. Sandeep Aggarwal  
Partner

M.No: 512626

Place : New Delhi

Date : 05/11/2021

UDIN : 21512626AAAR6W1292

*Surmeet Kaur*

Surmeet Kaur  
Director  
Din - 00118695

*Hardeep Singh*

Hardeep Singh  
Director  
Din - 00118729

**Raina Metal Tech Private Limited**  
**Profit and Loss Statement for the year ended 31st March 2021**

Particulars	Note No	Amount (In Rs.)	
		Figures for the current reporting period	Figures for the previous reporting period
<b>Revenue</b>			
Revenue from operations		-	-
Other Income	13	840,000	825,085
<b>Total Revenue</b>		<b>840,000</b>	<b>825,085</b>
<b>Expenses</b>			
Depreciation		2,507,465	2,902,572
Other expenses	14	168,784	149,371
<b>Total Expenses</b>		<b>2,676,249</b>	<b>3,051,943</b>
Profit/(Loss) before tax		(1,836,249)	(2,226,858)
Tax Expenses for the year			
Current tax		153,360	151,830
Prior period tax adjustment		-	-
Deferred tax		-	-
<b>Profit / (Loss) after tax</b>		<b>(1,989,609)</b>	<b>(2,378,688)</b>
Earnings per equity share of face value of Rs. 10/- each: Basic & Diluted		(1.99)	(2.38)

Significant Accounting Policies & Notes on Financial Statements (These accompanying notes are integral part of Financial Statement) 1 to 19

As per our Report of even date  
 For Gupta Aggarwal & Associates  
 Chartered Accountants  
 FRN: 022588N

For & on behalf of the Board of Directors

CA Sandeep Aggarwal  
 Partner

*Surmeet Kaur*  
 Surmeet Kaur  
 Director  
 Din - 00118695

*Hardeep Singh*  
 Hardeep Singh  
 Director  
 Din - 00118729

M.No: 512626  
 Place : New Delhi  
 Date : 05/11/2021

DIN: DISI2016A00A0W1292

**Balva Metal Tech Private Limited**  
Cash flow statement for the year ended 31st March 2021

(Amount in Rupees)

Sl. no.	Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
I.	<b>Cash flow from operating activities :</b>		
	Profit/ (loss) before tax as per statement of profit & loss	(1,836,249.00)	(2,276,858.00)
	Adjustments for:		
	Depreciation and amortization expenses	2,507,465.00	2,902,572.00
	Interest income	-	-
	Operating profit before working capital changes	671,216.00	625,714.00
	Adjustments for:		
	(Increase)/ decrease in Trade Receivables	488,368.00	(645,082.00)
	(Increase)/ decrease in Other Current Assets	(53,880.00)	3,340.00
	Increase/ (decrease) in trade & other payables	-	-
	Increase/ (decrease) in short term provision	(1,880.00)	1,830.00
	Increase/ (decrease) in other current liabilities	(1,002,331.00)	(60,327.00)
	Less - Direct taxes paid (net of refunds)	(153,363.00)	(151,830.00)
	<b>Net cash flows (used in)/ generated from operating activities</b>	<b>(150,827.00)</b>	<b>(176,355.00)</b>
II.	<b>Cash flow from investing activities :</b>		
	<b>Inflows</b>		
	(Increase)/ decrease in Non Current Investments	-	-
	Interest received	-	-
	<b>Outflows</b>		
	Purchase of Fixed Assets	-	-
	<b>Net cash flows (used in)/ generated from investing activities</b>	<b>-</b>	<b>-</b>
III.	<b>Cash flow from financing activities :</b>		
	<b>Inflows</b>		
	Proceeds from Long term borrowings	161,830.00	90,000.00
	<b>Outflows</b>		
	Interest and finance cost	-	-
	<b>Net cash flows (used in)/ generated from financing activities</b>	<b>161,830.00</b>	<b>90,000.00</b>
	<b>Net increase / (decrease) in cash and bank balances</b>	<b>111,003.00</b>	<b>(86,355.00)</b>
	Add : Cash and cash equivalents at beginning of the year	401,860.00	488,215.00
	Cash and cash equivalents at the end of the year	512,863.00	401,860.00
	<b>Cash and cash equivalents as per above comprises of the following:</b>		
	Balances with scheduled banks in current accounts	410,275.00	299,272.00
	Cash on hand	102,588.00	102,588.00
	<b>Balances as per statement of cash flows</b>	<b>512,863.00</b>	<b>401,860.00</b>

Note - The cash flow statement has been prepared in accordance with the "Indirect Method" specified in accounting standard - 3, "Cash Flow Statements".

Significant accounting policies and notes on financial statements 1 to 19  
The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For Gupta Aggarwal & Associates  
Chartered Accountants  
Firm Registration No 022588H

CA Suresh Aggarwal  
Partner

M No 512876

UDIN : 215120261188A8012912

Place - New Delhi

Date - 03/11/2021

For Balva Metal Tech Private Limited

*Surmeet Kaur*

Surmeet Kaur  
Director  
DIN - 00111805

*Hardeep Singh*

Hardeep Singh  
Director  
DIN - 00118720

**Note 1 Significant Accounting Policies**

**1.1 Basis of Preparation**

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('the Act'). Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

**1.2 Use of Estimates**

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in the current and future period.

**1.3 Fixed Assets, Depreciation, Amortisation**

Fixed assets are stated at the cost acquisition less accumulated depreciation, if any. The cost of fixed assets includes taxes, duties, freight and other incidental expenses related to the acquisition and installation of the respective assets.

Advances paid towards the acquisition of fixed assets outstanding at each balance sheet date and the cost of fixed assets not ready for their intended use before such date are disclosed under capital work-in-progress. Depreciation is to be charged as per Companies Act. The land is a leasehold property, however no write off has been provided.

**1.4 Depreciation**

Depreciation on fixed assets is provided as per the Schedule-II of the Companies Act, 2013. As per this Schedule the carrying amount of the asset as on 1 April 2014—(a) shall be depreciated over the remaining useful life of the asset (as defined in the schedule-II) (b) after retaining the residual value, shall be recognized in the opening balance of retained earnings where the remaining useful life of an asset is nil. Assets costing less than ₹5,000/- are fully depreciated in the year of acquisition.

**1.5 Revenue recognition**

Rental income and interest income have been recognized on time proportion basis.

**1.6 Provision for Current and Deferred Tax**

Provision for current tax is made on the basis of estimated taxable income for the current accounting period and in accordance with the provision as per Income Tax Act, 1961.

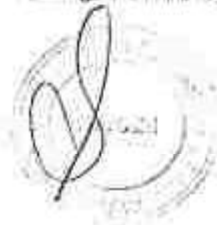
Deferred tax resulting from 'Timing Difference' between book and taxable profit, if any, for the year is accounted for using the rates and laws that have been in acted or substantially in acted as on the Balance Sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is reasonable certainty that the asset will be adjusted in future.

**1.7 Miscellaneous expenditure**

The Preliminary expenditure will be written off over a period of 10 years after the commencement of the business.

**1.8 Contingent Liabilities**

Contingent liabilities are not accounted for but are discussed by way of notes, if any.



Susmeet Kaur

MP

Note 2: Share Capital

(i)	Particulars	Amount (in Rs.)			
		No. of shares	As at 31.03.2021	No. of shares	As at 31.03.2020
	Authorised Share Capital: Equity shares of Rs. 10/- each	1,000,000	10,000,000	1,000,000	10,000,000
	Issued, Subscribed and paid up capital Equity shares of Rs. 10/- each	1,000,000	10,000,000	1,000,000	10,000,000
	Total	1,000,000	10,000,000	1,000,000	10,000,000

(ii) Reconciliation of the number of shares outstanding at the end of the year

Particulars	As at 31.03.2021	As at 31.03.2020
	No. of shares	No. of shares
Equity shares at the beginning of the year	1,000,000	1,000,000
Equity shares at the end of the year	1,000,000	1,000,000

(iii) Terms/ right attached to equity shares

The company has only one class of shares referred to as equity shares having par value of Rs. 10/- each. Each holder of equity share is entitled to one vote per share.

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

(iv) Details of the shareholders holding more than 5% shares

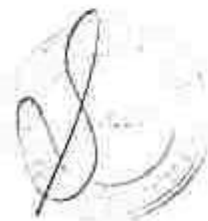
Name of the shareholder	As at 31.03.2021		As at 31.03.2020	
	No. of shares	% held	No. of shares	% held
Surmeet Kaur	50,000	5%	50,000	5%
Hardeep Singh	200,000	20%	200,000	20%
Jahween Kaur	750,000	75%	750,000	75%
Total	1,000,000		1,000,000	

Note 3: Reserves and surplus

Particulars	As at 31.03.2021	As at 31.03.2020
Surplus/(Deficit) in Statement of Profit and Loss		
Surplus/(Deficit) as per last Financial Statement	(5,158,106)	(2,779,418)
Add/(Less): Surplus/(Deficit) for the year transferred from the Statement of Profit & Loss	(1,989,609)	(2,378,688)
Surplus/ (Deficit) at the end of the year	(7,147,715)	(5,158,106)

Surmeet Kaur

MPL



Note 4 Long -Term Borrowings		Amount(In Rs.)	
Particulars	As at 31.03.2021	As at 31.03.2020	
Unsecured			
Loans and advances from Related Party (Refer Note No.15)			
From Directors & Members*	32,017,500	31,855,670	
<b>Total</b>	<b>32,017,500</b>	<b>31,855,670</b>	

Note 5 Trade Payables		Amount(In Rs.)	
Particulars	As at 31.03.2021	As at 31.03.2020	
Due to MSME			
Others	72,210	72,210	
<b>Total</b>	<b>72,210</b>	<b>72,210</b>	

Note 6 Other Current term liabilities		Amount(In Rs.)	
Particulars	As at 31.03.2021	As at 31.03.2020	
Unsecured			
Electricity charges payable	-	664,030	
Interest accrued & due	-	338,301	
<b>Total</b>	<b>-</b>	<b>1,002,331</b>	

Note 7 Short term provisions		Amount(In Rs.)	
Particulars	As at 31.03.2021	As at 31.03.2020	
Provision for Tax & (net of advance tax & TDS)		1,830	
<b>Total</b>	<b>-</b>	<b>1,830</b>	

Note 9 Long term loans and advances		Amount (In Rs.)	
Particulars	As at 31.03.2021	As at 31.03.2020	
Unsecured, considered good			
Other loans and advances			
Security Deposit (Electricity)	771,268	771,268	
<b>Total</b>	<b>771,268</b>	<b>771,268</b>	

Note 10 Current assets			
Particulars	As at 31.03.2021	As at 31.03.2020	
Trade Receivables			
Rent receivables			
Fine Technologies (I) Pvt. Ltd	184,250	1,180,500	
Electricity Charges Receivable			
Fine Technologies (I) Pvt. Ltd	2,877,294	2,312,879	
IND Lighting Pvt. Ltd.	203,053	398,620	
Prepaid Electricity Charges	139,034		
<b>Total</b>	<b>3,403,631</b>	<b>3,891,999</b>	

Note 11 Cash and Cash Equivalents		Amount(In Rs.)	
Particulars	As at 31.03.2021	As at 31.03.2020	
Cash in hand	102,588	102,588	
Balance with banks	410,275	299,272	
<b>Total</b>	<b>512,863</b>	<b>401,860</b>	

Note 12 Other current assets		Amount(In Rs.)	
Particulars	As at 31.03.2021	As at 31.03.2020	
Unsecured, Considered Good			
Others			
Advance tax & TDS (net of provision)	52,890		
<b>Total</b>	<b>52,890</b>	<b>-</b>	

Note 13 Other Income		Amount(In Rs.)	
Particulars	For the year 2020-21	For the year 2019-20	
Rent received	848,000	804,000	
Interest on electricity Security deposit		21,085	



Susmeet Kaur

MPL

Interest on Income tax refund		
<b>Total</b>	<b>840,000</b>	<b>825,085</b>

**Note 14 Other expenses**

Particulars	Amount(In Rs.)	
	For the year 2020-21	For the year 2019-20
Audit Fee	25,960	25,960
Miscellaneous Expenses	142,824	123,411
<b>Total</b>	<b>168,784</b>	<b>149,371</b>

**Note 15 Related Party Disclosure**

Information related to related party transaction as per Accounting Standard-18 is given below:

**A. List of Related Parties**

Name of the Related Party	Relationship
Hardeep Singh	Key Managerial Personnel (KMP)
Summet Kaur	Key Managerial Personnel (KMP)
Ishveen Kaur	shareholder

**B. Details of Related Party Transactions & Closing Balance there of:-**

**(a) Unsecured loan (Received)**

Name of the party	Opening Balance	Received during the year	Repaid/Adjusted	Closing Balance
Hardeep Singh	8,070,870	161,840	-	8,232,500
Summet Kaur	2,485,000	-	-	2,485,000
Ishveen Kaur	21,300,000	-	-	21,300,000

**(b) Rent Received**

	2020-21	2019-20
Fine Technologies (I) Pvt. Ltd	600,000	600,000
Royalux Exports	-	72,000
IKID Lighting Pvt. Ltd.	240,000	132,000
<b>Total</b>	<b>840,000</b>	<b>804,000</b>

(c) Related Party relationship is as identified by the company and relied upon by the Auditor

(d) No amount has been written off/ provided or in respect of dues from or to any related party.

**Note 16** In the opinion of the Management, the aggregate value of Current assets, Loans and advances on realization in the ordinary course of business will not be less than the amount at which they are stated in Balance Sheet.

**Note 17** No deferred tax provision has been made on fixed assets as depreciation is not allowable under the Income Tax Act.

**Note 18: Contingent Liabilities**

Claims against Company not acknowledged as debt

Corporate Guarantee issued on the behalf of group Companies	Amount(In Rs.)	
	As at 31st March, 2021	As at 31st March, 2020
<b>M/s Inko Technologies</b>		
Sanctioned Amount	30,000,000	30,000,000
Outstanding Amount	(14,451,667)	(20,431,667)
<b>M/s Fine Technologies (India) Pvt Ltd</b>		
Sanctioned Amount	45,300,000	45,300,000
Outstanding Amount	(26,921,114)	(38,594,945)
<b>M/s IKID Lighting Private Limited</b>		
Sanctioned Amount	103,619,000	103,619,000
Outstanding Amount	(35,331,380)	(61,260,927)
<b>M/s IKID Solutions Private Limited</b>		
Sanctioned Amount	20,000,000	20,000,000
Outstanding Amount	-	(20,000,000)



Summet Kaur

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<b>Royalux Export</b>			
Sanctioned Amount		40,000,000	40,000,000
Outstanding Amount		(30,500,000)	(35,000,000)
Sanctioned Amount	USD - 612455.31		
Outstanding Amount	(USD - 203617.14)	(20,855,134)	-
<b>N/A Royalux Lighting LLP</b>			
Sanctioned Amount		65,000,000	65,000,000
Outstanding Amount		(39,066,490)	(39,066,490)

\* Based on the management representation, the company does not expect any outflow of economic resources in respect of above

Note 19 All the financial figures have been rounded off to the nearest rupee. The previous year figures have been regrouped/ reclassified wherever necessary to conform to the current year presentation.

As per our Report of even date attached

For Gupta Aggarwal & Associates

CHARTERED ACCOUNTANTS

FRN: 022588N



Sandeep Aggarwal

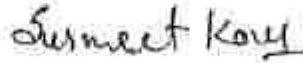
Partner

MNo: 512626

Place: New Delhi

Date: 05/11/2021

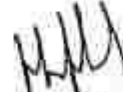
For & on behalf of the Board of Directors



Surmeet Kaur

Director

00118695



Hardeep Singh

Director

00118729

UDIN: 21512626 AAAABW 1292