



Hiren Buch Associates

Chartered Accountants

FRN: 116131W

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF **NIRAJ CONSULTING GROUP LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **NIRAJ CONSULTING GROUP LIMITED** (the "Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "financial statements").

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 Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022 and its loss, total comprehensive income, changes in equity 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 ("SA"s) specified under section 143(10) of the Act. 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 ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, 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 obtained by us 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.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

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 Annexures to Board's Report, Business Responsibility Report, Corporate Governance and

Shareholder's Information, but does not include the consolidated financial statements, 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 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 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 misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibilities 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, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Accounting Standards and other accounting principles generally accepted in India. 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 is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls 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 the 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.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.

- e) On the basis of the written representations received from the directors as on March 31, 2022 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 Section 164(2) of the Act.
- 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- 1) The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
 - 2) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - 3) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - 4) (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

2. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For Hiren Buch Associates
Chartered Accountant
FRN: 116131W

Sandeep Chaturvedi



Sandeep Chaturvedi
Partner
M.No: 154248
UDIN: 22154248ALBERW6556

Date: 15th May, 2022
Place: Mumbai

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 **NIRAJ CONSULTING GROUP LIMITED** of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of subsection 3 of Section 143 of the Companies Act, 2013 (the "Act")

We have audited the internal financial controls over financial reporting of **NIRAJ CONSULTING GROUP 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 Management 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 (the "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 records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's 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 ICAI and the Standards on Auditing prescribed under Section 143(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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

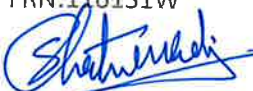
Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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, 2022, based on the criteria for internal financial control over financial reporting 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 ICAI.

For Hiren Buch Associates

Chartered Accountants

FRN:116131W



Sandeep Chaturvedi

Partner

M.No: 154248

UDIN: 22154248ALBERW6556



Date: 15th May, 2022

Place: Mumbai

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT (Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **NIRAJ INFRA CAPITAL 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. The Company does not have any Fixed assets accordingly clause 3(i) of the said order is not applicable.
- ii. (a) The Company does not have any inventory and hence reporting under clause 3(ii)(a) of the Order 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 period, 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. The Company has not made investments in, companies, firms, Limited Liability Partnerships, and granted unsecured loans to other parties, during the period and hence clause 3(iii) of the order is not applicable to the Company
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantee and securities provided, as applicable.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits within the meaning of section 73,74,75 and 76 of the Act and Rules framed there under to the extent notified, hence, reporting under clause 3(v) of the Order is not applicable.
- vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- vii. In respect of statutory dues:
 - (a) According to the information and explanations given to us, and the records of the Company examined by us, 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 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) According to the information and explanations given to us, and the records of the Company examined by us, the details of statutory dues referred to in sub clause (a) as at 31st March, 2022, which have not been deposited on account of dispute, are as follows.

| Nature of the statute | Nature of dues | Forum where the dispute is pending | Period to which the amount relates | Amount |
|-----------------------|----------------|------------------------------------|------------------------------------|--------|
| NA | NA | NA | NA | NA |

- viii. According to the information and explanations given to us, and the records of the Company examined by us there are no transactions in the books of account that has been surrendered or disclosed as income during the period in the tax assessments under the Income Tax Act, 1961 that has not been recorded in the books of accounts.
- ix. a. The Company has taken interest Free unsecured loans from the Holding Company. The said Loan is repayable after a period of 36 months on demand. We draw your attention to Note No. 28 of the notes on accounts, where in it has mentioned that the said loan was advanced by the holding Company to support the operations of the Company. The Company has not defaulted in repayment of the said Loan.

| Nature of Borrowing | Name of the Lender | Amount of Loan | Remark |
|--------------------------------|---------------------------------|----------------|---|
| Unsecured Loan (Interest Free) | Niraj Cement Structural Limited | 6,0,967/- | Loan given to support the Operations of the Company (Refer Note No.28 of Notes to Accounts) |

- b. The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c. The Company has taken unsecured Interest free Loan from director of the Company, to support the operations of the Company, as mentioned in Note No. 14 of the Notes to accounts.
- d. On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the period for long-term purposes by the Company.
- e. 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 of its subsidiaries.
- f. The Company has not raised any loans during the period on the pledge of securities held in its subsidiaries, joint ventures or associate companies and hence reporting on clause 3(ix)(f) of the Order is not applicable.

- x. a. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the period and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b. During the period, the Company has not made any preferential allotment of shares and the company has not issued any convertible debentures (fully or partly or optionally), Hence reporting under clause 3(x)(b) of the order is not applicable.
- xi. a. During the course of our examination of the books and records 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 by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management
- b. During the course of our examination of the books and records 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, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the reporting under Clause 3(xi)(b) of the Order is not applicable to the Company
- c. During the course of our examination of the books and records 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, the Company has received whistle-blower complaints during the period, which have been considered by us for any bearing on our audit and reporting.
- xii. The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the 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 financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion and according to the information and explanation given to us, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) The reports of the Internal Auditor for the period under audit have been considered by us.
- xv. In our opinion during the period 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. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

(b)The Company has not conducted non-banking financial / Housing Finance activities during the period, accordingly the reporting under clause 3(xv)(b) of the Order is not applicable to the Company.

(c) The Company is not a Core Investment Company (CIC), as defined in the regulations made by the Reserve Bank of India, Accordingly, the reporting under clause 3 (xvi) (c) of the Order is not applicable to the Company.

(d) Based on the Information and explanations provided by the management of the Company, the Group has no Company defined as Core Investment Company (CIC), as defined in the regulations made by the Reserve Bank of India, Accordingly, the reporting under clause 3 (xvi) (d) of the Order is not applicable to the Company.

xvii. The Company has incurred cash losses of Rs. 7,94,847/- in the previous period. The accumulated Cash losses as at 31st March, 2022 are Rs. 7,94,847/-

xviii. There has been no resignation of the statutory auditors of the Company during the period.

xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one period from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one period from the balance sheet date, will get discharged by the Company as and when they fall due.

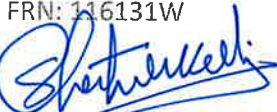
xx. As per section 135 of the Companies Act 2013, the company is not liable to contribution toward CSR, accordingly clause 3(xx)(a)(b) of the order is not applicable to the Company.

xxi. The reporting under Clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report

For Hiren Buch Associates

Chartered Accountant

FRN: 116131W



Sandeep Chaturvedi

Partner

M.No: 154248

UDIN: 22154248ALBERW6556



Date: 15th May, 2022

Place: Mumbai

NIRAJ CONSULTING GROUP LIMITED

STATEMENT OF ASSETS AND LIABILITIES AS ON 31ST MARCH 2022

(in Rupee)

| Sr No | Particulars | Note No. | As at 31st March, 2022 |
|------------|---|----------|------------------------|
| I. | ASSETS | | |
| 1 | Non-current assets | | |
| | (a) Property, Plant and Equipment | | |
| | (i) Tangible assets | | - |
| | (b) Financial Assets | | |
| | (ii) Long-term loans and advances | 2 | 10,000 |
| | (c) Other non-current assets | 3 | 1,800 |
| | (d) deffred Tax Assets | 4 | 1,98,710 |
| | Total Non Current Assets | | 2,10,511 |
| 2 | Current assets | | |
| | (a) Financial assets | | |
| | (i) Trade receivables | 5 | 60,000 |
| | (ii) Cash and bank balances | 6 | 62,961 |
| | (iii) Short-term loans and advances | 7 | 19,000 |
| | (b) Other current assets | 8 | 5,609 |
| | Total Current Assets | | 1,47,570 |
| | Total Assets | | 3,58,081 |
| II. | EQUITY AND LIABILITIES | | |
| 1 | EQUITY | | |
| | (a) Share capital | 9 | 1,00,000 |
| | (b) Other Equity | 10 | (5,99,482) |
| | (c) Money received against share warrants | | - |
| | Total Shareholders' Fund | | (4,99,482) |
| 2 | LIABILITIES | | |
| | Non-current liabilities | | |
| | (a) Financial liabilities | | |
| | (i) Long-term borrowings | 11 | 6,04,967 |
| | (c) Long-term provisions | 12 | - |
| | Total Non Current Liabilities | | 6,04,967 |
| | Current liabilities | | |
| | (a) Financial liabilities | | |
| | (ii) Trade payables | 14 | 1,78,850 |
| | (b) Other current liabilities | 15 | 73,745 |
| | Total Current Liabilites | | 2,52,596 |
| | Total Liabilities | | 3,58,081 |

The accompanying notes 1 to 30 are integral part of the financial statements
In terms of our report attached

For Hiren Buch Associates
Chartered Accountants
FRN : 116131W



Sandeep Chaturvedi
Partner

M No. 154248

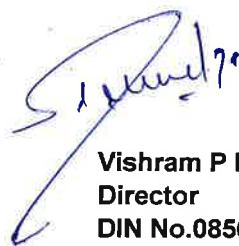
UDIN 22154248ALBERW6556

Place : Mumbai

Date : 15th May, 2022



For and on behalf of Board of Directors



Vishram P Rudre
Director
DIN No.08564350

Place : Mumbai

Date : 15th May, 2022





Partha S Raut
Director
DIN No.08804981

NIRAJ CONSULTING GROUP LIMITED
Profit and loss statement for the Period ended 31st March 2022

(Amount in Rupees)

| Particulars | Note No. | For the Period ended 2021-22 |
|---|----------|------------------------------|
| Revenue from operations | 16 | 78,000 |
| Other income | | - |
| Total Revenue | | 78,000 |
| Expenses: | | |
| Employee benefits expense | 17 | 1,14,950 |
| Finance costs | 18 | 291 |
| Other expenses | 19 | 7,60,951 |
| Total Expenses | | 8,76,192 |
| Profit before exceptional and extraordinary items and tax | | (7,98,192) |
| Less: Exceptional items | | - |
| Balance Written off (Debtors & Other) | | - |
| Short provision of Depreciation for earlier years | | - |
| Profit before extraordinary items and tax | | (7,98,192) |
| Extraordinary Items | | - |
| Profit before tax | | (7,98,192) |
| Less: Tax Expenses | | |
| (1) Current tax | | - |
| (2) Deferred tax Liabilities/(Assets) | | (1,98,710) |
| Profit (Loss) for the period from continuing operations | | (5,99,482) |
| Other Comprehensive income | | |
| (a) Items not to be reclassified subsequently to profit or loss | | |
| Gain/(loss) on fair value of defined benefit plans as per actuarial valuation | | - |
| (b) Items to be reclassified subsequently to profit or loss | | - |
| Other Comprehensive income for the year, net of tax | | - |
| Total comprehensive income for the year, net of tax | | - |
| Profit available for appropriation (after tax) | | (5,99,482) |
| Profit (Loss) for the period | | (5,99,482) |
| Earnings per equity share: | | |
| (1) Basic | | (5.99) |
| (2) Diluted | | (5.99) |

The accompanying notes 1 to 30 are integral part of the financial statements

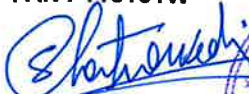
In terms of our report attached

For Hiren Buch Associates

Chartered Accountants

FRN : 116131W

For and on behalf of Board of Directors


 Sandeep Chaturvedi
 Partner

Partner

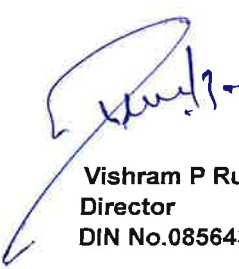
M No. 154248

Place : Mumbai

Date : 15th May, 2022

UDIN 22154248ALBERW6556




 Vishram P Rudre
 Director
 DIN No.08564350


 Partha S Raut
 Director
 DIN No.08804981



Niraj Consulting Group Limited
Cash Flow Statement for the year ended 31st March, 2022

(Amount in Rs)

| Particulars | For the Period ended 31st March 2022 | |
|---|--------------------------------------|-------------------|
| A. Cash flow from operating activities | | |
| Net Profit / (Loss) before extraordinary items and tax | | (7,98,192) |
| <u>Adjustments for:</u> | | |
| Depreciation and amortisation | - | |
| Finance costs | 291 | |
| Provision for gratuity | - | |
| Bad Debts - Provision | - | |
| Interest income | - | |
| Actuarial Gain on Gratuity Provision | - | |
| | 291 | |
| Operating profit / (loss) before working capital changes | | (7,97,901) |
| <u>Changes in working capital:</u> | | |
| <u>Adjustments for (increase) / decrease in operating assets:</u> | | |
| Inventories | - | |
| Trade receivables | (60,000) | |
| Short-term loans and advances | (19,000) | |
| Other Current Assets | (5,609) | |
| Other non-current assets | (1,800) | |
| <u>Adjustments for increase / (decrease) in operating liabilities:</u> | | |
| Trade payables | 1,78,850 | |
| Other current liabilities | 73,745 | |
| Short-term provisions | - | |
| Other Long Term Liabilities | - | |
| Long-term provisions | - | |
| | 1,66,186 | |
| Cash generated from operations | | (6,31,715) |
| Net income tax (paid) / refunds | | 1,98,710 |
| Net cash flow from / (used in) operating activities (A) | | (4,33,005) |
| B. Cash flow from investing activities | | |
| Capital expenditure on fixed assets, including capital advances | - | |
| Deferred Tax Assets created | (1,98,710) | |
| Bank balances not considered as Cash and cash equivalents | - | |
| Interest received | - | |
| Long term loans and advances | (10,000) | |
| Non Current Investment | - | |
| | | (2,08,710) |
| Net cash flow from / (used in) investing activities (B) | | (2,08,710) |
| C. Cash flow from financing activities | | |
| Increase / (Decrease) in long-term borrowings | 6,04,967 | |
| Increase / (Decrease) in other short-term borrowings | - | |
| Proceeds from issue of shares | 1,00,000 | |
| Money Received Against Share Warrants | - | |
| Earlier years' adjustment in general reserve | - | |
| Finance cost | (291) | |
| Dividends paid | - | |
| Tax on dividend | - | |
| | | 7,04,676 |
| Net cash flow from / (used in) financing activities (C) | | 7,04,676 |
| Net increase / (decrease) in Cash and cash equivalents (A+B+C) | | 62,961 |
| Cash and cash equivalents at the beginning of the year | | - |
| Effect of exchange differences on restatement of foreign currency Cash and cash equivalents | | |
| Cash and cash equivalents at the end of the year | | 62,961 |
| Cash and cash equivalents at the end of the year Comprises: | | |
| (a) Cash on hand | | - |
| (b) Balances with banks | | |
| (i) In current accounts | | 62,961 |
| (ii) In deposit accounts with original maturity of less than 3 months | | - |
| (iii) In earmarked accounts (unpaid dividend) | | - |
| | | - |
| Total | | 62,961 |

Notes :

1. The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard - 3 on "Cash Flow Statements" prescribed by the Companies (Accounting Standard) Rules, 2006.

In terms of our report attached

For Hiren Buch Associates

Chartered Accountants

FRN - 119121W

Sandeep Chaturvedi

Partner

M No. 154248

UDIN : 22154248ALBERW6556

Place : Mumbai

Date : 15th May 2022

For and on behalf of the Board of Directors

Vishram P Rudre Partha S Raut

Director Director

DIN No.08564350 DIN No.08804981

Place : Mumbai

Date : 15th May 2022



STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2022

A Equity Share Capital

| Particulars | Note No | (Amount in Rs.) |
|--|---------|-----------------------|
| | | As at 31st March 2022 |
| Equity Shares Capital at the Beginning of the year | | - |
| Additions during the Year | | 1,00,000 |
| Equity Shares Capital at the end of the year | | 1,00,000 |

B Other Equity

| Particulars | Note No | (Amount in Rs.) | |
|------------------------------|---------|-------------------------|-------------------|
| | | Profit and Loss Account | Total |
| As at 1st April 2022 | | | |
| Opening Balance | | - | - |
| Profit for the Year | | (5,99,482) | (5,99,482) |
| As at 31st March 2022 | | (5,99,482) | (5,99,482) |

In terms of our report attached

For Hiren Buch Associates

Chartered Accountants

FRN : 116131W



Sandeep Chaturvedi

Partner

M No. 154248

UDIN : 22154248ALBERW6556





Vishram P Rudre

Director

DIN No.08564350



Partha S Raut

Director

DIN No.08804981

Place : Mumbai

Date : 15th May, 2022

Place : Mumbai

Date : 15th May, 2022

9 Share Capital

(Amount in Rs)

| Particulars | As at 31st March 2022 |
|--|-----------------------|
| Authorised | |
| 1,00,000 Equity Shares of Rs. 10/- each | 10,00,000 |
| Issued, subscribed and Paid up | |
| 10,00,000 Equity Shares of Rs. 10/- each fully paid up | 1,00,000 |
| Total | 1,00,000 |

Note

- Company has not made any non cash allotment/ Bonus issue nor bought back any share during the current financial period.
- Niraj cement Structural Limited holding (74.50%) shares in the Company is holding company
 - There are no unpaid calls from any director or officers of the company for current and previous year.

Terms / Rights attached to equity shares:

- Voting** :The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share.
- Liquidation** :In the event of liquidation of the Company, the holders of equity shares will be entitled to receive all of 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.
- Dividend**: The Board of Directors do not propose dividend for financial period 2021-22.

Disclosure relating to shareholder holding more than 5%

| Sr. No | Particulars | Number of shares Held | % |
|--------|---------------------------------|-----------------------|--------------|
| i | Niraj Cement Structural Limited | 7450 | 74.50 |
| ii | Gulshan Vijaykumar Chopra | 2500 | 25.00 |
| | Total | 9950 | 99.50 |

Promoters Holding at the end of the Year

| Sr. No | Particulars | Number of shares Held | % | Changes during the Year |
|--------|---------------------------------|-----------------------|---------------|-------------------------|
| i | Niraj Cement Structural Limited | 7450 | 74.50 | - |
| ii | Gulshan Vijaykumar Chopra | 2500 | 25.00 | - |
| iii | Ms. Aishwarya Chopra | 10 | 0.10 | - |
| iv | Mr Ratan Chopra | 10 | 0.10 | - |
| v | Mr. Sudhakar Tandale | 10 | 0.10 | - |
| vi | Mrs. Pooja Chopra | 10 | 0.10 | - |
| vii | Mr Akash Madan | 10 | 0.10 | - |
| | Total | 10000 | 100.00 | - |

Reconciliation of number and amount of equity shares

| | As at 31st March 2022 | |
|--|-----------------------|-----------------|
| | No of Shares | Amount (Rs.) |
| Opening Balance | - | - |
| Add: issued during the year | 10,000 | 1,00,000 |
| Less: Redeemed/ buy back during the year | - | - |
| Total | 10,000 | 1,00,000 |

10 Other Equity




(Amount in Rs)

| Particulars | As at 31st March 2022 |
|--|-----------------------|
| a Profit and Loss Account | |
| Opening Balance | - |
| Add : Profit during the year transferred | (5,99,482) |
| Less : Transferred to General Reserves | - |
| Closing Balance | (5,99,482) |
| Total | (5,99,482) |

11 Long Term Borrowings

(Amount in Rs)

| Particulars | As at 31st March 2022 |
|---|-----------------------|
| Unsecure | |
| Loan from Niraj Cement Structural Limited (Holding Company) | 6,04,967 |
| Total | 6,04,967 |

| 12 Long Term Provisions | | (Amount in Rs) |
|--|-----------------------|----------------|
| Particulars | As at 31st March 2022 | |
| a Provision for employee benefits Gratuity (unfunded) | | - |
| Total | | - |

| 13 Trade Payables | | (Amount in Rs) |
|-------------------|-----------------------|-----------------|
| Particulars | As at 31st March 2022 | |
| Sundry Creditors | | 1,78,850 |
| Total | | 1,78,850 |

In absence of complete information from the vendors with regards to their registration (filling of Memorandum) under The Micro, Small and Medium Enterprises Development Act, 2006. (27 of 2006), the Company is unable to compile the full information required to be disclosed herein under section 22 of the said Act.

| Particulars | Outstanding for a Period | | | | Total |
|------------------------|--------------------------|------------------|-------------------|------------------|-----------------|
| | Less than 1 Year | 1 Year to 2 Year | 2 Year to 3 Years | 3years and above | |
| Undisputed Dues | | | | | |
| MSME | | | | | |
| Others | 1,78,850 | | | | 1,78,850 |
| Disouted Dues | | | | | |
| MSME | | | | | |
| Others | | | | | |
| Total | 1,78,850 | | | | 1,78,850 |

| 14 Other Current Liabilities | | (Amount in Rs) |
|------------------------------|-----------------------|----------------|
| Particulars | As at 31st March 2022 | |
| Statutory dues payable | | 73,745 |
| Total | | 73,745 |

| 15 Revenue from Operations | | (Amount in Rs) |
|----------------------------|------------------------------|----------------|
| Particulars | For the Period ended 2021-22 | |
| Consultancy Charges | | 78,000 |
| Total | | 78,000 |

| 16 Employee Benefits Expenses | | (Amount in Rs) |
|--|------------------------------|-----------------|
| Particulars | For the Period ended 2021-22 | |
| Salaries | | 1,14,950 |
| Contributions to Provident fund/Gratuity | | - |
| Total | | 1,14,950 |

Disclosure as per Accounting Standards AS 15

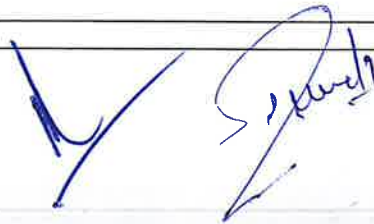

Defined Contribution plan : Company contribution to Provident Fund is charged to the profit and loss account of the year when the contributions to the respective fund are due.

Defined Benefit Plan : Gratuity liabilities are provided for based on actuarial valuation. The actuarial valuation is done on Projected Unit Credit Method.

The Company has not made any provision in respect of the Gratuity Payable for the Financial Period 2021-22 as non of the employee of the Company had completed the period of six months in the employment with Company.

| 17 Finance Costs | | (Amount in Rs) |
|------------------|------------------------------|----------------|
| Particulars | For the Period ended 2021-22 | |
| Bank Charges | | 291 |
| Total | | 291 |

| 18 Other Expenses | | (Amount in Rs) |
|----------------------------------|------------------------------|-----------------|
| Particulars | For the Period ended 2021-22 | |
| Professional and Legal fees | | 6,93,300 |
| Audit fees | | 25,000 |
| Preliminary Expenses written off | | 15,431 |
| Interest and Penalties | | 3,345 |
| Other Miscellaneous Expenses | | 23,875 |
| Total | | 7,60,951 |

19 Disclosure of Auditors' Remuneration

(Amount in Rs)

| Particulars | For the Period ended 2021-22 |
|----------------------|------------------------------|
| Statutory Audit Fees | 25,000 |
| Total | 25,000 |

20 Disclosure of details of Managerial Remuneration

(Amount in Rs)

| Particulars | For the Period ended 2021-22 |
|-------------------------|------------------------------|
| Salaries and Allowances | - |
| Directors' sitting Fees | - |
| Total | - |

21 Disclosure of earning and expenditure in foreign currency

(Amount in Rs)

| Particulars | For the Period ended 2021-22 |
|---------------------------------|------------------------------|
| Earning in foreign currency | NIL |
| Total | NIL |
| Expenditure in foreign currency | |
| Travelling Expenses | NIL |
| Total | |

22 Disclosure of Foreign Currency dividend remittances

| Particulars | For the Period ended 2021-22 |
|-------------------------------------|------------------------------|
| Dividend Remittance (amount in Rs) | NIL |
| Non-Resident Shareholders (numbers) | NIL |

23 Disclosure of Transactions with related Parties

Disclosure of transactions with related parties as required by Ind AS 24 issued by the Institute of Chartered Accountants of India are as follows

Key Managerial Personnel

| Sr No | Name of the Personnel | Role in the Company | Remark |
|-------|-----------------------|---------------------|--------|
| 1 | Mr. Partha Raut | Director | |

Holding Company

| Sr No | Name of the Personnel | Relationship | Remark |
|-------|----------------------------------|-----------------|--------|
| 1 | Niraj Cement Structurals Limited | Holding Company | |

The above information has been determined to the extent such parties have been identified on the basis of information provided by the Company which has been relied upon by the auditors

Disclosure of related party Transactions As per IND AS - 24 Financial Year 2021-22

Amount in Rs

| Transaction during the year | Name of the Party | Key Managerial Personnel | Holding Company |
|-----------------------------|---------------------------------|--------------------------|-----------------|
| Consultancy Fees | Partha Raut | 6,00,000 | |
| Unsecured Loan | Niraj Cement Structures Limited | | 6,04,967 |

24 Earning Per Share

| Particulars | For the period ended 2021-22 |
|--|------------------------------|
| Profit after taxation as per Books - Amount in Rs | (5,99,482) |
| Number of equity shares outstanding during the year | 1,00,000 |
| Nominal Value of share | 10 |
| Basic EPS (Rs) | (5.99) |
| Calculation of Diluted EPS | |
| Profit after taxation as per Books - Amount in Rs | (5,99,482) |
| Weighted Average Number of equity shares outstanding during the year | 1,00,000 |
| Diluted EPS | (5.99) |

(Handwritten signature)

NIRAJ CONSULTING GROUP LTD.
MUMBAI

- 25 Trade payables, Trade receivables, Advances received, Advances given, are subject to reconciliation and confirmation. The management is the process of reconciling the same
- 26 In the opinion of the Board, except otherwise stated all assets other than fixed assets and non current investments, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated. The provision for current liabilities and other liabilities is adequate and not in excess of amount reasonably necessary.
- 27 The Company is engaged primarily in business of Technical, financial and Management consultancy and accordingly there are no separate reportable segments as per Indian Accounting standards (Ind AS) 108 dealing with the segment reporting
- 28 The Company has incurred Net Loss of Rs. 7,94,847/- for the period ended 31st March, 2022 and its accumulated Losses as at 31st March, 2022 are Rs. 7,94,847/-, However the accounts of the company are prepared on Going concern basis based on the future business plan provided by the company and undertaking from Holding Company to extend financial support to the Company as and when required.

29 Financial Ratios

| Particulars | F Y |
|--------------------------|----------|
| | 2021-22 |
| Current Ratio | 1.71 |
| Return on Equity Ratio | -120.02% |
| Net Profit Ratio | -768.57% |
| Retrn on Capital | -85.04% |
| Return on Investments | NA |
| Debt Equity Ratio | (1.72) |
| Debt service Coverage | NA |
| Inventoty Turnover Ratio | NA |
| Trade Receivable | 0.77 |
| Trade Payable Turnover | 2.29 |
| Net Capital Turnover | (6.40) |

30 Reconciliation of Income Tax Provisions

| Particulars | F Y 2022-23 | |
|--|-------------|----------------|
| | Amount Rs. | Tax effect Rs. |
| Profit Before Income Taxes | (7,98,192) | - |
| Enacted tax rates in India | | 25.17% |
| Computed expected tax expense | | - |
| Effect of Non deductible expenses | | - |
| Tax effect due to non-taxable income for Indian tax purposes | | - |
| Effect of deductible expenses which are non-deductible earlier | | - |
| Effect of deductible expenses as per Income-tax law | | - |
| Effect of unrecognized deferred tax assets | | (1,98,710) |
| Others | | |

For Hiren Buch Associates
Chartered Accountants
FRN : 116131W


Sandeep Chaturvedi
Partner
M No. 154248
UDIN : 22154248ALBERW6556




Vishram P Rudre
Director
DIN No.08564350

For and on behalf of Board of Directors


Partha S Raut
Director
DIN No.08804981



Place : Mumbai
Date : 15th May, 2022

Place : Mumbai
Date : 15th May, 2022

Notes forming Part of the Balance Sheet as at 31st March 2022

Note
No.

1 Significant Accounting Policies

a Company Overview

Niraj Consulting Group Limited ("the Company") is a Public Limited Company incorporated in India on 6th day of September, 2021 having its registered office at Mumbai, Maharashtra, India. The Company is engaged in Consultancy and advisory services. This being the first accounting period, the accounts are prepared from 6th September, 2021 till 31st March, 2022.

b Statement of Compliance

The Company's financial statements have been prepared in accordance with the provisions of the Companies Act, 2013 and the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and amendments thereof issued by Ministry of Corporate Affairs in exercise of the powers conferred by section 133 of the Companies Act, 2013. In addition, the guidance notes/announcements issued by the Institute of Chartered Accountants of India (ICAI) are also applied except where compliance with other statutory promulgations require a different treatment. These financial statements have been approved for issue by the Board of Directors at their meeting held on 30th June, 2021.

c Basis of Accounting

The Company maintains its accounts on accrual basis following historical cost convention, except for certain financial instruments that are measured at fair value in accordance with Ind AS. Fair value measurements are categorised as below based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the company can access at measurement date;

Level 2 inputs are inputs, other than quoted prices included in level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3 inputs are unobservable inputs for the valuation of assets or liabilities.

Above level of fair value hierarchy are applied consistently and generally, there are no transfer between the level of the fair value hierarchy unless the circumstances changes warranting such transfers

d Presentation of financial statements

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013 ("the Act"). The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash Flows". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of the financial statements along with the other notes required to be disclosed under the notified Accounting Standards.

e Operating cycle for current and non-current classification

Operating cycle for the business activities of the company covers the duration service including the defect liability period wherever applicable and extends up to the realisation of receivables within the agreed credit period normally applicable to the respective lines of business.

f Use of judgement and estimates

The preparation of the financial statements in conformity with Ind AS requires management to make certain estimates, judgements and assumptions. These affect the application of accounting policies, the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the reporting date of the financial statements and reported amounts of income and expenses during the period. Accounting estimates could change from period to period and the actual results could differ from those estimates. These are reviewed by the management on an on-going basis and appropriate changes in estimates are made prospectively as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

The management believes that the estimates used in preparation of these financial statements are just, prudent and reasonable.

g Exceptional Items

An item of income or expense which by its size, type or incidence requires disclosure in order to improve an understanding of the performance of the Company is treated as an exceptional item and disclosed as such in the financial statements.

h Revenue Recognition

Ind AS 115: The objective of this Standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from a contract with a customer.

Identifying the Contract

An entity shall account for a contract with a customer that is within the scope of this Standard only when all of the following criteria are met:

- the parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations;
- the entity can identify each party's rights regarding the goods or services to be transferred;
- the entity can identify the payment terms for the goods or services to be transferred;
- the contract has commercial substance (ie the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract); and



Handwritten signature and blue circular stamp of Niraj Consulting Group Ltd. Mumbai.

- (e) it is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer. In evaluating whether collectability of an amount of consideration is probable, an entity shall consider only the customer's ability and intention to pay that amount of consideration when it is due. The amount of consideration to which the entity will be entitled may be less than the price stated in the contract if the consideration is variable because the entity may offer the customer a price concession.

Identifying Performance Obligation:

At contract inception, an entity shall assess the goods or services promised in a contract with a customer and shall identify as a performance obligation each promise to transfer to the customer either: (a) a good or service (or a bundle of goods or services) that is distinct; or 596 (b) a series of distinct goods or services that are substantially the same and that have the same pattern of transfer to the customer.

Satisfaction of performance obligations:

An entity shall recognise revenue when (or as) the entity satisfies a performance obligation by transferring a promised good or service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset.

Performance obligations satisfied over time

When either party to a contract has performed, an entity shall present the contract in the balance sheet as a contract asset or a contract liability, depending on the relationship between the entity's performance and the customer's payment. An entity shall present any unconditional rights to consideration separately as a receivable.

Measurement

When (or as) a performance obligation is satisfied, an entity shall recognise as revenue the amount of the transaction price (which excludes estimates of variable consideration) that is allocated to that performance obligation.

Determining the transaction price

An entity shall consider the terms of the contract and its customary business practices to determine the transaction price. The

i Borrowings

Borrowing costs include interest expense calculated using the effective interest method, finance charges in respect of assets acquired on finance lease and exchange differences arising on foreign currency borrowings to the extent they are regarded as an adjustment to interest costs.

Borrowing costs net of any investment income from the temporary investment of related borrowings that are attributable to the acquisition, construction or production of a qualifying asset are capitalised/inventoried as part of cost of such asset till such time the asset is ready for its intended use or sale. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognised in Profit or Loss in the period in which they are incurred.

j Financial Instruments

Financial assets and/or financial liabilities are recognised when the company becomes party to a contract embodying the related financial instruments. All financial assets, financial liabilities and financial guarantee contracts are initially measured at transaction values and where such values are different from the fair value, at fair value. Transaction costs that are attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from as the case may be, the fair value of such financial assets or liabilities, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Profit or Loss.

In case of funding to subsidiary companies in the form of interest free or concession loans and preference shares, the excess of the actual amount of the funding over initially measured fair value is accounted as an equity investment.

A financial asset and a financial liability is offset and presented on net basis in the balance sheet when there is a current legally enforceable right to set-off the recognised amounts and it is intended to either settle on net basis or to realise the asset and settle the liability simultaneously.

(i) Financial Assets

(A) All recognised financial assets are subsequently measured in their entirety either at amortised cost or at fair value depending on the classification of the financial assets as follows:

(i) Investments in debt instruments that are designated as fair value through profit or loss (FVTPL) - at fair value.

(ii) Investments in debt instruments that meet the following conditions are subsequently measured at - at amortised cost (unless the same designated as fair value through profit or loss):

The asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and

The contractual terms of instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Investment in debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income [FVTOCI] (unless the same are designated as fair value through profit or loss)

The asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and

The contractual terms of instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iv) Debt instruments at FVTPL is a residual category for debt instruments, if any, and all changes are recognised in profit or loss.

(v) Investment in equity instruments issued by subsidiary, associate and joint venture companies are measured at cost less impairment.

(vi) Investment in preference shares of the subsidiary companies are treated as equity instruments if the same are convertible into equity shares or are redeemable out of the proceeds of equity instruments issued for the purpose of redemption of such investments. Investment in preference shares not meeting the aforesaid conditions are classified as debt instruments at FVTPL.



- (vii) Investments in equity instruments are classified as at FVTPL, unless the related instruments are not held for trading and the Company irrevocably elects on initial recognition to present subsequent changes in fair value in Other Comprehensive Income.
- (B) For financial assets that are measured at FVTOCI, income by way of interest and dividend, provision for impairment and exchange difference, if any, (on debt instrument) are recognised in profit or loss and changes in fair value (other than on account of above income or expense) are recognised in other comprehensive income and accumulated in other equity. On disposal of debt instruments at FVTOCI, the cumulative gain or loss previously accumulated in other equity is reclassified to profit or loss. In case of equity instruments at FVTOCI, such cumulative gain or loss is not reclassified to profit or loss on disposal of investments.
- (C) A financial asset is primarily derecognised when:
 - (i) the right to receive cash flows from the asset has expired, or
 - (ii) 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 (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.

On derecognition of a financial asset in its entirety, the difference between the carrying amounts measured at the date of derecognition and the consideration received is recognised in Profit or Loss.

- (D) Impairment of financial assets: The Company recognises impairment loss on trade receivables using expected credit loss model, which involves use of a provision matrix constructed on the basis of historical credit loss experience as permitted under Ind AS 109. Impairment loss on investments is recognised when the carrying amount exceeds its recoverable amount.
- (ii) **Financial Liabilities**
 - (i) Financial liabilities, including derivatives and embedded derivatives, which are designated for measurement at FVTPL are subsequently measured at fair value. Financial guarantee contracts are subsequently measured at the amount of impairment loss allowance or the amount recognised at inception net of cumulative amortisation, whichever is higher. All other financial liabilities including loans and borrowings are measured at amortised cost using Effective Interest Rate (EIR) method.

A financial liability is derecognised when the related obligation expires or is discharged or cancelled.

k **Cash and Bank Balances**

Cash and bank balances also include fixed deposits, margin money deposits, earmarked balances with banks and other bank balances which have restrictions on repatriation. Short term and liquid investments being subject to more than insignificant risk of change in value, are not included as part of cash and cash equivalents.

l **Employee Benefits**

(i) **Short Term Employee Benefits**

Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia and performance-linked rewards falling due wholly within twelve months of rendering the service are classified as short term employee benefits and are expensed in the period in which the employee renders the related service.



(ii) **Post Employment Benefits**

- (a) **Defined contribution plans:** The Company's superannuation scheme, state governed provident fund scheme, employee state insurance scheme and employee pension scheme are defined contribution plans. The contribution paid/payable under the schemes is recognised during the period in which the employee renders the related service.
- (b) **Defined Benefit Plans:** The employees' gratuity fund schemes and employee provident fund schemes managed by board of trustees established by the Company, the post-retirement medical care plan and the Company pension plan represent defined benefit plans. The present value of the obligation under defined benefit plans is determined based on actuarial valuation using the Projected Unit Credit Method.

The obligation is measured at the present value of the estimated future cash flows using a discount rate based on the market yield on government securities of a maturity period equivalent to the weighted average maturity profile of the defined benefit obligations at the Balance Sheet date.

Re-measurement, comprising actuarial gains and losses, the return on plan assets (excluding amounts included in net interest on the net defined benefit liability or asset) and any change in the effect of asset ceiling (if applicable) is recognised in other comprehensive income and is reflected in retained earnings and the same is not eligible to be reclassified to profit or loss. Defined benefit costs comprising current service cost, past service cost and gains or losses on settlements are recognised in the Statement of Profit and Loss as employee benefits expense. Interest cost implicit in defined benefit employee cost is recognised in the Statement of Profit and Loss under finance cost. Gains or losses on settlement of any defined benefit plan are recognised when the settlement occurs. Past service cost is recognised as expense at the earlier of the plan amendment or curtailment and when the company recognises related restructuring costs or termination benefits.

In case of funded plans, the fair value of the plan assets is reduced from the gross obligation under the defined benefit plans to recognise the obligation on a net basis.

(iii) Long Term Employee benefits

The obligation recognised in respect of long term benefits such as compensated absences, long service award etc. is measured at present value of estimated future cash flows expected to be made by the Company and is recognised in a similar manner as in the case of defined benefit plans vide (ii)(B) supra.

Long term employee benefit costs comprising current service cost and gains or losses on curtailments and settlements, re-measurements including actuarial gains and losses are recognised in the Statement of Profit and Loss as employee benefit expenses. Interest cost implicit in long term employee benefit cost is recognised in the Statement of Profit and Loss under finance cost.

(iv) Terminal Benefits

Termination benefits such as compensation under employee separation schemes are recognised as expense when the Company's offer of the termination benefit is accepted or when the Company recognises the related restructuring costs whichever is earlier.

m Taxes on Income

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961 and based on the expected outcome of assessments/ appeals.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Company's financial statements and the corresponding tax bases used in computation of taxable profit and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

Deferred tax liabilities are generally recognised for all taxable temporary differences including the temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are generally recognised for all taxable temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets relating to unabsorbed depreciation/business losses/losses under the head "capital gains" are recognised and carried forward to the extent of available taxable temporary differences or where there is convincing other evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of reporting period, to recover or settle the carrying amount of its assets and liabilities.

Transaction or event which is recognised outside Profit or Loss, either in Other Comprehensive Income or in equity, is recorded along with the tax as applicable.

n Leases

Ind AS 116 – Leases which sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract and replaces the previous standard on leasing, Ind AS 17 – Leases. Ind AS 116 eliminates the classification of leases for the lessee as either operating leases or finance leases as required by Ind AS 17 and instead, introduces a single lessee accounting model whereby a lessee is required to recognise assets and liabilities for all leases with a term that is greater than 12 months, unless the underlying asset is of low value, and to recognise depreciation of leased assets separately from interest on lease liabilities in the income statement.

The accounting by lessors under the new standard is substantially unchanged from today's accounting in Ind AS 17. Lessors classify all leases using the same classification principle as in IAS 17 and distinguish between two types of leases: operating and finance leases. For operating leases, lessors continue to recognize the underlying asset. For finance leases, lessors derecognize the underlying asset and recognize a net investment in the lease similar to today's requirements. Any selling profit or loss is recognized at lease commencement.

o Provisions, contingent Liabilities and Contingent Assets

Provisions are recognised only when

- (i) the Company has a present obligation (legal or constructive) as a result of a past event; (ii) it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- (ii) a reliable estimate can be made of the amount of the obligation.

money is material, the carrying amount of the provision is the present value of those cash flows. Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received.

Contingent liability is disclosed in case of:

- (i) a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation; and
- (ii) a present obligation arising from past events, when no reliable estimate is possible. Contingent assets are disclosed where an inflow of economic benefits is probable.

Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

Where the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under such contract, the present obligation under the contract is recognised and measured as a provision.



p Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method, adjusting the profit before tax excluding exceptional items for the effects of:

- (i) changes during the period in inventories and operating receivables and payables transactions of a non-cash nature;
- (ii) non-cash items such as depreciation, provisions, unrealised foreign currency gains and losses; and
- (iii) all other items for which the cash effects are investing or financing cash flows.

Cash and cash equivalents (including bank balances) shown in the Statement of Cash Flows exclude items which are not available for general use as at the date of Balance Sheet.

2 Long Term Loans and Advances (Unsecured, considered good unless stated otherwise)

(Amount in Rs)

| Particulars | As at 31st March 2022 |
|---|-----------------------|
| 1. Unsecured considered good (refer Note 41) | |
| Deposits | 10,000 |
| Total | 10,000 |

3 Other Non Current Assets

(Amount in Rs)

| Particulars | As at 31st March 2022 |
|---|-----------------------|
| i Balances with government authorities | |
| Income tax (Net of provision) | 1,800 |
| Total | 1,800 |

4 Deferred Tax Assets

(Amount in Rs)

| Particulars | As at 31st March 2022 |
|---|-----------------------|
| Timing difference for the current year - (Liabilities) / Assets | 1,98,710 |
| Deferred tax (Liabilities) / Assets -Opening Balance | - |
| Total | 1,98,710 |

5 Trade Receivables (Unsecured considered good, unless stated otherwise)

(Amount in Rs)

| Particulars | As at 31st March 2022 |
|--|-----------------------|
| (i) Outstanding for a period over six months from the due date | - |
| (ii) Others | 60,000 |
| Total | 60,000 |

Note : Trade receivables outstanding for over six months are slow moving and are subject to the outcome of arbitration and/or reconciliation proceedings arising out of various Contractual obligations and are considered good and realisable by Management.

| Particulars | Outstanding for a period | | | Total |
|---|--------------------------|------------------------|----------------------|---------------|
| | Less than six months | Six Months to One Year | One Year to Two Year | |
| Undisputed Trade receivable considered Good | 60,000 | - | - | 60,000 |
| Undisputed Trade receivable considered Daubtful | - | - | - | - |
| Disputed Trade receivable considered Good | - | - | - | - |
| Disputed Trade receivable considered Daubtful | - | - | - | - |
| Total | 60,000 | - | - | 60,000 |

6 Cash and Bank Balances

(Amount in Rs)

| Particulars | As at 31st March 2022 |
|--------------------------------------|-----------------------|
| a Cash & cash equivalents | |
| i Balances with Bank | |
| In Current Accounts | 62,961 |
| Total | 62,961 |

7 Short term Loans and Advances (Unsecured, considered good unless stated otherwise)

(Amount in Rs)

| Particulars | As at 31st March 2022 |
|-----------------------|-----------------------|
| Advances to creditors | 19,000 |
| Total | 19,000 |

8 Other Current Assets

(Amount in Rs)

| Particulars | As at 31st March 2022 |
|-------------------|-----------------------|
| Pre Paid Expenses | 5,609 |
| Total | 5,609 |