



Independent Auditors' Report

TO,
THE MEMBERS OF **VDEAL SYSTEM PRIVATE LIMITED**

Opinion

We have audited the accompanying Standalone financial statements of **VDEAL SYSTEM PRIVATE LIMITED** (here in after referred as the Company), CIN – U31100OR2009PTC011396 having registered office at PLOT NO. 4/A, 4/B & 6, JANLA INDUSTRIAL AREA, JATNI - 752054 which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, the Cash Flow Statements and notes for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and profit/loss for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the 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 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 standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide separate opinion on these matters.

Other Information

The Company's management and the Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not



include the standalone financial statements and our auditor's report thereon.

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

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

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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.

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

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

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143 (3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to the standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we



determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 (the 'Order') issued by the Central Government in terms of section 143 (11) of the Act, we give in the 'Annexure - A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

A. As required by section 143(3) of the Act, we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

c) The standalone balance sheet, the standalone statement of profit and loss (including other comprehensive income), the Cash Flow Statements and the standalone statement of changes in equity 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, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of written representations received from the directors as on March 31, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, from being appointed as a director in terms of section 164 (2) of the Act.

B. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has no pending litigations on its financial position in its financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Place: Bhubaneswar
Date: 18.11.2021
UDIN: 21064532AAAADR3813

For DACS & Associates
Chartered Accountants

FRN:0326882E

Dipayan Das
Dipayan Das
(Partner)

M.No.064532



Annexure - B to the Independent Auditors' Report of VDEAL SYSTEM PRIVATE LIMITED, for the year ended on 31st March 2021

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

We report that, in our opinion and to the best of our information and explanations furnished to us and the books and records examined by us in the normal course of Audit:

- i. a) The company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment.

b) The Company has a regular programme of physical verification of its property, plant and equipment by which all property, plant and equipment are verified at regular interval. In our opinion, the frequency of physical verification is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this programme, certain property, plant and equipment were physically verified by management during the year. No material discrepancies were noticed upon such verification.
- ii. Physical verification of inventory has been conducted at reasonable intervals by the management. The Company has maintained proper records of inventory. No material discrepancies were noticed on verification. As explained by the management that the company is involved in construction activities and there are so many items spread out at the site so it is very difficult to maintain the quantitative records of each and every item, however high value items are controlled by the staff of the Company.
- iii. In our opinion and according to the information and explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, LLP or other parties covered in the registered maintained under Section 189 of the Companies Act, 2013. Hence provisions of clause 3 (iii) are 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 section 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investment and providing guarantees and securities as applicable.
- v. The company has not accepted deposits during the year and does not have any unclaimed deposits as at 31st March 2021 and therefore provisions of clause 3 (v) are not applicable to the company.
- vi. According to the information and explanations provided to us, the Companies (Cost Accounting Record) Rules 2011, is not applicable to the companies.
- vii. (a) According to the records of the company, the company is regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income tax, Goods & Service Tax, Value Added Tax, Wealth tax, Service tax, custom duty, excise duty, Cess and other statutory dues applicable to the Company with the appropriate authorities. According to the information and explanation given to us, no undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at the last day of the financial year for a period of more than six months from the date they became payable.

(b) There is no dispute with the revenue authorities regarding any duty or tax payable.



- viii. In our opinion and according to the information and explanations provided by the management, the company has not defaulted in repayments of loans or borrowing to a financial institution, bank or government or dues to debentures holders.
- ix. The Company has not raised money by way of initial public offer, further public offer (including debt instruments) or term loan and hence reporting under Clause 3 (ix) of the order is not applicable to the company.
- x. 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, there are no material fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, the Company has not paid /provided for any managerial remuneration. Hence reporting under Clause 3 (xi) of the order is not applicable to the company.
- xii. The company is not a Nidhi company and hence reporting under Clause 3 (xii) of the order is not applicable to the company.
- xiii. According to the information and explanation given to us, all transactions of the Company with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- xiv. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- xv. The company has not entered into any non-cash transactions with directors or persons connected with him year and hence reporting under Clause 3 (xv) of the order is not applicable to the company.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act.

Place: Bhubaneswar
Date: 18.11.2021
UDIN: 21064532AAAADR3813



For DACS & Associates
Chartered Accountants
FRN:0326882E

Dipayan Das
Dipayan Das
(Partner)

M.No.: 064532

M/S VDEAL SYSTEM PRIVATE LIMITED
 PLOT NO-4/A, 4/B, 6: JANLA INDUSTRIAL AREA, JATNI, KHORDHA
 ODISHA-752054

AUDITED BALANCE SHEET AS ON 31ST MAR'2021

Particulars	Note No	Current Year Amount (Rs) As On 31.03.2021	Previous Year Amount (Rs) As On 31.03.2020
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	29,78,600	29,78,600
(b) Reserves and Surplus	2	1,78,85,027	1,55,97,195
(c) Money received against share warrants			
(2) Share application money pending allotment			
(3) Non-Current Liabilities¹			
(a) Long-term borrowings	3	2,43,85,405	2,24,85,572
(b) Deferred tax liabilities (Net)			
(c) Other Long term liabilities			
(d) Unsecured Loan		29,14,343	18,01,343
(4) Current Liabilities			
(a) Short-term borrowings	4	3,54,78,050	3,45,06,160
(b) Trade payables	5	2,80,41,392	3,37,51,599
(c) Other current liabilities	6	34,03,968	69,94,724
(d) Short-term provisions	7	5,49,988	3,31,438
Total		11,56,36,773	11,84,46,631
II. ASSETS			
(1) Non-current assets			
<i>(a) Fixed assets</i>			
(i) Tangible assets	8	3,03,41,050	2,28,77,604
(ii) Intangible assets			
(iii) Capital work-in-progress		-	1,15,506
(iv) Intangible assets under development			
(b) Non-current investments			
(c) Deferred tax assets (net)	9	(2,35,214)	18,631
(d) Long term loans and advances	10	11,68,415	10,83,339
(e) Other non-current assets			
(2) Current assets			
(a) Current Investment			
(b) Inventories ²	11	3,15,21,026	4,99,94,971
(c) Trade receivables	12	3,62,06,774	2,35,06,604
(d) Cash and cash equivalents	13	1,03,61,811	85,33,512
(e) Short-term loans and advances	14	62,72,911	1,23,16,464
(f) Other current assets			
Total		11,56,36,773	11,84,46,631

As per our report of even date attached

For D A C S & Associates

Chartered Accountants

FRN: 326882E

Dipayan Das

(CA. Dipayan Das)

Partner

M.No: 064532

Place: Bhubaneswar

Date: 18.11.2021

UDIN-21064532AAAA DR3813

For & on behalf of the board

Dhiraj

Dhiraj Kochar
(Managing Director)

Vimal Prakash Kochar
(Director)



M/S VDEAL SYSTEM PRIVATE LIMITED
 PLOT NO-4/A, 4/B, 6; JANLA INDUSTRIAL AREA, JATNI, KHORDHA
 ODISHA-752054

AUDITED PROFIT AND LOSS STATEMENT FOR THE PERIOD ENDED 31ST MARCH, 2021

Particulars	Note No	Current Year Amount (Rs) Ending On 31.03.2021	Previous Year Amount (Rs) Ending On 31.03.2020
I. Revenue from Operations	15	14,12,73,098	10,16,82,000
II. Other Income	16	5,12,956	73,27,838
III. Total Revenue (I +II)		14,17,86,054	10,90,09,838
IV. Expenses:			
Cost of Materials Purchased	17	8,88,21,190	10,19,57,780
Direct Expenses	18	25,38,328	24,51,288
Changes in Inventories	19	1,84,73,945	(2,39,12,056)
Employee Benefit Expenses	20	1,47,26,462	1,35,98,538
Finance Costs	21	69,03,305	52,35,121
Depreciation and Amortization Expenses	22	35,74,881	30,89,451
Other Expenses	23	36,56,280	52,47,454
Total Expenses		13,86,94,390	10,76,67,576
V. Profit/(Loss) before tax		30,91,664	13,42,262
VII. Profit/(Loss) After Depreciation		30,91,664	13,42,262
VIII. Tax expense:			
(1) Current tax		5,49,988	3,31,438
(2) Deferred tax		(2,53,844)	(17,550)
X. Profit/(Loss) after Taxation transferred to Reserve & Surplus		22,87,832	9,93,274
		22,87,832	9,93,274
Earning per equity share of face value of Rs 100 Each Basic & Diluted		76.81	33.35

As per our report of even date attached

For D A C S & Associates

Chartered Accountants

FRN: 326882E

Dipayan Das



(CA. Dipayan Das)

Partner

M.No: 064532

Place: Bhubaneswar

Date: 18.11.2021

UDIN- 21064532AAAADR3813

For & on behalf of the board

Dhiraj Kochar

Dhiraj Kochar
(Managing Director)

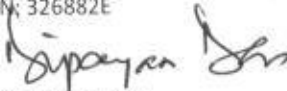
Vimal Prakash Kochar
(Director)

M/S VDEAL SYSTEM PRIVATE LIMITED
PLOT NO-4/A, 4/B, 6, JANLA INDUSTRIAL AREA, JATNI, KHORDHA
ODISHA-752054

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

	<u>2020-21</u>	<u>2019-20</u>
A. CASH FLOW FROM OPERATING ACTIVITIES :-		
Net Profit before tax as per Statement of Profit & Loss	30,91,664	13,42,262
Adjusted for :-		
Depreciation and Amortisation	35,74,881	30,89,451
Interest/Other Income	5,12,956	69,59,343
Interest and finance charges	69,03,305	52,35,121
Operating Profit before Working Capital Changes	1,40,82,806	1,66,26,176
Adjusted for :-		
(Increase)/Decrease in Trade Receivable	(1,27,00,170)	2,76,21,621
(Increase)/Decrease in Inventories	1,84,73,945	(2,39,12,056)
(Increase)/Decrease in Current Loans and Advances	60,43,553	(36,81,578)
(Increase)/Decrease in Other Current Assets	-	1,49,649
Increase/(Decrease) in Trade Paybles	(57,10,207)	(94,00,698)
Increase/(Decrease) in Short term Borrowings	9,71,890	81,90,538
Increase/(Decrease) in Short term Provisions	-	(6,57,201)
Increase/(Decrease) in Other Current Liabilities	(35,90,756)	(34,05,838)
Cash Generated from Operations	1,75,71,061	1,15,30,613
Direct Taxes Paid -Net	7,28,887	3,31,438
Net Cash from Operating Activities	1,68,42,174	1,11,99,175
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Movement in Long Term Loans and Advances	(85,076)	26,877
Movement in Non-Current Assets	-	-
Interest on Fixed Deposits	-	-
Purchase of Fixed Assets	(1,10,38,327)	(1,59,45,273)
Net cash (used in)/from Investing Activities	(1,11,23,403)	(1,59,18,396)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from Long Term Borrowings (net)	18,99,833	1,02,04,714
Movement in Other Long Term Borrowings	-	-
Proceeds from Unsecured Loan (net)	11,13,000	-
Proceeds from Share Capital	-	-
Proceeds from Share Premium	-	-
Interest & Finance charges Paid	(69,03,305)	(52,35,121)
Net cash (used in)/ from Financing Activities	(38,90,472)	49,69,593
Net Increase / (Decrease) in Cash and Cash Equivalents(A+B+C)	18,28,299	2,50,372
Opening Balance of Cash and Cash Equivalent	85,33,512	82,83,140
Closing Balance of Cash and Cash Equivalent	1,03,61,811	85,33,512

For D A C S & Associates
Chartered Accountants
FRN: 326882E


(CA. Dipayan Das)
Partner
M. No: 064532
Place: Bhubaneswar
Date: 18.11.2021



M/S VDEAL SYSTEM PRIVATE LIMITED
Notes forming part of the Balance Sheet

Note-1	31.03.2021	31.03.2020
<u>SHARE CAPITAL</u>	<u>Amount(Rs)</u>	<u>Amount(Rs)</u>
AUTHORISED CAPITAL		
40,000 Equity shares of Rs. 100.00 each	40,00,000	40,00,000
	<u>40,00,000</u>	<u>40,00,000</u>
ISSUED,SUBSCRIBED & PAID UP CAPITAL		
10,000 Equity Shares of Rs. 100.00 each	10,00,000	10,00,000
19,786 Equity Shares of Rs 100.00 each (For Takeover of Vdeal Systems)	19,78,600	19,78,600
	<u>29,78,600</u>	<u>29,78,600</u>

1. a The details of Shareholders holding more than 5% Shares:

As on 31 st March 2021

Sl	Name of Share Holders	Classes of Shares	No of Shares	Percentage of Holding
1	Dhiraj Kochar	Equity Share	23,972	80.48%
2	Vimal Prakash kochar	Equity Share	745	2.50%
3	Manju Shree Kochar	Equity Share	745	2.50%
4	Tapaswini Panda	Equity Share	4,324	14.52%
			29,786	100%

As on 31 st March 2020

Sl	Name of Share Holders	Classes of Shares	No of Shares	Percentage of Holding
1	Dhiraj Kochar	Equity Share	23,972	80.48%
2	Vimal Prakash kochar	Equity Share	2,907	9.76%
3	Manju Shree Kochar	Equity Share	2,907	9.76%
			29,786	100%

1.b Reconciliation of Nos of Shares

Number of Equity Shares at the beginning	29,786	29,786
Add: Issued during the year	-	-
Number of Equity Shares at the end	<u>29,786</u>	<u>29,786</u>

Note-2	31.03.2021	31.03.2020
<u>RESERVE & SURPLUS</u>	<u>Amount(Rs)</u>	<u>Amount(Rs)</u>
<u>Profit & Loss Account</u>		
Opening Balance	87,71,025	77,77,751
Add-Profit during the Year	22,87,832	9,93,274
	1,10,58,857	87,71,025
Securites Premium	68,26,170	68,26,170
	<u>1,78,85,027</u>	<u>1,55,97,195</u>

Note-3

LONG TERM BORROWING (Secured Term Loans)

Car Loan form HDFC Bank	9,90,576	13,31,303
Term Loan from Karnatak Bank	98,28,551	1,15,87,946
Capital First	-	17,70,318
Tata Capital Financial Services Ltd.	11,38,294	18,47,227
Fullerton Indian Credit Co. Ltd.	22,20,047	22,53,192
Aditya Birla Capital	27,76,148	36,95,586
IDFC Bank	12,31,789	-
Working Capital Loan(Karnataka Bank)	62,00,000	-
	<u>2,43,85,405</u>	<u>2,24,85,572</u>

3.a The Company is generally regular in repayment of interest and principal dues.

3.b Term Loan from respective banks and financial institution are secured by their respective assets.



Note-4**SHORT TERM BORROWINGS**

	<u>31.03.2021</u>	<u>31.03.2020</u>
	<u>Amount(Rs)</u>	<u>Amount(Rs)</u>
Secured		
I Loan Repayable on Demand		
CC Loan form Karnatak Bank	2,14,05,268	2,03,65,890
	<u>2,14,05,268</u>	<u>2,03,65,890</u>

SHORT TERM BORROWINGS

	<u>Amount(Rs)</u>	<u>Amount(Rs)</u>
Working Capital Loan		
- Channel Finance (ABB-ICICI Bank)	1,40,72,782	1,41,40,270
	<u>1,40,72,782</u>	<u>1,41,40,270</u>
Total	<u>3,54,78,050</u>	<u>3,45,06,160</u>

- 4.a The company is generally regular in repayment of principal and interest.
4.b Working Capital Facility from Karnatak Bank ,Main Branch is primary secured by:

> Hypothecation of construction Materials,stores,Consumables,Spares,Trade receivables ,& Other current assets of the company both present & future.

Note-5**TRADE PAYABLE**

Others	2,80,41,392	3,37,51,599
	<u>2,80,41,392</u>	<u>3,37,51,599</u>

The company has not received any intimation from "suppliers" regarding status under the Micro, Small and Medium Enterprises Development Act 2006 and hence disclosures,if any, relating to amount unpaid as at the year end together with the interest paid/payable as required under the said act have not been furnished.

Note-6**OTHER CURRENT LIABILITIES**

Audit Fees Payable	77,350	76,700
TDS Payable	62,665	44,373
Payable to Employees	4,93,117	9,98,326
EPF Payable	38,581	34,906
ESIC Payable	12,093	5,309
GST Payable	-	-
Professional Tax Payable	5,700	6,300
Telephone Charges Payable	-	1,856
Other Expenses Payable	20,000	-
Electricity Charges Payable	1,38,017	-
Advance Against Bill	25,56,445	58,26,954
	<u>34,03,968</u>	<u>69,94,724</u>

Note-7**SHORT TERM PROVISION**

Provision for Income Tax Current Year	5,49,988	3,31,438
	<u>5,49,988</u>	<u>3,31,438</u>



M/S VDEAL SYSTEM PRIVATE LIMITED
 Depreciation Schedule as per Comp. Act-2020-21

Items	Useful Life	Gross Block				Depreciation			Net Block	
		Value as on 01.04.2020	Addition During Year	Sale / Write Off and Adj	Total Value as on 31.03.2021	Accumulated Depreciation as per last yr. Balance sheet	Depreciation during the year as per useful life	Total value at the end	As on 31.03.2021	As on 31.03.2020
Factory Building (Leasehold)	57	79,09,450	56,96,569	-	1,36,06,019	11,88,065	4,81,441	16,69,506	1,19,36,513	67,21,385
Plant & Machinery	15	1,58,49,429	36,53,031	-	1,95,02,460	33,36,365	19,01,112	52,37,477	1,42,64,983	1,25,13,064
Electrical Equipment	15	13,58,562	2,13,488	-	15,72,050	6,06,133	2,04,258	8,10,391	7,61,659	7,52,429
Furniture & Fixtures	10	12,95,423	2,46,354	-	15,41,777	5,77,656	2,26,005	8,03,661	7,38,116	7,17,767
Computer	3	8,92,992	12,28,885	-	21,21,877	4,25,590	3,32,656	7,58,246	13,63,631	4,67,402
Car	8	11,06,154	-	-	11,06,154	10,41,305	-	10,41,305	64,849	64,849
Sap Software	6	9,25,070	-	-	9,25,070	3,84,222	1,87,392	5,71,614	3,53,456	5,40,848
Motor Car	8	13,80,944	-	-	13,80,944	2,81,084	2,42,017	5,23,101	8,57,843	10,99,860
Total		3,07,18,024	1,10,38,327	-	4,17,56,351	78,40,420	35,74,881	1,14,15,301	3,03,41,050	2,28,77,604

Capital Work In Progress

Building Work In Progress	-	-	-	-	-	-	-	-	-	-
Total										



M/S VDEAL SYSTEM PRIVATE LIMITED

Note-8A

Depreciation Schedule as per IT Act-2020-21

Items	Net Asset As		Addition For		Addition for less than 180 Days	sold/adjust during year	Total	Dep At Full		Dep At Half		Total	Net Asset As On 31.03.21
	Rate	On 31.03.20	More Than 180 Days	Days				Rate	Rate	Rate	Rate		
Factory Building (Leasehold)	10	52,94,411.00	25,78,062	3118507		1,09,90,980	7,87,247	1,55,925	9,43,173	1,00,47,807			
Plant & Machinery	15	1,25,46,837	13,39,998	23,13,033		1,61,99,868	20,83,025	1,73,477	22,56,503	1,39,43,365			
Electrical Equipment	15	9,46,957	87,892	1,25,597		11,60,446	1,55,227	9,419.78	1,64,647	9,95,799			
Furniture & Fixtures	10	10,12,285	48,761	1,97,593		12,58,639	1,06,105	9,880	1,15,984	11,42,655			
Computer & Printer	40	4,11,279	1,15,159			5,26,438	2,10,575	-	2,10,575	3,15,863			
Car	15	6,45,351				6,45,351	96,803	-	96,803	5,48,548			
Sap Software	40	3,77,225	9,75,778	1,37,948		14,90,951	5,41,201	27,590	5,68,791	9,22,160			
Mahindra XUV500	15	12,77,373				12,77,373	1,91,606	-	1,91,606	10,85,767			
Electronic Equipment	15	20,813				20,813	3,122	-	3,122	17,691			
Total		2,25,32,530	51,45,650	58,92,678		3,35,70,858	41,74,911	3,76,292	45,51,203	2,90,19,655			

Capital Work In Progress

Building Work In Progress													
Total													



Note-09

COMPUTATION OF DEFERRED TAX FOR THE YEAR ENDING ON 31.3.2021

DEFERRED TAX LIABILITY AS ON 31.3.2021	As on 31.3.2021 Amount in Rs.	As on 31.3.2020 Amount in Rs.
Deferred Tax Asset		
Depreciation as per Companies Act	35,74,881	30,89,451
Depreciation as per Income Tax Act.	45,51,203	31,56,953
Difference	(9,76,322)	(67,502)
Effective Future Tax rate	26.00	26.00
Current Year Deferred Tax Liability	(2,53,844)	(17,551)
Deferred Tax Asst as per Last Account	18,630	36,181
Provision for Net deferred Tax Asset transferred to BS	(2,35,214)	18,630



Note-10	31.03.2021	31.03.2020
LONG TERM LOANS & ADVANCE		
(Loans & Advances)	Amount(Rs)	Amount(Rs)
Tender EMD Security	72,500	22,500
Security Money with ABB	25,000	25,000
Security Deposit for Sale Tax	2,000	2,000
Security Deposit for Entry Tax	3,71,444	3,71,444
Security Deposit for CST	5,31,471	4,86,272
Security Deposit for CO2 Gas	16,000	26,123
Rent Advance	1,50,000	1,50,000
	11,68,415	10,83,339

Note-11		
INVENTORIES		
Work in Progress	-	-
Inventories of finished goods	3,15,21,026	4,99,94,971
	3,15,21,026	4,99,94,971

Note-12		
TRADE RECEIVABLE		
Outstanding for a period exceeding six months	-	-
Less than six months	3,62,06,774	2,35,06,604
	3,62,06,774	2,35,06,604

Note-13		
CASH & CASH EQUIVALENTS		
Cash Balance		
Cash in Hand	27,999	18,912
Bank Balance		
In current accounts	25,95,915	5,81,336
Fixed Deposits at Karnatak Bank	77,37,897	78,64,576
Fixed Deposits at Canara Bank	-	68,688
	1,03,61,811	85,33,512

Note-14		
SHORT TERM LOANS AND ADVANCES		
Advance to Staff	5,16,340	4,90,000
Advance to suppliers	42,50,829	70,57,524
Advance Income Tax	4,50,000	-
TDS Receivable	62,628	1,03,355
TCS Receivable	25,403	13,673
GST Receivable	9,67,711	46,51,912
	62,72,911	1,23,16,464



M/S VDEAL SYSTEM PRIVATE LIMITED
Notes forming part of the Profit & Loss Account

	<u>31.03.2021</u> Amount (Rs)	<u>31.03.2020</u> Amount (Rs)
Note-15		
<u>REVENUE FROM OPERATIONS</u>		
Gross Sale	14,12,73,098	10,16,82,000
	<u><u>14,12,73,098</u></u>	<u><u>10,16,82,000</u></u>
Note-16		
<u>OTHER INCOME</u>		
Interest Income	5,12,956	6,76,882
Commission Received	-	8,68,980
Received from Bajaj Allianz (Repair & Maintenance)	-	5,99,158
Received from Bajaj Allianz	-	51,82,818
	<u><u>5,12,956</u></u>	<u><u>73,27,838</u></u>
Note-17		
<u>COST OF MATERIAL PURCHASED</u>		
Opening Stock	-	-
Add: Purchase of Material	8,79,94,957	10,11,03,103
Carriage Inward	8,26,232	8,54,677
	8,88,21,190	10,19,57,780
Less: Closing stock	-	-
	<u><u>8,88,21,190</u></u>	<u><u>10,19,57,780</u></u>
Note-18		
<u>OPERATING EXPENSES</u>		
Loading and Unloading Charges	1,70,365	68,210
Fabrication Charges	2,12,055	2,58,396
Carriage Outward charges	9,92,334	6,82,087
Insurance Expenses	3,90,112	4,74,691
Security Service Charges	52,766	1,04,881
Store & Spare	60,168	54,273
Factory Building Maintenance Charges	4,06,945	4,11,397
Vehicle Running & Maintenance Charges	2,14,583	2,27,087
Generator Running & maint.expenses	39,000	1,70,266
	<u><u>25,38,328</u></u>	<u><u>24,51,288</u></u>



Note-19

	31.03.2021	31.03.2020
<u>CHANGE IN INVENTORIES /WORK IN PROGRESS</u>	<u>Amount(Rs)</u>	<u>Amount(Rs)</u>
Closing Stock	3,15,21,026	4,99,94,971
Less: Opening Stock	4,99,94,971	2,60,82,915
(Increase/Decrease of Inventories/WIP)	<u>1,84,73,945</u>	<u>(2,39,12,056)</u>

Note-20**EMPLOYEE BENEFIT EXPENSES**

Salary to Staff (Re-grouped)	1,17,90,856	99,33,487
Staff Welfare	3,87,382	7,66,788
Bonus	1,56,133	6,65,568
Employer Contribution to EPF	1,91,960	2,02,943
Employer Contribution to ESI	70,131	49,752
Director Remuneration	21,30,000	19,80,000
	<u>1,47,26,462</u>	<u>1,35,98,538</u>

Note-21**FINANCE COSTS**

Interest on Term Loan	27,51,839	8,66,551
Interest on Cash Credit	35,90,910	30,85,047
Interest on other Loan	5,60,556	12,83,523
	<u>69,03,305</u>	<u>52,35,121</u>

Note-22**DEPRECIATION & AMORTIZATION EXP**

Depreciation	35,74,881	30,89,451
	<u>35,74,881</u>	<u>30,89,451</u>



Note-23**OTHER EXPENSES****ADMINISTRATIVE EXPENSES**

	31.03.2021	31.03.2020
	Amount(Rs)	Amount(Rs)
Bank Charges	64,423	42,816
Bank Commission on Bank Guarantee	2,10,454	1,34,201
Business Promotion Expenses	8,33,602	6,26,827
Consultancy Fees	35,000	3,100
Electricity Charges	2,33,729	1,36,821
Statutory Audit Fees	59,000	59,000
Tax Audit Fees	17,700	17,700
Filing Fees	60,900	5,100
General Expenses	4,48,101	4,46,231
Internet Charges	46,679	82,619
Legal Expenses	34,301	1,35,665
Repair & Maintenance	2,50,852	1,93,727
Postage & Courier Charges	23,253	20,640
Telephone Charges	48,542	61,206
Printing & Stationery	38,159	85,728
Travelling & Conveyance	2,98,725	6,06,250
Processing fees on Laon	10,112	1,35,117
Registration & Renewal Fees	2,06,960	5,24,190
Office Expenses	26,587	65,000
Arrear on EPF	4,930	9,497
Donation	2,100	30,900
Office Rent	78,800	91,600
Wiring Charges	4,21,247	5,61,505
Entertainment Exp	-	91,367
Books & Periodicals	-	3,552
CST Demand for Assessment	-	84,018
Non Moving stock	-	3,20,503
Salvage Value	-	6,26,000
Abnormal Loss	-	7,956
Late Delivery Charges	1,14,904	38,023
Interest on TDS	-	596
Advertisemnet & Publicity Charges	87,220	
	36,56,280	52,47,454



V DEAL SYSTEM PRIVATE LIMITED

RELATED PARTY DISCLOSURES

As per Accounting standard -18 "Related Party Disclosures" issued by the Institute of Chartered Accountants of India, the name of the related parties where control exists are given below :

Name of the related party	Nature of relationship
Dhiraj Kochar	Key Management Personnel
Vimal Prakash Kochar	Key Management Personnel
Manju shree Kochar	Key Management Personnel
Tpaswini Panda	Relative Key Management Personnel

The details of transaction between Company & Related parties are as follows :

SI No	Nature of transaction	Amount (in Lacs)	Associates	Key Mgt. Personnel
1	Director Remuneration	19.50 0.90 0.90		Dhiraj Kochar Vimal Prakash Kochar Manju shree Kochar



V DEAL SYSTEM PRIVATE LIMITED.

NOTES ON BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

1. Corporate Information

Vdeal System Pvt Ltd. ("the Company") is a company domiciled in India and incorporated under the provisions of the Companies Act, 1956.

The Company is primarily engaged in Manufacturing and trading of Electrical Goods and machineries for industrial buyers and others customers of the country, the company is also engaged turnkey projects for substations industrial utilities, it includes design, supply, testing & commissioning as per the customer's requirements, in addition to it the company also is in active system integration for ABB, Schneider for automation.

2. Accounting Policies

a) Basis of Accounting

The accounts have been prepared on historical cost convention as a going concern on accrual basis, in accordance with the requirements of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India (Indian GAAP) and comply with the accounting standards notified under the Companies (Accounting Standards) rules, 2006 (as amended) to the extent applicable. Accounting policies have been consistently applied and 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, such changes are suitably incorporated. The management evaluates all recently issued or revised accounting standards on an ongoing basis.

b) Revenue Recognition

Revenue from services is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue includes consideration received or receivable but net of discounts and other service related taxes. All other incomes are recognized on accrual basis.

c) Fixed Assets

All fixed assets are valued at cost less depreciation/amortization. The cost of an asset includes the purchase cost of assets, including non refundable taxes, and directly attributable costs of bringing an asset to the location and condition of its intended use.



d) **Depreciation on Fixed Assets**

Depreciation has been provided on the basis of Useful Lives of the respective assets as stated in the Schedule 2 of the Companies Act, 2013. On this basis, few assets have been re-grouped under the below stated headings considering their usage and useful lives. The following Useful Lives have been considered:

Sl No	Items of Assets	Useful Life (Yrs)
1	Factory Building (Leasehold)	57
2	Plant & Machinery	15
3	Electrical Equipment	15
4	Furniture & Fixtures	10
5	Computer	3
6	Car	8
7	Sap Software	6
8	Mahindra XUV500	8
9	Electronic Equipment	10

e) **Inventories**

Stores and consumables are valued at Cost. Closing WIP is valued at cost.

f) **Borrowing Costs**

Borrowing costs are cost that the company incurs in connection with borrowing of funds either for acquisition of assets or for working capital purposes. All the borrowing costs are recognized as an expenses in the profit and loss account in the period in which they are incurred.

g) **Employee Benefits**

Short term employee benefits are recognized as an expense in the profit and loss account of the period in which the related service is rendered.

h) **Taxes on Income**

Current Taxes



Current income tax expenses comprises taxes on income from operations in India and is determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred Taxes

Deferred tax expenses of benefit is recognized on timing difference being the difference between taxable income and accounting income that originate in one period and are capable of reversal in subsequent period. Deferred tax assets and liabilities are calculated using the tax rates and tax laws prevailing on the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Minimum Alternate tax ('MAT') credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance note issued by the institute of Chartered Accountants of India, the said asset is created by way of credit to the profit and loss account and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent it is not reasonable certain that the company will pay normal income tax during the specified period.

i) Earning Per Share

The company reports basis and diluted earnings per share in accordance with Accounting Standard (AS) 20- Earnings Per share. Basic earnings per equity share have been computed by dividing net profit after tax attributable to equity share holders by the weighted average numbers of equity shares outstanding during the period. Diluted earnings during the period adjusted for the effects of all dilutive potential equity shares per share is computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

a. Earnings per share	<u>31.03.2021</u>	<u>31.03.2020</u>
Net Profit/(Loss) for the Period	22,87,832	9,93,274
Number of equity shares	29,786	29,786
Weighted average number of share	29,786	29,786
Basic and diluted earnings per share (Rs.)	76.81	33.35
Face Value per equity share (Rs.)	100	100



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