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Independent Auditor's Report on the Standalone Ind AS Financial Statements

**To the Members of
Aarti Spechem Limited**

Opinion

We have audited the accompanying standalone Ind AS financial statements of **Aarti Spechem Limited** ("the Company") which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, Cash Flow Statement, and the Statement of Changes in Equity and notes to the standalone Ind AS 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 Ind AS financial statements give the information required by the Companies Act, 2013, as amended ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2021, its loss including other comprehensive income, its cash flows and the changes in equity for the period ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SA's), as specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditors 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 thereunder, and we have fulfilled our 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 of our opinion on the standalone Ind AS financial statements.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises of Directors Report with its annexure, but does not include 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 standalone Ind AS 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 information; we 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 standalone Ind AS Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity 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 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 standalone Ind AS 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.

Those charged with governance are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility are to obtain reasonable assurance about whether the standalone Ind AS 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 high level of assurance but it is not guarantee that an audit concluded in accordance with the SA's 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 Ind AS financial statements.

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

- Identify and assess the risks of material misstatement of the standalone Ind AS 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 Ind AS financial statements, including the disclosures, and whether the standalone Ind AS 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 Ind AS 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

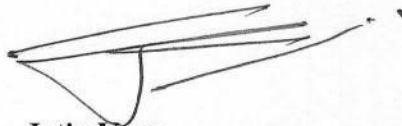
Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the 'Annexure A', a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) The Balance Sheet, Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards referred specified under section 133 of the Act, read with Companies (Indian Accounting Standard) Rules, 2015, as amended.



- e) On the basis of written representations received from the directors as on 31st March, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021, from being appointed as a director in terms of section 164 (2) of the Companies Act, 2013.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". 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 period is in accordance with the provisions of section 197 of the Act; and
- 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, in our opinion and to the best of our information and according to the explanations given to us:
- i. The company does not any pending litigations on its financial position in its Financial Statements.
 - ii. The company did not have any long term contracts including derivative contracts which were any material foreseeable losses;
 - iii. There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company;

For **Jatin Vora & Associates**
Chartered Accountants
Firm Registration No. 118024W



Jatin Vora
Proprietor
Membership No. 103866
UDIN: 21103866AAAAGA1091



Place: Mumbai
Date: 15th May, 2021.

ANNEXURE – A TO INDEPENDENT AUDITORS' REPORT

The Annexure referred to in our Auditors' Report to the members of the Company on the standalone financial statements for the period ended 31st March, 2021, we report that:

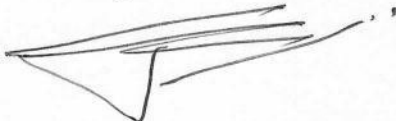
- 1) In our opinion and according to the information and explanation given to us, the Company does not hold any have any fixed assets at any time during the period under audit, accordingly para 3(i) of the Order is not applicable.
- 2) In our opinion and according to the information and explanation given to us, the Company is not having any inventory at any time during the period ended under audit; accordingly para 3(ii) of the Order is not applicable.
- 3) According to the information and explanations given to us the company has not granted loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
- 4) In our opinion and according to the information and explanations given to us, the company has not given any loan, investment, guarantees, and security with respect to the provisions of Section 185 and 186 of the Act, accordingly, para 3(iv) of the Order is not applicable.
- 5) The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013.
- 6) In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, 2013; accordingly, para 3(vi) of the Order is not applicable.
- 7) (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, amounts deducted/accrued in the books of the accounts in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Profession Tax, Goods & Service Tax (GST), Cess and any other statutory dues have been regularly deposited during the period by the company with the appropriate authorities.

(b) According to the information and explanations given to us, there are no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Goods & Service Tax (GST), Cess and any other statutory dues which have not been deposited by the company on account of disputes
- 8) According to the information and explanations given to us, the Company has not borrowed from any financial institution, banks, government; accordingly, para 3(viii) of the Order is not applicable.
- 9) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the period, Accordingly, para 3(ix) of the Order is not applicable.
- 10) To the best of our knowledge and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- 11) According to the information and explanations give to us and based on our examination of the records of the Company, no managerial remuneration has been paid or provided, Accordingly, para 3(xi) of the Order is not applicable.



- 12) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- 13) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.
- 14) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made private placement of equity shares during the period; accordingly, paragraph 3(xiv) of the Order is not applicable.
- 15) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him; accordingly, paragraph 3(xv) of the Order is not applicable.
- 16) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For **Jatin Vora & Associates**
Chartered Accountants
Firm Registration No. 118024W



Jatin Vora
Proprietor
Membership No. 103866
UDIN: 21103866AAAAGA1091



Place: Mumbai
Date: 15th May, 2021.

ANNEXURE – B TO INDEPENDENT AUDITORS' REPORT

Report on the Internal Financial Control under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("The Act")

We have audited the internal financial controls over financial reporting of **Aarti Spechem Limited** ("the Company") as of 31st March, 2021 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the period ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 Companies Act, 2013.

Auditors' Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting with reference to these standalone Ind AS financial statements.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting with reference to these standalone Ind AS financial statements 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

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



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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

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

For **Jatin Vora & Associates**

Chartered Accountants

Firm Registration No. 118024W



Jatin Vora

Proprietor

Membership No. 103866

UDIN: 21103866AAAAGA1091



Place: Mumbai

Date: 15th May, 2021.

AARTI SPECHEM LIMITED
Balance Sheet as at 31st March, 2021

(Amount in Rs)

Particulars	Note No.	As at 31st March, 2021	As at 31st March, 2020
ASSETS			
Non-Current Assets			
Property, Plant and Equipment		NIL	NIL
Capital Work-in-Progress		NIL	NIL
Intangible Assets		NIL	NIL
Financial Assets			
Investments		NIL	NIL
Other Non-Current Assets		NIL	NIL
Total Non-Current Assets		NIL	NIL
Current Assets			
Inventories		NIL	NIL
Financial Assets			
Trade Receivables		NIL	NIL
Cash and Cash Equivalents	1	25,00,000	25,00,000
Others Current Financial Assets		NIL	NIL
Other Current Assets		NIL	NIL
Total Current Assets		25,00,000	25,00,000
TOTAL ASSETS		25,00,000	25,00,000
EQUITY AND LIABILITIES			
EQUITY			
Equity Share Capital	2	25,00,000	25,00,000
Other Equity	3	(2,32,711)	(1,86,751)
Total Equity		22,67,289	23,13,249
LIABILITIES			
Non-Current Liabilities			
Financial Liabilities			
Borrowings		NIL	NIL
Other Financial Liabilities	4	1,86,751	1,86,751
Deferred Tax Liabilities (Net)		NIL	NIL
Total Non-Current Liabilities		1,86,751	1,86,751
Current Liabilities			
Financial Liabilities			
Borrowings		NIL	NIL
Trade Payables Due to:			
Micro and Small Enterprises		NIL	NIL
Other Than Micro and Small Enterprises		25,960	NIL
Other Current Liabilities	5	20,000	NIL
Provisions		NIL	NIL
Total Current Liabilities		45,960	NIL
Total Liabilities		2,32,711	1,86,751
TOTAL EQUITY AND LIABILITIES		25,00,000	25,00,000

Summary of Significant Accounting Policies and other Explanatory Information

1-10

As per our report of even date
For Jatin Vora & Associates
Chartered Accountants
FRN No. : 118024W

Jatin S. Vora
Proprietor
Membership No. : 103866
Udin : 21103866AAAAGA1091



For and on behalf of the Board

Shyam Dhekekar
Director
DIN: 08620002

Chetan Gandhi
Director
DIN: 06843850

C. B. Gandhi

AARTI SPECHEM LIMITED

Statement of Profit and Loss for the year ended 31st March, 2021

(Amount in Rs)

Particulars	Note No.	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
REVENUE			
Revenue from Operations		NIL	NIL
Other Income		NIL	NIL
Total Revenue		NIL	NIL
EXPENSES			
Cost of Materials Consumed (Incl. Packing Material, Fuel, Stores & Spares)		NIL	NIL
Purchases of Stock-in-Trade		NIL	NIL
Changes in Inventories of Finished Goods, Work-in- progress and Stock-in-Trade		NIL	NIL
Employee Benefits Expense		NIL	NIL
Finance Costs		NIL	NIL
Depreciation and Amortisation Expenses		NIL	NIL
Other Expenses	6	45,960	1,86,751
Total Expenses		45,960	1,86,751
PROFIT BEFORE TAX		(45,960)	(1,86,751)
TAX EXPENSES			
Current Year Tax		NIL	NIL
Deferred Tax		NIL	NIL
Total Tax Expenses		NIL	NIL
PROFIT AFTER TAX		(45,960)	(1,86,751)
OTHER COMPREHENSIVE INCOME		NIL	NIL
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		(45,960)	(1,86,751)
Earnings Per Equity Share (EPS) (in Rs) Basic/Diluted	7	-0.18	-0.75
Summary of Significant Accounting Policies and other Explanatory Information	1-10		

As per our report of even date
For Jatin Vora & Associates
Chartered Accountants
FRN No. : 118024W

Jatin S. Vora
Proprietor
Membership No. : 103866
Udin : 21103866AAAAGA1091



For and on behalf of the Board

(Signature)

Shyam Dhekekar
Director
DIN: 08620002

(Signature)

Chetan Gandhi
Director
DIN: 06843850

Place: Mumbai
Date: 15th May, 2021

AARTI SPECHEM LIMITED**Cash Flow Statement for the year ended 31st March, 2021**

(Amount in Rs)

Particulars	31.03.2021	31.03.2020
A. Cash Flow from Operating Activities		
Net Profit / (Loss) before extraordinary items and tax	-45,960	-1,86,751
Change in current Assets & Liabilities		
Adjustments for increase / (decrease) in operating liabilities:	45,960	NIL
Other Current liabilities		
Net Cash inflow/(out flow) from Operating Activites (A)	0	-1,86,751
B. Cash Flow from Investing Activities		
Capital WIP	NIL	NIL
Net Cash inflow/(outflow) from Investing activities (B)	NIL	NIL
C. Cash Flow from Financing Activities		
Proceeds from issue of equity shares	NIL	25,00,000
Proceeds/(Repayment) of Other Borrowings	NIL	1,86,751
Net Cash inflow/(out flow) from Financing Activites (C)	-	26,86,751
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	0	25,00,000
Cash and Cash equivalent as at the commencement of the period	25,00,000	NIL
Cash and Cash equivalent as at the End of the period	25,00,000	25,00,000

Note:

(i) Cash and Cash equivalent is Cash and Bank Balances as per Balance Sheet.

As per our report of even date

For Jatin Vora & Associates**Chartered Accountants****FRN No. : 118024W****Jatin S. Vora**

Proprietor

Membership No. : 103866**Udin : 21103866AAAAGA1091**

For and on behalf of the Board

Shyam Dhekeka Chetan Gandhi
 Director Director

DIN: 08620002 DIN: 06843850

C. B. Gandhi

Place: Mumbai

Date: 15th May, 2021

AARTI SPECHEM LIMITED**Statement of Changes in Equity for the year ended 31st March, 2021****A. EQUITY SHARE CAPITAL**

(Amount in Rs)

As at 1st April, 2019	25,00,000
Changes in equity share capital during the year 2019-20	NIL
As at 31st March, 2020	25,00,000
Changes in equity share capital during the year 2020-21	NIL
As at 31st March, 2021	25,00,000

B. OTHER EQUITY

(Amount in Rs)

Particulars	Other Equity		Total Other Equity
	Reserves and Surplus		
	Retained Earnings		
As at 1st April, 2019	NIL		NIL
Profit for the Period	(1,86,751)		(186751)
Balance as at 31st March, 2020	(1,86,751)		(186751)
Profit for the Period	(45,960)		(45,960)
Balance as at 31st March, 2021	(2,32,711)		(2,32,711)

As per our report of even date

For Jatin Vora & Associates

Chartered Accountants

FRN No. : 118024W


Jatin S. Vora

Proprietor

Membership No. : 103866

Udin : 21103866AAAAGA1091



For and on behalf of the Board



Shyam Dhekekar

Director

DIN: 08620002

C. B. Gandhi

Chetan Gandhi

Director

DIN: 06843850

Place: Mumbai

Date: 15th May, 2021

1 Significant Accounting Policies:**a Accounting Convention**

The Company has prepared the balance sheet as per Ind AS by recognising all assets and liabilities whose recognition is required by Ind AS, not recognising items of assets and liabilities which are not permitted by Ind AS and applying Ind AS in measurement of Recognised assets and liabilities.

b Use of Estimates

The preparation of financial statements requires the management estimates and assumptions to be made that affect the reported amount of assets and liabilities (including contingent liabilities) on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Difference between the actual results and estimates are recognised in the period in which the results are known or materialised.

c Cash flow statement

Cash flows are reported using the indirect method, whereby profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

d Taxes on Income

i. Provision for current tax is determined on the basis of taxable income for the period as per the provisions of Income Tax Act, 1961.

ii. Deferred tax for the year is recognized, on timing differences, being difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future.

e Revenue Recognition**Sale of goods**

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales include sales tax and value added tax.

Other Incomes

Other incomes are accounted for on accrual basis except when the recovery is uncertain, it is accounted for on receipt basis.

f Earnings per Share:

Basic EPS is computed by dividing the profit or loss attributable to the equity shareholders of the Company by the weighted average number of Ordinary shares outstanding during the year. Diluted EPS is computed by adjusting the profit or loss attributable to the ordinary equity shareholders and the weighted average number of ordinary equity

g Provisions and Contingencies:

A provision is recognized when the company has legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate the amount of the obligation. A contingent liability is disclosed when the company has possible or present obligation where it is not certain that an outflow of resources will be required to settle it. Contingent assets are neither recognized nor disclosed.



1 CASH AND CASH EQUIVALENTS:

Particulars	(Amount in Rs)	
	As at 31st March, 2021	As at 31st March, 2020
Cash on hand	NIL	NIL
Bank Balance in Current Account	2,500,000	2,500,000
TOTAL	2,500,000	2,500,000

2 EQUITY SHARE CAPITAL:

Particulars	No. of Shares	(Amount in Rs)		
		As at 31st March, 2021	No. of Shares	As at 31st March, 2020
Authorised Share Capital				
Equity Shares of 10/- each	500,000	5,000,000	500,000	5,000,000
Issued, Subscribed & Paid up				
Equity Shares of 10/- each fully paid up	250,000	2,500,000	250,000	2,500,000
TOTAL	250,000	2,500,000	250,000	2,500,000

Reconciliation of the number of Shares outstanding as on 31st March, 2021:

Particulars	No. of Shares outstanding	
	As at 31st March, 2021	As at 31st March, 2020
Equity Shares at the beginning of the year	250,000	NIL
Equity Shares issued during the year	NIL	250,000
Equity Shares at the end of the year	250,000	250,000

Details of shareholders holding more than 5% shares:

Name of the Shareholders	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares	% held	No. of Shares	% held
Aarti Industries Limited	250,000	100	250,000	100

The details of Equity Shares outstanding during last 5 years:

Particulars	Financial Year				
	2020-21	2019-20	2018-19	2017-18	2016-17
No. of Equity Shares outstanding	250,000	250,000	NA	NA	NA



3 OTHER EQUITY:

Particulars	(Amount in Rs)	
	As at 31st March, 2021	As at 31st March, 2020
Profit and Loss Account		
Opening balance	(186,751)	-
Addition:		
Net Profit/(Loss) for the year	(45,960)	(186,751)
Closing Balance	(232,711)	(186,751)

Particulars	(Amount in Rs)	
	As at 31st March, 2021	As at 31st March, 2020
4 OTHER FINANCIAL LIABILITIES:		
Loans & Advances from Related Parties	186,751	186,751
TOTAL	186,751	186,751

Particulars	(Amount in Rs)	
	As at 31st March, 2021	As at 31st March, 2020
5 OTHER CURRENT LIABILITIES:		
Other Current Liabilities & Provisions	20,000	NIL
TOTAL	20,000	NIL

Particulars	(Amount in Rs)	
	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
6 OTHER EXPENSES:		
<u>Office Administrative Expenses:</u>		
Rates & Taxes	NIL	186,751
Misc. Expenses/Charges	3,960	NIL
Auditor Remuneration	42,000	NIL
Total	45,960	186,751

AUDITOR'S REMUNERATION:

Audit Fees	32,000	NIL
Other Fees	10,000	
TOTAL	42,000	NIL



7 EARNINGS PER SHARE

(Amount in Rs)

Particulars	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
Profit after tax as per statement of profit and loss	(45,960)	(186,751)
Weighted average number of equity shares for basic EPS (in No.)	250,000	250,000
Weighted average number of equity shares for diluted EPS (in No.)	250,000	250,000
Face value of equity shares (in Rs.)	10	10
Earnings per share Basic (in Rs.)	(0.18)	(0.75)
Earnings per share Diluted (in Rs.)	(0.18)	(0.75)

8 There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006, to whom the Company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

9 In the opinion of the Board, except as otherwise stated, the Current Assets and Loans and Advances have a value on realization at least equal to amounts at which they are stated in the Balance Sheet.



10 RELATED PARTIES DISCLOSURES

As per Ind AS 24, the disclosures of transactions with the Related Parties are given below:

I Name of the Company	Relationship
1 Aarti Industries Limited	Holding Company

II Following are the individuals who with their relatives own Directly/indirectly 20% or more voting power in the Company or have significant influence or are Key Management Personnel	
1 Chetan Bipin Gandhi	Director
2 Ajay Kumar Gupta	Director
3 Shyam Shankarrao Dhekekar	Director

The following transactions were carried out during the year with the related parties in the ordinary course of business.

(A) Details relating to parties referred to in item I above.

(Amount in Rs)

Sr. No.	Description of Transaction	Holding Company (I)
1	Sales of Finished Goods/Sales Income	NIL
2	Purchases of Raw Materials/Finished Goods	NIL
3	Other Expenses	NIL
4	Equity Contribution	NIL
5	Outstanding items pertaining to the related parties at the balance-sheet date Receivable/(Payable)	-1,86,751

