

INDEPENDENT AUDITOR'S REPORT

To the Members of Innovative Envirocare Jhagadia Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Innovative Envirocare Jhagadia Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss, Statement of Changes in equity and the Statement of Cash Flows for the year then ended and notes to financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and loss and its cash flows 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 and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India ('ICAI'). 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 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 for our opinion.

Emphasis of Matter

We draw attention to Note no. 9 of the Financial Statements, which describes the extent to which the COVID-19 pandemic will impact the Company's operations depending on future developments, which being uncertain, the said note narrates management's proposed future actions based on its assessment of internal as well as external factors and macro level developments. Our opinion is not modified in respect of this matter.

Information other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises Board's Report including Annexures to Board's 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 standalone financial statements, our responsibility is to read the information and, in doing so, consider whether the other information is materially inconsistent with the standalone 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 the fact. We have nothing to report in this regard.

Responsibility of Management for the Standalone 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 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 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.

Those board of directors are 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 judgement and maintain professional skepticism throughout the audit. We also:

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

(b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

(c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

(e) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 & Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, we give in the Annexure A, a statement on the matters specified in paragraph 3 and 4 of the Order to the extent applicable.
2. As required by the 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 beliefs 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, the Statement of Profit and Loss and cash flow statement dealt with by this report are in agreement with the books of account
- (e) In our opinion, the aforesaid standalone Financial Statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended.
- (f) 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 are disqualified as on March 31, 2021, from being appointed as a director in terms of sub-section (2) of section 164 of the Act.
- (g) 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"; and our report expresses an unmodified opinion on the adequacy & operating effectiveness of the company's internal financial controls over financial reporting.
- (h) 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, no remuneration paid by the Company to its directors during the year.
- (i) 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:
- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Mumbai
Date: 28th April, 2021



For Sanjay K. Savla & Co.
Chartered Accountants
FRN No. : 136037W

SK Savla

Sanjay K. Savla
Proprietor
Membership No. : 105431
UDIN :- 21105431AAAAAP5004

ANNEXURE - A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 1 under the heading of "Report on Other Legal & Regulatory Requirements" of our report of even date)

- 1 The Company does not own any fixed assets. Accordingly, paragraph 3(i) of the order is not applicable to the company.
- 2 The Company does not hold any physical inventories. Thus paragraph 3(ii) of the Order is not applicable to the Company.
- 3 The Company has not granted any loans secured or unsecured to companies, firms , limited liability partnerships or other parties covered by register maintained under section 189 of the Companies Act,2013. Thus paragraph 3(iii) of
- 4 In our opinion and according to the information and explanations given to us, the Company has not made any loans, investments and not given guarantees as per the provisions of section 185 and 186 of the Act.
- 5 The Company has not accepted any deposits during the year from the public within the meaning of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under.
- 6 The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act. Thus, paragraph 3(vi) of the Order is not applicable.
- 7 (a) According to the information and explanation given to us and according to the books and records as produced and examined by us, in our opinion, the undisputed statutory dues in respect of provident fund, employee's state insurance, income tax, VAT, GST, wealth tax, service tax, duty of customs,cess and others as applicable have been regularly deposited by the company during the year with appropriate authorities. As on March 31, 2021, there are no such undisputed dues payable for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us, there are no dues outstanding of VAT, income tax, custom duty, wealth tax, service tax, excise duty and cess, which have not been deposited on account of any dispute.
- 8 In our opinion and according to the information and explanations provided to me, the Company has not defaulted in the repayment of any outstanding dues to financial institutions, banks or debenture holders during the year.
- 9 The company have not raised monies by way of initial public offer or further public offer (including debt instruments) and term loans. Thus paragraph 3(ix) of the Order is not applicable.



- 10 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 on or by the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- 11 According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not paid/provided for managerial remuneration. Accordingly, paragraph 3(xi) of the Order is not applicable.
- 12 The Company does not fall within the definition of Nidhi Company. Thus 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, no transactions with the related parties are carried out during the year.
- 14 According to the information and explanations given to us, the Company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Thus paragraph 3(xiv) of the Order is not applicable.
- 15 The company has not entered into non-cash transactions with directors or persons connected with him. Thus paragraph 3(xv) of the Order is not applicable.
- 16 According to the information and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3 (xvi) of the Order is not applicable to the Company

Place: Mumbai
Date: 28th April, 2021



For Sanjay K. Savla & Co.
Chartered Accountants
FRN No. : 136037W

SK Savla

Sanjay K. Savla
Proprietor
Membership No. : 105431
UDIN :- 21105431AAAAAP5004

Annexure - B to the Independent Auditor's Report

(Referred to in paragraph (g) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Innovative Envirocare Jhagadia Limited of even date)

Report on the Internal Financial Controls 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 Innovative Envirocare Jhagadia Limited ("the Company") for the period ended 31st March, 2021, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Opinion

Commensurate to the size and nature of the business, 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 for the period ended 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.

Management's Responsibility for Internal Financials Controls

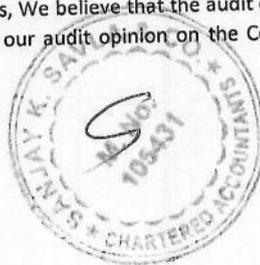
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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, 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.

Commensurate to the size and nature of the business, 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.

Place : Mumbai
Date: 28th April, 2021



For Sanjay K. Savla & Co.
Chartered Accountants
FRN No. : 136037W

SK Savla
Sanjay K. Savla
Proprietor
Membership No. : 105431
UDIN :- 21105431AAAAAP5004

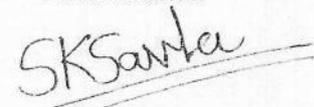
INNOVATIVE ENVIROCARE JHAGADIA LIMITED
Balance Sheet as at 31st March, 2021

| Particulars | Note No. | (Amount in Rs) | |
|--------------------------------------|----------|------------------------|------------------------|
| | | As at 31st March, 2021 | As at 31st March, 2020 |
| ASSETS | | | |
| Non-Current Assets | | | |
| Property, Plant and Equipment | | - | - |
| Capital Work-in-Progress | | - | - |
| Intangible Assets | | - | - |
| Financial Assets | | | |
| Investments | | - | - |
| Other Non-Current Assets | | - | - |
| Total Non-Current Assets | | | |
| Current Assets | | | |
| Inventories | | - | - |
| Financial Assets | | | |
| Trade Receivables | | - | - |
| Cash and Cash Equivalents | 1 | 1,799,595 | 1,840,977 |
| Others Current Financial Assets | 2 | - | - |
| Other Current Assets | | | |
| Total Current Assets | | 1,799,595 | 1,840,977 |
| TOTAL ASSETS | | 1,799,595 | 1,840,977 |
| EQUITY AND LIABILITIES | | | |
| EQUITY | | | |
| Equity Share Capital | 3 | 3,500,000 | 3,500,000 |
| Other Equity | 4 | (1,752,995) | (1,706,863) |
| Total Equity | | 1,747,005 | 1,793,137 |
| LIABILITIES | | | |
| Non-Current Liabilities | | | |
| Financial Liabilities | | | |
| Borrowings | | - | - |
| Other Financial Liabilities | | - | - |
| Deferred Tax Liabilities (Net) | | - | - |
| Total Non-Current Liabilities | | | |
| Current Liabilities | | | |
| Financial Liabilities | | | |
| Borrowings | | | |
| Trade Payables | | 3,090 | 3,090 |
| Other Current Liabilities | 5 | 49,500 | 44,750 |
| Provisions | | | |
| Total Current Liabilities | | 52,590 | 47,840 |
| Total Liabilities | | | |
| TOTAL EQUITY AND LIABILITIES | | 1,799,595 | 1,840,977 |

Summary of Significant Accounting Policies and other Explanatory Information

As per our report of even date
For Sanjay K. Savla & Co.
Chartered Accountants
FRN No. : 136037W

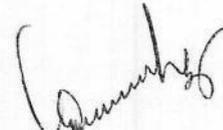
For and on behalf of the Board



Sanjay K. Savla
Proprietor
Membership No. : 105431
Place: Mumbai
Date: 28th April, 2021



K.K.S Babu
Director
DIN: 02107652



Bhavesh Mehta
Director
DIN: 00108447



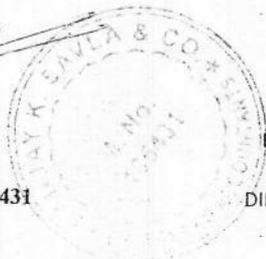
INNOVATIVE ENVIROCARE JHAGADIA LIMITED
Statement of Profit and Loss for the period ended 31st March,2021

| Particulars | Note No. | (Amount in Rs) | |
|---|----------|---|---|
| | | For the Year Ended 31st March, 2021 | For the Year Ended 31st March, 2020 |
| REVENUE | | | |
| Revenue from Operations | | - | - |
| Other Income | | - | - |
| Total Revenue | | <u>-</u> | <u>-</u> |
| EXPENSES | | | |
| Cost of Materials Consumed (Incl. Packing Material, Fuel, Stores & Spares) | | - | - |
| Purchases of Stock-in-Trade | | - | - |
| Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade | | - | - |
| Employee Benefits Expense | | - | - |
| Finance Costs | 6 | 708 | 3,717 |
| Depreciation and Amortisation Expenses | | - | - |
| Other Expenses | 7 | 45,424 | 42,910 |
| Total Expenses | | <u>46,132</u> | <u>46,627</u> |
| PROFIT BEFORE TAX | | <u>(46,132)</u> | <u>(46,627)</u> |
| TAX EXPENSES | | | |
| Current Year Tax | | - | - |
| Earlier Year Tax | | - | - |
| MAT Credit Entitlement | | - | - |
| Deferred Tax | | - | - |
| Total Tax Expenses | | <u>-</u> | <u>-</u> |
| PROFIT AFTER TAX | | <u>(46,132)</u> | <u>(46,627)</u> |
| OTHER COMPREHENSIVE INCOME | | | 0 |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | | <u>(46,132)</u> | <u>(46,627)</u> |
| Earnings Per Equity Share (EPS) (in Rs) | 8 | | |
| Basic/Diluted | | (0.13) | (0.13) |
| Summary of Significant Accounting Policies and other Explanatory Information | 1-8 | | |

As per our report of even date
For Sanjay K. Savla & Co.
Chartered Accountants
FRN No. : 136037W

For and on behalf of the Board

SKSavla
Sanjay K. Savla
Proprietor
Membership No. : 105431
Place: Mumbai
Date: 28th April,2021



K.K.S Babu
K.K.S Babu
Director
DIN: 02107652

Bhaves Mehta
Bhaves Mehta
Director
DIN: 00108447

INNOVATIVE ENVIROCARE JHAGADIA LIMITED

F.Y. 2020-2021

(Amount in Rs)

| Particulars | As at 31st March, 2021 | As at 31st March, 2020 |
|-------------------------------------|---------------------------|---------------------------|
| 1 CASH AND CASH EQUIVALENTS: | | |
| Cash on hand | - | - |
| Bank balance in Current Accounts | 1,799,595 | 1,840,977 |
| TOTAL | 1,799,595 | 1,840,977 |

| Particulars | As at 31st March, 2020 |
|---|---------------------------|
| 2 SHORT-TERM LOANS AND ADVANCES: | |
| Loans & Advances: | |
| Related Parties | |
| Deposit | - |
| TOTAL | - |



3 EQUITY SHARE CAPITAL:

| Particulars | No. of Shares | (Amount in Rs) | |
|--|----------------|------------------------|------------------------|
| | | As at 31st March, 2021 | As at 31st March, 2020 |
| Authorised Share Capital | | | |
| Equity Shares of 10/- each | 1,000,000 | 10,000,000 | 10,000,000 |
| Issued, Subscribed & Paid up | | | |
| Equity Shares of 10/- each fully paid up | 350,000 | 3,500,000 | 3,500,000 |
| TOTAL | 350,000 | 3,500,000 | 3,500,000 |

Reconciliation of the number of Shares outstanding as on 31st March, 2020:

| Particulars | No. of Shares outstanding | |
|---|---------------------------|------------------------|
| | As at 31st March, 2021 | As at 31st March, 2020 |
| Equity Shares at the beginning of the year | 350,000 | 350,000 |
| Equity Shares at the end of the year | 350,000 | 350,000 |

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 | 350,000 | 100 | 350,000 | 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 | 350,000 | 350,000 | 350,000 | 350,000 | 350,000 |



4 OTHER EQUITY:

| Particulars | (Amount in Rs) | |
|---|---------------------------|---------------------------|
| | As at 31st March, 2021 | As at 31st March, 2020 |
| g. Profit and Loss Account | | |
| Opening balance | (1,706,863) | (1,660,236) |
| Addition: | | |
| Net Profit/(Loss) for the year | (46,132) | (46,627) |
| Effect of change in useful life of Fixed Assets | | |
| Closing Balance | (1,752,995) | (1,706,863) |

INNOVATIVE ENVIROCARE JHAGADIA LIMITED

| Particulars | As at 31st March, | |
|-------------------------------------|-------------------|---------------|
| | 2021 | March, 2020 |
| 5 OTHER CURRENT LIABILITIES: | | |
| Other Current Liabilities & Taxes | 49,500 | 44,750 |
| TOTAL | 49,500 | 44,750 |



INNOVATIVE ENVIROCARE JHAGADIA LIMITED

F.Y. 2020-2021

(Amount in Rs)

| Particulars | For the Year Ended 31st March, 2021 | For the Year Ended 31st March, 2020 |
|------------------------|-------------------------------------|-------------------------------------|
| 6 FINANCE COST: | | |
| Other Borrowing Costs | | |
| Bank Charges | 708 | 3717 |
| | <u>708</u> | <u>3,717</u> |

INNOVATIVE ENVIROCARE JHAGADIA LIMITED

| Particulars | For the Year Ended 31st March, 2021 | For the Year Ended 31st March, 2020 |
|--|-------------------------------------|-------------------------------------|
| 7 OTHER EXPENSES: | | |
| Office Administrative Expenses: | | |
| Consultancy Charges | 23,600 | 14,750 |
| ROC Fees | 1,824 | 12,216 |
| Auditor Remuneration | 20,000 | 15,000 |
| Misc Expenses | - | 944 |
| Total (B) | <u>45,424</u> | <u>42,910</u> |
| AUDITOR'S REMUNERATION: | | |
| Audit Fees | 20,000 | 15,000 |
| TOTAL | <u>20,000</u> | <u>15,000</u> |



8 COMPUTATION OF PROFIT/LOSS FOR EARNINGS PER SHARE

| Particulars | (Amount in Rs) | | (Amount in Rs) | |
|--|--|---|--|--|
| | For the Year Ended 31st March, 2021 | For the Year Ended 31st March, 2020 | For the Year Ended 31st March, 2019 | For the Year Ended 31st March, 2016 |
| Profit after tax as per statement of profit and loss | (46,132) | (46,627) | (49,296) | -54,645 |
| Weighted average number of equity shares for basic EPS (in No.) | 350,000 | 350,000 | 350,000 | 350,000 |
| Weighted average number of equity shares for diluted EPS (in No.) | 350,000 | 350,000 | 350,000 | 350,000 |
| Face value of equity shares (in `) | | | 10 | 10 |
| Earnings per share Basic (in `) | (0.13) | (0.13) | (0.14) | -0.16 |
| Earnings per share Diluted (in `) | (0.13) | (0.13) | (0.14) | -0.16 |

9 The outbreak of Coronavirus(COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company has evaluated impact of this pandemic on its business operations and based on its review and current indicators of future economic conditions, there is no significant impact on its financial statements.



INNOVATIVE ENVIROCARE JHAGADIA LIMITED

Statement of Changes in Equity for the year ended 31st March, 2021

A. EQUITY SHARE CAPITAL

(Amount in Rs)

| | |
|---|------------------|
| As at 1st April, 2018 | 3,500,000 |
| Changes in equity share capital during the year 2018-19 | NIL |
| As at 31st March, 2019 | 3,500,000 |
| Changes in equity share capital during the year 2019-20 | NIL |
| As at 31st March, 2020 | 3,500,000 |

B. OTHER EQUITY

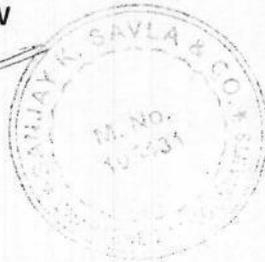
(Amount in Rs)

| Particulars | Other Equity | |
|---------------------------------------|----------------------|--------------------|
| | Reserves and Surplus | Total Other Equity |
| | Retained Earnings | |
| As at 1st April, 2020 | (1,660,236) | (1,660,236) |
| Profit for the Period | (46,627) | (46,627) |
| Balance as at 31st March, 2021 | (1,706,863) | (1,706,863) |
| Profit for the Period | (46,132) | (46,132) |
| Balance as at 31st March, 2021 | (1,752,995) | (1,752,995) |

As per our report of even date
For Sanjay K. Savla & Co.
Chartered Accountants
FRN No. : 136037W

For and on behalf of the Board

SKSavla



Sanjay K. Savla
Proprietor
Membership No. : 105431
Place: Mumbai
Date: 28th April, 2021

K.K.S Babu

K.K.S Babu
Director
DIN: 02107652

Bhavesh Mehta

Bhavesh Mehta
Director
DIN: 00108447

INNOVATIVE ENVIROCARE JHAGADIA LIMITED
Cash Flow Statement for the period ended 31st March, 2021

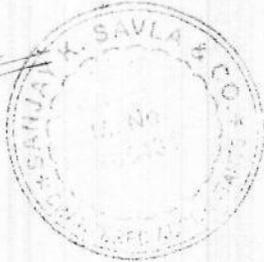
| Particulars | | For the period ended 31.03.2021 | For the period ended 31.03.2020 |
|--|-------|------------------------------------|------------------------------------|
| A. Cash Flow from Operating Activities | | | |
| Net Profit / (Loss) before extraordinary items and tax | | (46,132) | (46,627) |
| Change in current Assets & Liabilities | | | |
| <u>Adjustments for increase / (decrease) in operating liabilities:</u> | | | |
| Trade payables | | - | 15,000 |
| Other Current liabilities | 4,750 | - | 120,714 |
| Change in Short Term loan or Advance | - | - | 135,715 |
| | 4,750 | | |
| Net Cash inflow/(out flow) from Operating Activities (A) | | 4,750 | 135,714 |
| B. Cash Flow from Investing Activities | | | |
| Capital WIP | | | |
| Net Cash inflow/(outflow) from Investing activities (B) | | | |
| C. Cash Flow from Financing Activities | | | |
| Proceeds from issue of equity shares | | | |
| Net Cash inflow/(out flow) from Financing Activities (C) | | | |
| Net increase / (decrease) in Cash and cash equivalents (A+B+C) | | (41,382) | 89,087 |
| Cash and Cash equivalent as at the commencement of the period | | 1,840,977 | 1,751,890 |
| Cash and Cash equivalent as at the End of the period | | 1,799,595 | 1,840,977 |
| Net Increase/ (Decrease) as mentioned above | | (41,382) | 89,087 |

Note:

- (i) Cash and Cash equivalent is Cash and Bank Balances as per Balance Sheet.
(ii) Amounts of the previous year have been regrouped and rearranged wherever necessary.

As per our report of even date
For Sanjay K. Savla & Co.
Chartered Accountants
FRN No. : 136037W

SKSavla
Sanjay K. Savla
Proprietor
Membership No. : 105431
Place: Mumbai
Date: 28th April, 2021



For & On Behalf Of Board Of Directors

K.K.S Babu
K.K.S Babu
Director
DIN: 02107652

Bhavesh Mehta
Bhavesh Mehta
Director
DIN: 00108447

10 IND AS 24 - RELATED PARTIES

As per Indian Accounting Standard (Ind AS-24) on Related Party Disclosures issued by the Companies (Accounting Standards) Rules, 2006, the disclosures of transactions with the related party as defined in the Accounting Standard are given below:

Details of Related Parties where control exists and related parties with whom transactions have taken place and relationship

| Description Of Relationship | Sr. No | Names of related parties |
|------------------------------|--------|----------------------------|
| (a) Key Managerial Personnel | i | - Aarti Industries Limited |
| | ii | - Kirit Mehta |
| | iii | - Bhavesh Mehta |
| | iv | - Chandrashekhar Upasani |
| | v | - Sathiababu kallada |

Details of Expenses during the period ended 31st March, 2021 and balances outstanding as at 31st March 2021

| (Amount in Rs) | | | |
|-----------------------------|--|--------------------------|--------------|
| Particulars | Enterprises owing more than 50% of Voting Rights | Key Managerial Personnel | Total |
| Finance | | | |
| a) Share Capital | NIL (NIL) | NIL (NIL) | NIL (NIL) |
| b) Advances received back | NIL (NIL) | NIL (NIL) | NIL (NIL) |
| Balance Outstandings | | | |
| a) Receivable | NIL (NIL) | NIL (NIL) | NIL (NIL) |
| b) Payable | NIL (NIL) | NIL (NIL) | NIL (NIL) |



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.

