

# SOOD BRIJ AND ASSOCIATES

*Chartered Accountants*

C 72, NDSE-2, New Delhi-110 049

Ph.: 011-4611 4949, 011-4205 1012, 011-4205 1013

Email : sbasanjay@rediffmail.com, aksoodsba@gmail.com

## Independent Auditors' Report

### To the Members of Security Information Systems (India) Limited

#### Report on the Financial Statements

#### Opinion

We have audited the accompanying standalone financial statements of **Security Information Systems (India) Limited** ("the Company"), which comprises the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

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 Accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its loss, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

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

#### Emphasis of Matter

Without qualifying our opinion, we draw attention to the following matters;

1. Refer note no. 4(b) to the financial statement which indicates that Company has negative net worth and incurred losses / cash losses during the current year and in previous year(s). These conditions indicate the existence of material uncertainty casting doubt about the Companies' ability to continue as a going concern. However, the financial statements have been prepared on a 'going concern' basis as in the opinion of the management; their losses are expected to be recouped in the near future.



## **Information Other than the Standalone 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 the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the 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 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 that fact. We have nothing to report in this regard.

## **Management's Responsibility 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, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting 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 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.

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 judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the 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, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report to the extent applicable, that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) Clause regarding adequacy of internal financial controls over financial reporting as per section 143(3)(i) of the Act, 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.
3. 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:
  - (a) The Company does not have any pending litigations which would impact its financial position.
  - (b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - (c) The Company was not required to transfer any amount to the Investor Education and Protection Fund by the Company.
  - (d) (i) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



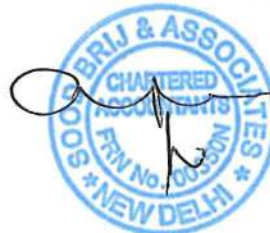
(ii) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(iii) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under sub clause iv (a) and (b) above, contain any material misstatement.

(e) The Company has not declared or paid any dividend during the year.

(f) As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Company only with effect from 1 April 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is not applicable.

For Sood Brij & Associates  
Chartered Accountants  
Firm Regn. No. 00350N



A K Sood  
Partner

M. No. 014372

Place: New Delhi  
Dated: 25th May, 2023

UDIN NO.: 23014372BGU1ZX8492

## Annexure 'A' to the Auditors' Report

The Annexure "A" referred to in our Auditors' Report of even date on the accounts for the year ended 31st March, 2023 of Security Information Systems (India) Limited, New Delhi in pursuance to the Companies (Auditor's Report) order, 2020 on the matters specified in paragraphs 3 and 4 of the said order.

- (i) The Company does not have any fixed assets. Accordingly, clause 3(i) of the Orders not applicable.
- (ii) The Company does not have any inventory. Accordingly, clause 3(ii) of the Order is not applicable.
- (iii) The company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year. Accordingly, sub clauses (a), (b), (c), (d), (e) and (f) of clause 3(iii) are not applicable.
- (iv) According to the information and explanations given to us and on the basis of our examination of records of the Company, The Company has complied with provisions of section 185 and 186 of the Companies Act, in respect of loans, investments, guarantees and security, if any.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.
- (vi) The Maintenance of cost record u/s 148(1) of the Companies Act, 2013 has not been specified by central Government. Accordingly, clause 3(vi) of the Order is not applicable.
- (vii) (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no disputed amount payable towards statutory dues referred to in sub clause (a) as on the date of Balance Sheet.

- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- (ix) (a) The Company did not have any borrowing from Bank's Financial Institution, Government or dues to Debenture Holder during the year. Loans amounting to ₹. 3, 44,84,551 from holding company are repayable on demand and terms and conditions for payment of interest thereon have not been stipulated. According to the information and explanations given to us, such loans and interest thereon have not been demanded for repayment during the relevant financial year.



- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan from bank/financial Institution & Govt during the year and there is no outstanding term loan at the beginning of the year hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its associates (as defined under act). The Company does not hold any investment in any subsidiary or joint venture (as defined under the Act) during the year ended 31 March 2023.
- (f) The company has not raised loans during the year on the pledge of securities. Hence reporting under clause 3(ix)(f) of the Order is not applicable.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable to the Company.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) No report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company. Accordingly; clause 3(xii) of the order is not applicable.
- (xiii) In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) Requirement of the Internal Audit is not applicable to the company commensurate with the size and the nature of its business. Accordingly, reporting under subclause (a) and (b) of clause 3(xiv) of the Order is not applicable.
- (xv) In our opinion and according to the information and explanations given to us during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its



directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi) (a), (b) and (c) of the Order is not applicable to the Company.
- (b) According to the information and explanations provided to us during the course of audit, the Group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CIC. Accordingly, clause 3(xvi)(d) of the Order is not applicable to the Company.
- (xvii) The Company has incurred cash losses during the financial year and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year. Accordingly; clause 3(xviii) of the Order is not applicable to the Company.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) As the provision of section of 135 of the Companies Act, 2013 is not applicable to the company. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

Place: New Delhi  
Dated: 25th May, 2023



For Sood Brij & Associates  
Chartered Accountants  
Firm Regn. No. 00350N

A K Sood  
Partner

M. No. 014372

UDIN No.: 23014372BGUIZX8492



**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF SECURITY INFORMATION SYSTEMS (INDIA) LIMITED**

**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 **Security Information Systems (India) Limited** ("the Company") as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year 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". 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



## Meaning of Internal Financial Controls Over Financial Reporting

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, 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".

Place: New Delhi  
Dated: 25th May, 2023

For Sood Brij & Associates  
Chartered Accountants  
Firm Regn. No. 00350N



A K Sood  
Partner

M. No. 014372

UDIN No. 23014372 BGU12X8492

## SECURITY INFORMATION SYSTEMS (INDIA) LIMITED

BALANCE SHEET AS AT 31st MARCH, 2023

₹ in thousands

	Particulars	Note No.	As at 31st March, 2023	As at 31st March, 2022
A	<b>ASSETS</b>			
1	<b>Current Assets</b>			
	<b>Financial assets</b>			
	i) Trade receivables	3 (a)	8,777.51	8,777.51
	ii) Cash and cash equivalents	3 (b)	124.82	144.42
			<b>8,902.33</b>	<b>8,921.93</b>
	<b>TOTAL - ASSETS</b>		<b>8,902.33</b>	<b>8,921.93</b>
B	<b>EQUITY AND LIABILITIES</b>			
1	<b>Shareholder's Funds</b>			
	<b>Equity</b>			
	i) Equity share capital	4 (a)	6,800.00	6,800.00
	ii) Other equity	4 (b)	(32,409.92)	(31,310.82)
	<b>Total- Equity</b>		<b>(25,609.92)</b>	<b>(24,510.82)</b>
2	<b>Liabilities</b>			
	<b>Non-current Liabilities</b>			
	<b>Financial Liabilities</b>			
	Borrowings	5	34,484.55	33,410.69
	<b>Total Non-current liabilities</b>		<b>34,484.55</b>	<b>33,410.69</b>
3	<b>Current Liabilities</b>			
	Other current liabilities	6	27.70	22.06
	<b>Total Current Liabilities</b>		<b>27.70</b>	<b>22.06</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>		<b>8,902.33</b>	<b>8,921.93</b>

General Information & Significant Accounting Policies  
 Other Notes to the standalone Ind AS financial statements  
 The Notes are an integral Part of these Financial Statements

1 & 2  
 9-17


In terms of our report of even date attached

For Sood Brij & Associates  
 Chartered Accountants  
 Firm registration No 00350N

  
 A.K. Sood  
 Partner  
 Membership No 14372



For and on Behalf of the Board of Directors

  
 Vineet Kashyap  
 Director  
 (DIN : 00038897)

  
 Vikram Kashyap  
 Director  
 (DIN : 00038937)

Place : New Delhi  
 Date : 25th May, 2023

**SECURITY INFORMATION SYSTEMS (INDIA) LIMITED**

**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2023**

₹ in thousands

Particulars		Note No.	For the year ended 31st March, 2023	For the year ended 31st March, 2022
I	Revenue from operations		-	-
II	Other Income		-	-
III	Total Income (I + II)		-	-
IV	Expenses:			
	Finance Costs	7	1,087.24	1,087.16
	Other expenses	8	11.86	15.38
	Total expenses		<b>1,099.10</b>	<b>1,102.54</b>
V	Profit before operations before tax (III-IV)		<b>(1,099.10)</b>	<b>(1,102.54)</b>
VI	Tax Expense:			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
VII	Profit (Loss) for the period from continuing operations (V-VI)		<b>(1,099.10)</b>	<b>(1,102.54)</b>
VIII	Other comprehensive income			
	a) Items that will not be reclassified to profit or loss			
	i) re-measurements of redefined benefit plans		-	-
	ii) Income taxes related to items that will not be reclassified to profit or		-	-
	<b>Total other comprehensive income</b>		<b>-</b>	<b>-</b>
IX	Profit (Loss) for the period (VII - VIII)		<b>(1,099.10)</b>	<b>(1,102.54)</b>
X	Earnings per equity share	9		
	(1) Basic (₹)		(1.62)	(1.62)
	(2) Diluted (₹)		(1.62)	(1.62)
	Face Value of each Equity Share (₹)		10.00	10.00

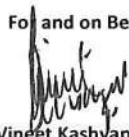
General Information & Significant Accounting Policies  
Other Notes to the standalone Ind AS financial statements  
The Notes are an integral part of these financial statements

1 & 2  
9-17

In terms of our report of even date attached

**For Sood Brij & Associates**  
Chartered Accountants  
Firm registration No 00350N

For and on Behalf of the Board of Directors

  
Vineet Kashyap  
Director  
(DIN : 00038897)

  
Vikram Kashyap  
Director  
(DIN : 00038937)

  
A.K. Sood  
Partner  
Membership No 14372



Place : New Delhi  
Date : 25th May, 2023

**SECURITY INFORMATION SYSTEMS (INDIA) LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023**

₹ in thousands

PARTICULARS	Year ended 31st March, 2023		Year ended 31st March, 2022	
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit/(Loss) before tax & extra-ordinary items		(1,099.10)		(1,102.54)
Adjustment for :				
- Interest Expenses	1,087.24		1,087.16	
- Interest Received		1,087.24		1,087.16
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGE</b>		(11.86)		(15.38)
Adjustment for :				
- Decrease/(Increase) in Trade And Other Receivables				
- Increase/(Decrease) in Trade And Other Payables	5.64	5.64	3.21	3.21
<b>CASH GENERATED FROM OPERATIONS</b>		(6.23)		(12.17)
<b>NET CASH FROM OPERATING ACTIVITIES</b>			(6.23)	(12.17)
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>				
- Interest Received				
<b>NET CASH (USED IN)/FROM INVESTING ACTIVITIES</b>				
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>				
- Proceeds from Borrowings		1,073.86		1,073.86
- Interest and Finance Charges Paid		(1,087.24)		(1,087.16)
<b>NET CASH (USED IN)/FROM FINANCING ACTIVITIES</b>			(13.37)	(13.30)
<b>NET INCREASE IN CASH AND EQUIVALENTS</b>			(19.60)	(25.47)
<b>CASH AND CASH EQUIVALENTS (OPENING BALANCE)</b>			144.42	169.89
<b>CASH AND CASH EQUIVALENTS (CLOSING BALANCE)</b>			124.82	144.42
<b>Notes :</b>				
Cash and cash equivalents include :-				
Cash and bank balance (as per note 3 (b) to the financial statements)			124.82	144.42
<b>Total</b>			124.82	144.42

General Information & Significant Accounting Policies  
Other Notes to the standalone Ind AS financial statements  
The Notes are an integral Part of these Financial Statements

1 & 2  
9-17

In terms of our report of even date attached

For Sood Brij & Associates  
Chartered Accountants  
Firm registration No 00350N



*(Signature)*  
A.K. Sood  
Partner  
Membership No 14372

Place : New Delhi  
Date : 25th May, 2023

For and on Behalf of the Board of Directors

*(Signature)*  
Vireet Kashyap  
Director  
(DIN : 00038897)

*(Signature)*  
Vikram Kashyap  
Director  
(DIN : 00038937)

SECURITY INFORMATION SYSTEMS (INDIA) LIMITED  
Statement of changes in Equity (SOCIE)  
For the year ended 31st March, 2023

A Equity Share Capital  
As on 31.03.2022

₹ in thousands

Particulars	Amount
Balance As on 1 April 2021	6,800.00
Changes in equity share capital due to prior period errors	-
<b>Restated balance at the beginning of the year</b>	<b>6,800.00</b>
Changes in equity share capital during the year 2021-22	-
<b>Balance As on 31 March 2022</b>	<b>6,800.00</b>

As on 31.03.2023

₹ in thousands

Particulars	Amount
Balance As on 1 April 2022	6,800.00
Changes in equity share capital due to prior period errors	-
<b>Restated balance at the beginning of the year</b>	<b>6,800.00</b>
Changes in equity share capital during the year 2022-23	-
<b>Balance As on 31 March 2023</b>	<b>6,800.00</b>

B Other Equity

As on 31.03.2022

₹ in thousands

Particulars	Retained earning
Balance As on 1 April 2021	(30,208.28)
<b>Total Comprehensive Income for the year ended 31 March 2022</b>	<b>-</b>
Profit for the year	(1,102.54)
Other Comprehensive income (Net of Taxes)	-
<b>Total Comprehensive Income</b>	<b>(1,102.54)</b>
Transactions with the owners in their capacity as owners	-
Issue of Share Capital	-
<b>Balance As on 31 March 2022</b>	<b>(31,310.82)</b>

As on 31.03.2023

₹ in thousands

Balance As on 1 April 2022	(31,310.82)
<b>Total Comprehensive Income for the year ended 31 March 2023</b>	<b>-</b>
Profit for the year	(1,099.10)
Other Comprehensive income (Net of Taxes)	-
<b>Total Comprehensive Income</b>	<b>(1,099.10)</b>
Transactions with the owners in their capacity as owners	-
Issue of Share Warrant	-
Issue of Share Capital	-
<b>Balance As on 31 March 2023</b>	<b>(32,409.92)</b>

General Information & Significant Accounting Policies  
Other Notes to the standalone Ind AS financial statements  
The Notes are an integral Part of these Financial Statements

1 & 2  
9-17

In terms of our report of even date attached

For Sood Brij & Associates  
Chartered Accountants  
Firm registration No 00350N

  
A.K. Sood  
Partner  
Membership No 14372



For and on Behalf of the Board of Directors

  
Vineet Kashyap  
Director  
(DIN : 00038897)

  
Vikram Kashyap  
Director  
(DIN : 00038937)

Place : New Delhi  
Date : 25th May, 2023

## **Note 1 General Information**

Security Information Systems (India) Limited (CIN : U74899DL1993PLC055596) having registered office E-23/B-1 Extension, Mohan Co-Operative Industrial Estate, Mathura Road, New Delhi- 110044 is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. It is 100% subsidiary of B.L.Kashyap And Sons Limited.

### **Basis of Preparation**

#### **(a) Statement of compliance**

These standalone Ind AS financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013 (the Act) and other relevant provisions of the Acts amended from time to time.

These standalone Ind AS financial statements were approved and authorized for issue by the Company's Board of Directors on 25th May, 2023.

Details of the Company's accounting policies are included in Note - 2.

#### **(b) Functional and presentation currency**

These standalone Ind AS financial statements are presented in Indian Rupees (INR), which is the Company's functional currency. All the financial information have been presented in Indian Rupees (₹ in Thousands) and rounded-off to the extent of two decimals, except unless otherwise stated.

#### **(c) Basis of Measurement**

The standalone Ind AS financial statements have been prepared on a historical cost basis.

#### **(d) Use of estimates and judgments**

The preparation of the standalone Ind AS financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected thereby.

#### **(e) Measurement of fair values**

The Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values. The finance team has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values.

They regularly review significant unobservable inputs and valuation adjustments. If third party information is used to measure fair values then the finance team assesses the evidence obtained from the third parties to support the conclusion that such valuation meet the requirements of Ind AS including the level in the fair value hierarchy in which such valuations could be classified.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follow:

Level 1: quoted prices ( unadjusted ) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the assets or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Input for the assets or liability that are not based on observable market data ( unobservable inputs).

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an assets or a liability fall into different level of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

## **Note 2 Significant Accounting Policies**

### **2.1 Current and Non -Current Classification**

All assets and liabilities have been classified as current or non- current as per the company's normal operating cycle and other criteria set -out in the Act. Deferred tax assets and liabilities are classified as non- current assets and non- current liabilities , as the case may be.

### **2.2 Operating cycle**

Operating cycle is the time between the acquisition of assets for processing and their realiation in cash or cash equivalents.

Based on the nature of operations, the time between the acquisition of assets for processing and their realisation in cash & cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities.

### **2.3 Foreign Currency Transactions**

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates, are generally recognised in profit or loss. Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, within finance costs. All other foreign exchange gains and losses are presented in the statement of profit and loss on a net basis within other gains/(losses).



Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. For example, translation differences on non-monetary assets and liabilities such as equity instruments held at fair value through profit or loss are recognised in profit or loss as part of the fair value gain or loss and translation differences on non-monetary assets such as equity investments classified as FVOCI, are recognised in other comprehensive income.

## **2.4 Principal accounting policies**

### **2.4.1 Revenue recognition**

The Company recognises revenue when it transfers control over a product or service to its customer. Revenue is measured based on the consideration specified in a contract with a Customer and excludes amounts collected on behalf of third parties. The consideration recognised is the amount which is highly probable not to result in a significant reversal in future periods.

Where a modification to an existing contract occurs, the Company assesses the nature of the modification and whether it represents a separate performance obligation required to be satisfied by the Company or whether it is a modification to the existing performance obligation.

The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer in pursuance to its performance obligation and payment by the customer exceeds one year. As a consequence, the Company does not adjust its transaction price for the time value of money.

The Company's activities are installation of security systems and as such, depending on the nature of the product or service delivered and the timing of when control is passed onto the customer, the Company will account for revenue over time and at a point in time. Where revenue is measured over time, the Company uses the input method to measure progress of delivery.

#### **Revenue is recognised as follows:**

- Revenue from construction and services activities is recognised over time and the Company uses the input method to measure progress of delivery.
- interest income is accrued on a time basis using the effective interest method by reference to the principal outstanding and the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount sale of goods.
- dividend income is recognised when the equity holder's right to receive payment is established.

## **2.5 Income Tax**

Income tax expense comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to an item recognised directly in equity or in other comprehensive income.

### **2.5.1 Current Tax**

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Minimum Alternate Tax ('MAT') under the provisions of Income-tax Act, 1961 is recognised as current tax in the statement of profit and loss. MAT paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is a convincing evidence that the Company will pay normal tax. Accordingly, MAT is recognised as an asset in the balance sheet when it is probable that the future economic benefit associated with it will flow to the Company.

Current tax assets and liabilities are offset only if, the Company:

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

### **2.5.2 Deferred Tax**

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes in terms of Ind AS 12 read with clarification given in the Bulletin 17 of the Ind AS Technical Facilitation Group of ICAI on adoption of indexed cost of an asset as its tax base. Deferred tax is also recognised in respect of carried forward tax losses and tax credits.

Deferred tax is not recognised for:

- temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of the transaction;
- temporary differences related to investment in subsidiaries, associates and joint arrangements to the extent that the Company is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future; and
- taxable temporary differences arising on the initial recognition of goodwill.





Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company recognises a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realised. Deferred tax assets – unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

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

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

## **2.6 Impairment of non financial assets**

The carrying amounts of the Company's non-financial assets, investment property and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets that do not generate independent cash inflows are grouped together into cash-generating units (CGUs). Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs.

The recoverable amount of a CGU (or an individual asset) is the higher of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the CGU (or the asset).

An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit and loss. Impairment loss recognised in respect of a CGU is allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets of the CGU (or group of CGUs) on a pro rata basis.

In respect of assets for which impairment loss has been recognised in prior periods, the Company reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

## **2.7 Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

## **2.8 Trade receivables**

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for impairment.

## **2.9 Inventories**

Construction materials and spares, tools and stores, are stated at the lower of cost and net realisable value except working progress which is valued at cost. Cost of construction materials comprises cost of purchases cost of inventories also include all other costs incurred in bringing the inventories to their present location and condition. Cost includes the reclassification from equity of any gains or losses on qualifying cash flow hedges relating to purchases of raw material but excludes borrowing costs. Costs are assigned to individual items of inventory on the basis of FIFO (first in first out). Costs of purchased inventory are determined after deducting rebates and discounts. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs necessary to make the sale.

## **2.10 Financial instruments**

### **2.10.1 Recognition and initial measurement**

Trade receivables and debt securities issued are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument. Investments are stated at cost. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary in the opinion of the Management. A financial asset or financial liability is initially measured at fair value plus, for an item not at fair value through profit and loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue.

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency forward contracts, interest rate swaps and currency options; and embedded derivatives in the host contract.



## 2.10.2 Classification and subsequent measurement

### A) Financial Assets

#### Classification

The Company shall classify financial assets as subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

#### Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

#### Debt instruments at amortised cost

1. A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise to cash flows on specified dates that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

2. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

3. Debt instruments included within the fair value through profit and loss (FVTPL) category are measured at fair value with all changes recognized in the statement of profit and loss.

#### Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

1. The rights to receive cash flows from the asset have expired, or
2. The Company has transferred its rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.
3. When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.
4. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

#### Impairment of financial assets

In accordance with Ind-AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

1. Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.

2. Trade receivables.

The Company follows 'simplified approach' for recognition of impairment loss allowance on Trade receivables which do not contain a significant financing component.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

### B) Financial Liabilities

#### Classification

The Company classifies all financial liabilities as subsequently measured at amortised cost, except for financial liabilities at fair value through profit or loss. Such liabilities, including derivatives that are liabilities, shall be subsequently measured at fair value.



### **Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Financial liabilities at fair value through profit or loss.

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind-AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated at the initial date of recognition, and only if the criteria in Ind-AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to profit and loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss. The Company has not designated any financial liability as at fair value through profit and loss.

### **Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method. Gains and losses are recognised in profit or loss when the liabilities are derecognized.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

This category generally applies to interest-bearing loans and borrowings.

### **Derecognition**

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in profit or loss.

### **2.11 Offsetting financial instruments**

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

2.12 The Company has adopted Ind AS 116- leases, effective from 1st April, 2019 as notified by the Ministry of Corporate Affairs (MCA) in the Companies (India Accounting Standards) Amendments Rules, 2019. The Adoption of Ind AS 116 did not have any material Impact in the Year ended March, 2023 and/or during the previous year.

### **2.13 Trade and other payable**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid unless and otherwise agreed. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method, please refer to note 6.

### **2.14 Borrowings**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/(losses).

Where the terms of a financial liability are renegotiated and the entity issues equity instruments to a creditor to extinguish all or part of the liability (debt for equity swap), a gain or loss is recognised in profit or loss, which is measured as the difference between the carrying amount of the financial liability and the fair value of the equity instruments issued.



Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

#### **2.15 Borrowing Costs**

Borrowing costs are interest and other costs (including exchange differences relating to foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs) incurred in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalised as part of the cost of that asset. General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

Other borrowing costs are expensed in the period in which they are incurred.

#### **2.16 Provisions**

Provisions for legal claims, service warranties are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

#### **2.17 Contributed equity**

Equity shares are classified as equity

Incrementally cost directly attributable to the issue of new shares or options are shown in equity as a deduction net of tax, from the proceeds.

#### **2.18 Dividends**

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

#### **2.19 Earning per share**

##### **(i) Basic Earning per share**

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the Company.
- by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

##### **(ii) Diluted Earning per share**

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

#### **2.20 Statement of cash flows**

The company's statements of cash flows are prepared using the Indirect method, whereby profit for the period is adjusted for the effect of transaction of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payment and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

Cash and cash equivalents comprise cash and bank balances and short-term fixed bank deposits that are subject to an insignificant risk of changes in value. These also include bank overdrafts and cash credit facility that form an integral part of the company's cash management.

#### **2.21 Events after reporting date**

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted with the IND AS financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.



Note 3 (a) Current - Trade receivables

₹ in thousands

Particulars	As at 31st March, 2023	As at 31st March, 2022
-Unsecured, considered good	8,777.51	8,777.51
<b>Total</b>	<b>8,777.51</b>	<b>8,777.51</b>

For terms and conditions of receivables owing from related parties, refer note 10 of standalone Ind AS financial statements.

The Company exposure to credit and currency risks, and loss allowances related to receivables are disclosed in note 12 of standalone Ind AS financial statements.

Trade Receivables ageing Schedule

Particulars	As at 31st March, 2023					
	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 year	More than 3 year	
(i) Undisputed Trade receivables – considered good	-	-	-	-	8,777.51	8,777.51
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

Particulars	As at 31st March, 2022					
	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 year	More than 3 year	
(i) Undisputed Trade receivables – considered good	-	-	-	-	8,777.51	8,777.51
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

The management has ascertained the credit risk in respect of each outstanding separately and has made allowances where ever the credit risk has enhanced. In case of others, the management is confident of full recovery despite outstanding for a longer period. Hence no allowances have been made in such cases.

Note 3 (b) Cash & cash equivalents

₹ in thousands

Particulars	As at 31st March, 2023	As at 31st March, 2022
a) Balances with banks		
In current account	123.08	143.45
b) Cash in hand	1.74	0.97
<b>Total</b>	<b>124.82</b>	<b>144.42</b>



Note 4 (a) Share Capital

₹ in thousands

Share Capital	As at 31st March, 2023		As at 31st March, 2022	
	Number	Amount	Number	Amount
<b>Authorised</b> Equity Shares of Rs. 10 each	1,500,000	15,000.00	1,500,000	15,000.00
<b>Issued, Subscribed &amp; Paid up</b> 6,80,000 Equity Shares of Rs. 10 each	680,000	6,800.00	680,000	6,800.00
<b>Total</b>	<b>680,000</b>	<b>6,800.00</b>	<b>680,000</b>	<b>6,800.00</b>

i) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period.

₹ in thousands

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	680,000	6,800.00	680,000	6,800.00
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	680,000	6,800.00	680,000	6,800.00

ii) Terms / Rights attached to Shares

The company has only one class of equity shares having par value of Rs. 10/- per share.

i) Each holder of equity shares is entitled to one vote per share. The company declares and pays dividend in Indian Rupees.

ii) In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

iii) Details of Shares held by Holding Company and Subsidiaries of Holding Company

₹ in thousands

Particulars	As at 31st March, 2023	As at 31st March, 2022
Equity Shares: Holding Company		
6,80,000 shares (31st March, 2022: 6,80,000) are held by B.L. Kashyap And Sons Limited	6,800.00	6,800.00

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

Name of Shareholder	As at 31st March, 2023		As at 31st March, 2022	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
B.L. Kashyap And Sons Limited ( Equity Shares )	680,000	100%	680,000	100%

v) Shares held by the promoter at the end of the year

As at 31st March, 2023

Promoter's Name	As at 31st March, 2023			As at 31st March, 2022		
	No. of shares	% of total share	% change during the year	No. of shares	% of total share	% change during the year
B.L.Kashyap and Sons Ltd.	680,000	100%	-	680,000	100%	-
<b>Total</b>	<b>680,000</b>	<b>100%</b>	<b>-</b>	<b>680,000</b>	<b>100%</b>	<b>-</b>

As at 31st March, 2022

Promoter's Name	As at 31st March, 2022			As at 31st March, 2021		
	No. of shares	% of total share	% change during the year	No. of shares	% of total share	% change during the year
B.L.Kashyap and Sons Ltd.	680,000	100%	-	680,000	100%	-
<b>Total</b>	<b>680,000</b>	<b>100%</b>	<b>-</b>	<b>680,000</b>	<b>100%</b>	<b>-</b>



**Note 4 (b) other equity****Retained earning**

₹ in thousands

Particulars	As at 31st March, 2023	As at 31st March, 2022
Opening Balance	(31,310.82)	(30,208.28)
(+) Net Profit/(Net Loss) for the current year	(1,099.10)	(1,102.54)
<b>Total</b>	<b>(32,409.92)</b>	<b>(31,310.82)</b>

**Note 5 Non Current Borrowings****Financial liabilities**

₹ in thousands

Particulars	As at 31st March, 2023	As at 31st March, 2022
<b>Unsecured Loans &amp; Advances</b>		
From Related Parties		
Inter Corporate Deposit from Holding Company - B L Kashyap & Sons Ltd.	34,484.55	33,410.69
<b>Total</b>	<b>34,484.55</b>	<b>33,410.69</b>

Unsecured non-current loan from Holding Company and others including interest if repayable on demand. This has been classified as 'Non current borrowing' as the Company has obtained the view from holding company's management and others that considering tight liquidity position of the company there is no likelihood of their asking for whole of its repayment, atleast within next 1 year.

**Note 6 Other current liabilities**

₹ in thousands

Particulars	As at 31st March, 2023	As at 31st March, 2022
<b>Current</b>		
Other payables		
-Audit Fees Payable	27.70	18.85
-Other payables	-	3.21
<b>Total</b>	<b>27.70</b>	<b>22.06</b>



**Note 7 Finance cost**

₹ in thousands

Particulars	Year ended 31st March, 2023	Year ended 31st March, 2022
Interest expenses	1,073.86	1,073.86
Other borrowings cost	13.38	13.30
<b>Total</b>	<b>1,087.24</b>	<b>1,087.16</b>

**Note 8 Other expenses**

₹ in thousands

Particulars	Year ended 31st March, 2023	Year ended 31st March, 2022
Filing fees	3.01	3.03
Legal & Professional Charges	-	3.50
Audit Fees	8.85	8.85
<b>Total</b>	<b>11.86</b>	<b>15.38</b>

**Note 8.1 Payment to auditors**

₹ in thousands

Particulars	Year ended 31st March, 2023	Year ended 31st March, 2022
Audit fee	8.85	8.85
<b>Total</b>	<b>8.85</b>	<b>8.85</b>





**Note 9 Earning Per Share**

₹ in thousands

Particulars	Year ended 31st March, 2023	Year ended 31st March, 2022
i) Net Profit/(Loss) after tax as per Standalone Statement of profit and loss attributable to equity shareholders.	(1,099.10)	(1,102.54)
(ii) Weighted average number of equity shares used as denominator for calculating EPS (Re- stated pursuant to share issue )	680,000	680,000
(iii) Basic earning per share (₹)	(1.62)	(1.62)
(iv) Diluted earning per share (₹)	(1.62)	(1.62)
(v) Face value of equity share (₹)	10.00	10.00

**Note 10 Related party Disclosure**

**Holding Company**

B. L. Kashyap And Sons Ltd.

**Relationship**

Limited Company

**Fellow Subsidiary of Holding Company**

Soul Space Projects Limited

Soul Space Realty Ltd.

Soul Space Hospitality Ltd.

B.L.K.Lifestyle Limited

BLK Infrastructure Limited

**Status**

Limited Company

Limited Company

Limited Company

Limited Company

Limited Company

**Associates**

Aureus Financial Services Limited

B.L.K. Securities Private Limited

Ahuja Kashyap Malt Pvt. Ltd.

Bezel Investments & Finance Pvt. Ltd.

B.L. Kashyap & Sons

Aiyana Trading Pvt. Ltd.

Chrysalis Trading Pvt. Ltd.

Chrysalis Realty Projects Pvt. Ltd

Kasturi Ram Herbal Industries

EON Auto Industries Pvt. Ltd.

Suryakant Kakade & Soul Space

BLK-NCC Consortium

BLK-BILIL Consortium

Behari Lal Kashyap (HUF)

Becon (I)

Bezel Hospitality Pvt. Ltd. formerly known as B L Kashyap & Sons Software Pvt.Ltd

Baltic Motor Private Limited

**Status**

Limited Company

Private Limited Company

Private Limited Company

Private Limited Company

Partnership Firm

Private Limited Company

Private Limited Company

Private Limited Company

Partnership Firm

Private Limited Company

Partnership Firm

Association of Persons

Association of Persons

HUF

Partnership Firm

Private Limited Company

Private Limited Company

**Key Management Personnel**

Mr. Vinod Kashyap

Mr. Vineet Kashyap

Mr. Vikram Kashyap

Director

Director

Director

**Relatives of Key Management Personnel**

Mr. Mohit Kashyap

Ms. Malini Kashyap Goyal

Mr. Saurabh Kashyap

Ms. Anjoo Kashyap

Ms. Amrita Kashyap

Ms. Nitika Nayar Kashyap

Ms. Shruti Choudhari

Ms. Sanjana Kashyap Kapoor

Mr. Sahil Kashyap

Ms. Mayali Kashyap

Son of Mr.Vinod Kashyap

Daughter of Mr.Vinod Kashyap

Son of Mr.Vineet Kashyap

Wife of Mr. Vinod Kashyap

Wife of Mr. Vikram Kashyap

Wife of Mr.Mohit Kashyap

Daughter of Mr. Vineet Kashyap

Daughter of Mr. Vikram Kashyap

Son of Mr. Vikram Kashyap

Wife of Mr. Saurabh Kashyap

**Transactions with related parties during the year :**

₹ in thousands

Particulars	Holding	Fellow subsidiaries of holding company	Associates	Key Management	Relatives	Total
Interest Expense on Inter Corporate loan -Taken	1,073.86	-	-	-	-	1,073.86
	(1,073.86)	-	-	-	-	(1,073.86)

**Balances With Related Parties as at 31.03.2023**

₹ in thousands

Inter corporate deposit including interest	34,484.55	-	-	-	-	34,484.55
	(33,410.69)	-	-	-	-	(33,410.69)



Terms and conditions of transactions with related parties : The transactions with related parties have been done at arm's-length basis except Loans, interest and Remuneration where it is not possible to ascertain Arms length but has been done as per prevailing practice. There have been no guarantees provided or received for any related party's receivables or payables.

All balances outstanding with related parties are unsecured. Figures shown in bracket represents corresponding amounts of previous year.

**Note 11 Micro and small enterprises**

Under the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED') which came into force from 2 October 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. On the basis of the information and records available with the management, there are no outstanding dues to the Micro and Small enterprises as defined in the Micro, Small mid Medium Enterprises Development Act, 2006.

**Note 12 Financial instruments – Fair values and risk management**

**Risk management framework**

The business of the Company involves market risk, credit risk and liquidity risk. Among these risks, market risk is given paramount importance so as to minimize its adverse affects on the Company's performance. The Company has policies and process to identify, evaluate and manage risks and to take corrective actions, if required, for their control and mitigation on continuous basis. And regular monitoring of the said policies and process for their compliance is responsibility of the management under the supervision of the Board of Directors and Audit Committee. The policies and process are regularly reviewed to adapt them in tune with the prevailing market conditions and business activities of the Company. The Board of Directors and Audit Committee are responsible for the risk assessment and management through formulation of policies and processes for the same.

**Credit risk**

Credit risk is part of the business of the Company due to extension of credit in its normal course having a potential to cause financial loss to the Company. It mainly arises from the receivables of the Company due to failure of its customer or a counter party to a financial instrument to meet obligations under a contract with the Company. Credit risk management starts with checking the credit worthiness of a prospective customer before entering into a contract with him by taking into account, his individual characteristics, demographics, default risk in his industry. A customer's credit worthiness is also continuously is checked during the period of a contract. However, risk on trade receivables and unbilled work in progress is limited as the customers of the company are either government promoted entities or have strong credit worthiness. In order to make provisions against dues from the customers other than government promoted entities, the Company takes into account available external and internal credit risk factors such as credit rating from credit rating agencies, financial condition, aging of accounts receivables and the Company's historical experience for customers. However, in Company's line of business, delay in meeting financial obligation by a customer is a regular feature especially towards the end of a contract and is as such factored in at the time of initial engagement.

Expected credit loss/ lifetime credit loss assessment for customers as at 31 March 2023 and 31 March 2022

Trade and other receivables are reviewed at the end of each reporting period to determine expected credit loss other those already incurred, if any. In the past, trade receivables, in normal course, have not shown any trend of credit losses which are higher than in the industry or as observed in the company's history. Given that the macro economic indicators affecting customers of the Company have not undergone any substantial change, the Company expects the historical trend of minimal credit losses to continue. Further, management believes that the unimpaired amounts that are past due by more than 30 days are still collectible in full, based on historical payment behavior and extensive analysis of customer credit risk. The impairment loss at March 31, 2023 relates to several customers that have defaulted on their payments to the Company and are not expected to be able to pay their outstanding balances, mainly due to economic circumstances.

**Cash and Cash equivalents**

The Company held cash and cash equivalents with credit worthy banks of ₹ 124.82 (in thousands) and ₹ 144.42 (in thousands) as at 31 March 2023 and 31 March 2022 respectively. The credit worthiness of such banks is evaluated by the management on an ongoing basis and is considered to be good.

**Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation.

The Company has obtained fund and non-fund based working capital lines from various banks. The Company also constantly monitors funding options available in the debt and capital markets with a view to maintaining financial flexibility.

As of 31 March 2023, the Company had working capital (Total current assets - Total current liabilities) of ₹ 8,874.63 (in thousands) including cash and cash equivalents of ₹ 124.82 (in thousands). As of 31 March 2022, the Company had working capital of ₹ 8,899.87 (in thousands) including cash and cash equivalents of ₹ 144.42 (in thousands).

**Exposure to liquidity risk**

The table below analyses the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for:

₹ in thousands

Particulars	Carrying amount	As at 31st March, 2023				
		Contractual cash flow				
		Total	0-12 months	1-2 year	2-5 years	More than 5 years
<b>Non -derivatives financial liabilities</b>						
Borrowing *	34,484.55	33,410.69	-	33,410.69	-	-



₹ in thousands

Particulars	Carrying amount	As at 31st March, 2022				
		Contractual cash flow				
		Total	0-12 months	1-2 year	2-5 years	More than 5 years
<b>Non-derivatives financial liabilities</b>						
Borrowing *	33,410.69	32,336.82	-	32,336.82	-	-

\* Unsecured Loans from Holding Company and other related parties including interest are repayable on demand. This has been classified as Non-current loans' as the company has obtained the view from holding company's management that considering tight liquidity position of the Company there is no likelihood of their asking for its repayment, atleast with in next 1 years.

#### Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates, foreign currency exchange rates) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices. Market risk is attributable to all market risk-sensitive financial instruments, all foreign currency receivables and payables and all short term and long-term debt.

#### Currency Risk

The fluctuation in foreign currency exchange rates may have potential impact on the profit and loss account and equity, where any transaction references more than one currency or where assets/liabilities are denominated in a currency other than the functional currency of the entity.

#### Exposure to currency risk

The company has no exposure to currency risk.

#### Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to market risk for changes in interest rates relates to fixed deposits and borrowings from financial institutions.

For details of the Company's Long term loans and borrowings, including interest rate profiles, refer to Note 5 (a) of Ind AS financial statements.

#### Interest rate sensitivity - fixed rate instruments

The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flow will fluctuate because of a change in market interest rates.

#### Interest rate sensitivity - variable rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased / decreased equity and profit or loss by amounts shown below. This analyses assumes that all other variables, in particular, foreign currency exchange rates, remain constant. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

₹ in thousands

Particulars	Profit or (Loss)	
	100 bp increase	100 bp decrease
As as 31 March 2023		
Unsecured Loan - Rupee Loans - From related party	(153.41)	153.41
sensitivity (net)	(153.41)	153.41

₹ in thousands

Particulars	Profit or (Loss)	
	100 bp increase	100 bp decrease
As as 31 March 2022		
Unsecured Loan - Rupee Loans - From related party	(153.41)	153.41
sensitivity (net)	(153.41)	153.41

(Note: The impact is indicated on the profit/loss and equity before tax basis)

#### Note 13 Capital management

The Company's objectives when managing capital are to:-

(i) safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and

(ii) Maintain an optimal capital structure to reduce the cost of capital.

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital, as well as the level of dividends to equity shareholders.

The Company monitors capital using a ratio of 'net debt' (total borrowings net of cash & cash equivalents) to 'total equity' (as shown in the balance sheet).

The Company's net debt to equity ratios are as follows.

₹ in thousands

Particular	As at 31st March, 2023	As at 31st March, 2022
Net debts	34,359.73	33,266.27
Total equity	(25,609.92)	(24,510.82)
Net debts to equity ratio	**	**

\*\* Negative network



**Note 14 Other Statutory information**

(i) The Company does not hold any investment property

(ii) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.

(iii) During the current year and/or in the previous year, the Company has not been declared willful defaulter by any bank or financial institution or other lender.

(iv) During the current year and/or in the previous year, the Company has no transactions with the companies struck off U/s 248 of the Companies Act, 2013 or U/s 560 of the Companies Act, 1956.

(v) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

(vi) The Company is in compliance with the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017 (as amended).

(vii) Accounting Ratios

S.No	Accounting Ratio	Numerator	Denominator	F.Y. 2022-23	F.Y. 2021-22	Variance (in %)	Reasons of Variance (if more than 25%)
1	Current Ratio	Total Current assets	Total Current liabilities	321.38	404.40	(20.53)	
2	Debt/equity Ratio	Total debt	shareholder's Equity	Not applicable (Negative)	Not applicable (Negative)	Not applicable (Negative)	
3	Debt service coverage Ratio	Earnings available for debt Service	debt service	Not applicable (Negative)	Not applicable (Negative)	Not applicable (Negative)	
4	Return/equity Ratio	Net Profit after tax	Average Shareholder's Equity	Not applicable (Negative)	Not applicable (Negative)	Not applicable (Negative)	
5	Inventory turnover Ratio	Total revenue	Current inventory	Not applicable	Not applicable	Not applicable	
6	Trade receivable turnover Ratio	Total credit sales	Average trade receivables	Not applicable	Not applicable	Not applicable	
7	Trade Payable Turnover Ratio	Net Purchases and other expenses	Average Trade payables	Not applicable	Not applicable	Not applicable	
8	Net Capital Turnover Ratio	Revenue(sales)	working capital	Not applicable	Not applicable	Not applicable	
9	Net Profit Ratio	Net profit	Revenue	Not applicable	Not applicable	Not applicable	
10	Return on Capital Employed	Earning before interest and taxes	Capital employed	Not applicable (Negative)	Not applicable (Negative)	Not applicable (Negative)	
11	Return on Investment	Income generated from investments	Time weighted average investment	Not applicable	Not applicable	Not applicable	

(viii) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies) including foreign entities (intermediaries) nor has received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries); or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(ix) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

(x) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

**Note 15**

In the opinion of the board of directors all its assets other than fixed assets and non-current investments have a value on realization in the ordinary course of business at least equal to the amounts at which they are stated in the Balance Sheet.



**Note 16**

Balances outstanding in the name of the parties are subject to the confirmation

**Note 17**

Previous year's figures have been regrouped and / or rearranged wherever necessary.

General Information & Significant Accounting Policies	1 & 2
Other Notes to the standalone Ind AS financial statements	9-17
The Notes are an integral Part of these Financial Statements	

In terms of our report of even date attached

For Sood Brij & Associates  
Chartered Accountants  
Firm registration No 00350N

  
A.K. Sood  
Partner  
Membership No 14372



Place : New Delhi  
Date : 25th May, 2023

For and on Behalf of the Board of Directors

  
Vineet Kashyap  
Director  
(DIN : 00038897)

  
Vikram Kashyap  
Director  
(DIN : 00038937)