

INDEPENDENT AUDITOR'S REPORT

To the Members of **Apex Ecotech Private Limited**

Report on the audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of **M/s Apex Ecotech Private Limited** ["the Company"] which comprise the balance sheet as at 31st March 2021, the statement of profit and loss and the cash flow statement for the year ended 31st March 2021, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

In our opinion and to the best of our information and according to the explanations given to us, except for effects of the matter described in the Basis for Qualified Opinion section of our report, effects of which is not ascertained, the aforesaid standalone financial statements gives the information required by the Act, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs (financial position) of the Company as at 31 March 2021, and its loss and cash flows for the year ended on that date.

Basis for Qualified Opinion

Attention is invited to note 1(l) to the standalone financial statements with regard to provision for gratuity and leave encashment during the financial year. The Company has not made provision for gratuity and amount of such provision could not be ascertained as no valuations have been done by the management in this regard. Therefore, the impact of such provision on the profitability is not ascertainable at this stage

Responsibilities of Management for audit of 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 preparation of these financial statements that give a true and fair view of the financial position and financial performance of the company in accordance with the Accounting Principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act read with Rule 7 of Companies (Accounts) Rules 2014.

This responsibility also includes the maintenance of adequate accounting records in accordance with provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds & other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design,



implementation and maintenance of internal controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management of the company 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 for accounting unless management either intends to liquidate the company or cease operations, or has no realistic alternative but to do so.

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 skepticism 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. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the financial statements, 29 including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on other legal and regulatory requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in the paragraph 3 and 4 of the order.

As required by section 143(3) of the Act we report that;

- a) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c) The balance sheet, the statement of profit and loss and the cash flow statement dealt with by this report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with the Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of written representations received from the directors as on 31 March 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021, from being appointed as a director in terms of section 164(2) of the Act.
- f) In our opinion the company has adequate internal financial control in place and the operating effectiveness of such controls.



- g) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
- i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 28 to the financial statements.
 - ii) The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
 - iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

As per our separate report of even date.

For Raman Chawla and Associates
Chartered Accountants

Firm Registration No. : 035543N



Amoksh Chawla
(Partner)

Membership No. : 556776

Place: New Delhi

Date: 06.11.2021

UDIN:- 22556776AAAAA1B3984

“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2021:-

- (i)
 - (a) The Company has not maintained proper records showing full particulars including quantitative details and situation of fixed assets;
 - (b) The Fixed Assets have not been physically verified by the management. We have relied upon the information provided by the management.
 - (c) The title deeds of immovable properties are held in the name of the company.
- (ii)
 - (a) The inventory has not been physically verified by the management at regular intervals and the necessary adjustments in the books for the shortfall if any has not been made in the books. However, the management has verified the inventory at the end of the year.
 - (b) The procedures of physical verification of inventory followed by the management are found reasonable and adequate in relation to the size of the company and the nature of its business.
- (iii) The Company has not granted any loans, secured and unsecured to companies, firms, limited liability partnership firms or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the order are not applicable to the company and hence not commented upon.
- (iv) In our opinion and according to information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security.
- (v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable
- (vi) As informed to us, the maintenance of Cost Records is not applicable under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- (vii)
 - (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities.



According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they become payable except LBT amounting 7,74,660, Service tax amounting 2,14,968, CST amounting 53,645 and WCT amounting 3,73,444.

(b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.

- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks and financial institutions.
- (ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- (x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanation given to us and based on our examination of the records of the Company, Section 197 read with Schedule V of the Companies Act is not applicable on the Company. Accordingly, paragraph 3(xi) of order is not applicable.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- (xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.



- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For Raman Chawla and Associates
Chartered Accountants
Firm Registration No. : 035543N



Amoksh Chawla
(Partner)
Membership No. : 556776

Place: New Delhi

Date: 06.11.2021

UDIN:- 22556776AAAAAB3984

APEX ECOTECH PVT LTD
Balance sheet as at 31st March 2021

Particulars	Notes	(Amount in Rs.)	(Amount in Rs.)
		As at 31st March 2021	As at 31st March 2020
I. EQUITY & LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	91,36,000	91,36,000
(b) Reserves and Surplus	3	3,44,92,419	5,09,95,421
(2) Non-Current Liabilities			
(a) Long-term borrowings	4	1,11,89,207	62,14,555
(b) Other Long Term Liabilities	5	31,88,529	58,95,520
(3) Current Liabilities			
(a) Short-term borrowings	6	2,96,10,988	85,27,057
(b) Trade payables	7		
Outstanding dues to micro and small enterprises		1,20,66,362	-
Outstanding dues to other than micro and small enterprises		2,47,20,640	7,94,73,380
(c) Other current liabilities	8	1,38,55,731	1,49,81,802
(d) Short-term provisions	9	1,08,24,041	1,43,37,100
Total Equity & Liabilities		14,90,83,917	18,95,60,835
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment			
(i) Tangible assets	10	4,41,89,301	3,47,27,677
(ii) Intangible assets		1,16,959	2,38,035
(iii) Capital Work in Progress		-	-
(b) Deferred tax assets (net)	11	23,21,681	20,84,329
(2) Current assets			
(a) Inventories	12	2,84,52,888	2,22,59,123
(b) Trade receivables	13	4,43,40,549	8,30,68,064
(c) Cash and cash equivalents	14	58,16,157	72,22,474
(d) Short-term loans and advances	15	20,73,050	1,43,82,659
(e) Other current assets	16	2,17,73,334	2,55,78,475
Total Assets		14,90,83,917	18,95,60,835

Significant Accounting Policies
See Accompanying Notes to Financial Statements

1
2 to 31

The accompanying notes form an integral part of financial statements.

As per our report of even date attached.

For Raman Chawla and Associates
Chartered Accountants
Firm Regn No - 033843N

Amoksh Chawla
(Partner)
M No. 556776

UDIN: 22556776AAAAAB3984

Date: 06.11.2021
Place: New Delhi

For and on behalf of the Board
Apex Ecotech Private Limited

Anuj Dosajh
(Director)
DIN : 00119225

Lalit Mohan Dutta
(Director)
DIN : 02298611

APEX ECOTECH PVT LTD
Statement of Profit and Loss for the year ended on 31st March 2021

(Amount in Rs.) (Amount in Rs.)

Particulars	Notes	For the year ended 31st March 2021	For the year ended 31st March 2020
Income			
Revenue from operations	17	11,70,18,932	44,47,13,597
Other Income	18	27,85,770	10,44,449
Total Revenue		11,98,04,702	44,57,58,046
Expenditure			
Cost of Material Consumed	19	5,73,26,024	24,59,49,931
Changes in inventories of Stock-in-Trade	20	13,30,076	1,05,58,687
Employee benefit expense	21	3,73,87,520	3,99,69,827
Financial costs	22	35,83,829	74,57,539
Depreciation	-	39,33,319	41,63,474
Other expenses	23	3,29,08,162	9,90,53,725
Total Expenses		13,64,68,929	40,71,53,183
Profit/(Loss) before exceptional items and tax		(1,66,64,227)	3,86,04,864
Less: Exceptional Items		-	-
Profit/(Loss) before tax		(1,66,64,227)	3,86,04,864
Tax expense:			
(1) Current tax		-	(1,10,55,300)
(2) Taxes of Earlier years		(49,494)	(12,08,532)
(3) Deferred tax	11	(2,37,352)	3,95,218
(3) TDS Tax Paid - Appeal		14,850	
(3) TDS paid - ealier disallowed		1,10,772	
Profit/(Loss) from the period from continuing operations		(1,65,03,004)	2,67,36,250
Profit/(Loss) from discontinuing operations:		-	-
Less: Tax expense of discontinuing operations		-	-
Profit/(Loss) from Discontinuing operations		-	-
Profit/(Loss) for the period		(1,65,03,004)	2,67,36,250
Earning per equity share:			
(1) Basic		(18.06)	29.26
(2) Diluted		(18.06)	29.26

Significant Accounting Policies 1

See Accompanying Notes to Financial Statements 2 to 31

The accompanying notes form an integral part of financial statements.

As per our report of even date attached.

For Raman Chawla and Associates
Chartered Accountants
Firm Regn No - 035543N
New Delhi
Amoksh Chawla
(Partner)
M No. 556776

For and on behalf of the Board
Apex Ecotech Private Limited

Anuj Dosjhi
(Director)
DIN : 00119225

Lalit Mohan Dutta
(Director)
DIN : 02298611

UDIN: 22556776AAAAAB3984

Date: 06.11.2021
Place: New Delhi

APEX ECOTECH PVT LTD
Cash Flow Statement for the year ended 31st March 2021

Particular	Notes	(Amount in Rs.)	(Amount in Rs.)
		Year Ended 31st March 2021	Year Ended 31st March 2020
A. Cash flow from Operating Activities			
Net Profit Before Income tax & Extraordinary item		(1,66,64,227)	3,86,04,865
Add: Depreciation		39,33,319	41,63,474
Add: Interest Expenses		42,63,153	1,08,67,971
Add: Previous year taxes paid		(76,128)	-
Less: Profit on sale of Fixed Assets		(1,76,280)	-
Less: Interest Income		(3,39,965)	(6,75,650)
Less: Gain on Foreign Exchange Gain		-	(3,68,799)
Operating Profit before Working Capital changes		(90,60,128)	5,25,91,861
Changes In Working Capital			
Increase in Trade Payables		(4,26,86,377)	67,70,686
Increase in Income Tax Provision		(35,13,059)	1,10,55,300
Increase/(Decrease) in Long term liabilities		(27,06,991)	-
Increase/(Decrease) in Provision for expenses		(11,26,070)	64,21,543
Increase/(Decrease) in Trade Receivables		3,87,27,515	(3,06,93,728)
Increase/(Decrease) in Other Current Assets		38,05,141	86,41,172
Increase/(Decrease) in Short term Loans & advances		1,23,09,609	-
Increase/(Decrease) in Inventory		(61,93,765)	1,35,36,730
Operating (Loss)/Profit after Changes in Working Capital		(13,83,996)	1,57,31,703
Less: Income Tax paid		-	1,22,63,832
Less: Interim Dividend & Tax Paid		-	60,57,834
Net Cash Generated from Operating Activities	[A]	(1,04,44,124)	5,00,01,898
B. Cash flows from Investing Activities			
Purchase of Fixed Assets		(1,60,60,025)	(6,17,794)
Sale of Fixed Assets		29,62,438	-
Interest on Bank Deposits		3,39,965	6,75,650
Gain on foreign Exchange		-	3,68,799
Net Cash from Investing Activities	[B]	(1,27,57,622)	4,26,655
C. Cash flows from Financing Activities			
Interest Expenses		(42,63,153)	(1,08,67,971)
Proceeds/Repayment of Borrowings		2,60,58,583	(4,67,95,900)
Net Cash Generated from Financing Activities	[C]	2,17,95,430	(5,76,63,871)
Net Increase/ (Decrease) in Cash and Cash Equivalents	[A+B+C]	(14,06,316)	(72,35,318)
Cash and Cash Equivalents at the Beginning of the year		72,22,474	1,44,57,792
Cash and Cash Equivalents at the End of the year		58,16,157	72,22,474
Net Increase/ (Decrease) in Cash and Cash Equivalents	[D]	(14,06,316)	(72,35,318)
Components of Cash and Cash Equivalents			
Cash in hand		5,81,743	38,411
With banks		52,34,414	71,84,063
Total Cash and Cash Equivalents	[E]	58,16,157	72,22,474

Note:

The cash flow statement has been prepared in accordance with 'Indirect method' as set out in the Accounting Standard (AS)-3 on 'Cash Flow Statements' as specified in the section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014.

As per our report of even date attached

For Raman Chawla and Associates
Chartered Accountants
Firm Regn No - 035543N

Amoksh Chawla
(Partner)
M No. 556776

UDIN: 22556776AAAAAB3984

Date: 06.11.2021
Place: New Delhi

For and on behalf of the Board
Apex Ecotech Private Limited

Anuj Doshih
(Director)
DIN : 00119225

Lalit Mohan Dutta
(Director)
DIN : 02298611

Apex Ecotech Private Limited

Notes to financial statements for the year ended March 31, 2021

1. Significant accounting policies:

a. Basis of preparation

The financial statements of the company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the Companies (Accounts) Rules 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

b. Basis of Accounting

The financial statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India and the provisions of the Companies Act, 2013.

c. Uses of Estimates

The presentation of financial statements in conformity with the Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities (including contingent liabilities) on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/materialized.

d. Inventories/Work in Progress

- a. Finished goods, goods held for resale and packing materials are stated at lower of cost and net realizable value.
- b. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and to make the sale.

e. Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of Goods - Revenue is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer and is stated net of trade discounts, returns and GST.

Sale of Services:- Revenue from sale of services is recognized as the services are rendered based on agreements / arrangements with customers.



f. Fixed Assets

Property, plant & equipment

PPE Fixed assets are stated at cost, less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

Intangible Asset

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of profit and loss when the asset is de-recognized.

g. Depreciation and Amortization

Depreciation on Fixed Assets is provided based on the useful life of the asset in the manner prescribed in Schedule II to the Companies Act, 2013.

h. Cash Flow Statement

Cash Flows are reported using indirect method, whereby profit before tax is adjusted for effects of transactions of non-cash nature and any deferral or accruals of any past or future cash receipts or payments. The Cash flows from regular revenue generating, financing and investing activity of the company are segregated.

i. Deferred Taxes

Tax expense comprises of current and deferred taxes. Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred Income Taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred Income Tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. If the Company has unabsorbed depreciation or carry forward tax losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realized against future taxable profits.

At each Balance Sheet date the Company re-assesses unrecognized deferred tax assets, if any. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized. The carrying amount of deferred tax assets are reviewed at each balance sheet date. Accordingly deferred tax asset is created having closing balance of Rs. 23,21,681.24/- on account effect of depreciation, disallowed items and carried forward of losses.



j. Earnings Per Share

Basic Earnings per Share are calculated by dividing the net profit or loss for the period attributable to Equity Shareholders (after deducting preference dividends and attributable taxes, if any) by the weighted average number of Equity Shares outstanding during the period. Partly paid Equity Share, if any is treated as a fraction of an Equity Share to the extent that they were entitled to participate in dividends relative to a fully paid Equity Share during the reporting period. The weighted average number of Equity Shares outstanding during the period is adjusted for events of bonus issue, bonus element in a rights issue to existing shareholders, share split, and reverse share split (consolidation of shares),if any.

k. Provisions

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

Accounting policies are not specifically referred to otherwise be consistent and in consonance with generally accepted accounting principles.

l. Employee Benefits :

Gratuity liability under the payment of Gratuity Act is not provided in the accounts as per Actuarial Valuation as required under Accounting Standard -15 (Revised) issued by The Institute of Chartered Accountants Of India.

Liability for Leave encashment is not provided for in the books of accounts as the company follows the policy to provide for encashment of leave only on termination of employee. The leave encashment is only of the earned leaves available during the year. There is no policy of carry forward of Earned Leave and Leave Travel Concession for the employees from year to year..

m. Others:

Balance confirmation of all receivable and payable accounts (including advance and deposits) are not received and any difference which may arise on reconciliation will be deal in the subsequent year. However, in the opinion of the management the net effect of such reconciliation may not have any effect on the income of the company.



APEX ECOTECH PVT LTD

Notes to the financial statements for the year ended on 31st March 2021

	As at 31st March 2021		As at 31st March 2020	
	Number	Amount	Number	Amount
2 Share capital				
Authorised share capital				
Equity shares of ` 10 each	15,00,000	1,50,00,000	15,00,000	1,50,00,000
Issued, subscribed and fully paid up				
Equity shares of ` 10 each	9,13,600	91,36,000	9,13,600	91,36,000
Total issues, subscribed and fully paid up share capital	9,13,600	91,36,000	9,13,600	91,36,000

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

Equity Shares

	As at 31st March 2021		As at 31st March 2020	
	Number	Amount	Number	Amount
Equity Shares at the beginning of the period	9,13,600	91,36,000	9,13,600	91,36,000
Add: Shares issued during the period	-	-	-	-
Equity shares at the end of the period	9,13,600	91,36,000	9,13,600	91,36,000

b. The Company has only one class of equity shares, having a par value of Rs. 10 per share. Each shareholder is eligible to one vote per fully paid share held. The repayment of equity share capital in the event of liquidation and buy back of shares are possible subject to prevalent regulations. In the event of liquidation, normally the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

c. Details of shareholders holding more than 5% shares in the company

	As at 31st March 2021		As at 31st March 2020	
	Number	% of Holding	Number	% of Holding
Equity shares of ` 10 each				
Mr. Anuj Dosajh	2,75,907	30.20%	2,75,907	30.20%
Mr. Ajay Raina	1,80,893	19.80%	1,80,893	19.80%
Mr. Ramkrishnan Aiyer	2,75,907	30.20%	2,75,907	30.20%
Mr. Lalit Mohan Datta	1,80,893	19.80%	1,80,893	19.80%
	9,13,600	100.00%	9,13,600	100.00%



APEX ECOTECH PVT LTD

Notes to the financial statements for the year ended on 31st March 2021

3 Reserves and surplus

Surplus in the statement of Profit and Loss

Opening balance of Profit & Loss Account

Add : Profit for the year

Less : Appropriations

Interim Dividend

Corporate Tax on Dividend Distribution

Closing balance

Securities Premium

Opening balance

Add : During the year

Closing balance

	As at 31st March 2021	As at 31st March 2020
Opening balance of Profit & Loss Account	5,09,95,421	3,03,17,006
Add : Profit for the year	(1,65,03,004)	2,67,36,250
Less : Appropriations		
Interim Dividend	-	(50,24,800)
Corporate Tax on Dividend Distribution	-	(10,33,034)
Closing balance	<u>3,44,92,418</u>	<u>5,09,95,421</u>
Securities Premium		
Opening balance	-	-
Add : During the year	-	-
Closing balance	<u>3,44,92,418</u>	<u>5,09,95,421</u>

4 Long-term borrowings

(a) Secured Loans

ECLGS Loan from ICICI Bank Limited

(ECLGS Loan of Rs 4528804 is secured through extension of rank second charge over the existing primary and Collateral securities including mortgages created in favour of bank for cash credit (Refer note 6)

(b) Unsecured Loans

Loans from Others:

Kotak Mahindra Loan

Deutsche Bank

Capital First Ltd

YES Bank

ICICI Bank Ltd

	As at 31st March 2021	As at 31st March 2020
ECLGS Loan from ICICI Bank Limited	45,28,804	-
Loans from Others:		
Kotak Mahindra Loan	27,79,918	-
Deutsche Bank	-	19,88,633.38
Capital First Ltd	-	1,50,767
YES Bank	12,12,385	17,39,837
ICICI Bank Ltd	26,68,100	23,35,318
	<u>1,11,89,207</u>	<u>62,14,555</u>

5 Other Long Term Liabilities

Long Term Liabilities - Trade Payables

	As at 31st March 2021	As at 31st March 2020
Long Term Liabilities - Trade Payables	31,88,529	58,95,520
	<u>31,88,529</u>	<u>58,95,520</u>



APEX ECOTECH PVT LTD

Notes to the financial statements for the year ended on 31st March 2021

	As at 31st March 2021	As at 31st March 2020
6 Short-term borrowings		
(a) Secured Loans		
(i) ICICI Bank Ltd :- Cash Credit A/c	2,76,89,202	85,27,057
(The above credit facility is secured against the Stock, Book debts & Fixed Deposits of the Company, Industrial property of the Company located at S-72/1,MIDC Bhosari, Pune, Residential property of directors- Mr Lalit Mohan Dutta and Mr Ramakrishnan Iyer, Residential plot of director -Mr. Anuj Dosajh and personal guarantees of all the directors of the company)		
(b) Unsecured Loans		
ICICI Bank Loan	10,28,365	-
YES Bank	2,75,351	-
Kotak Mahindra Loan	6,18,070	-
	2,96,10,988	85,27,057

	As at 31st March 2021	As at 31st March 2020
7 Trade payables		
a) Payable to Micro, Small & Medium Enterprises*	1,13,87,038	-
Interest Payable as per MSMED Act	6,79,324	-
	1,20,66,362	-
b) Payable to Others		
Considered Good	2,47,20,640	7,94,73,380
Not Good	-	-
	2,47,20,640	7,94,73,380

* The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

- The principal amount remaining unpaid to any supplier as at the end of the year	1,13,87,038	Nil
- The interest due on the principal remaining outstanding as at the end of the year	6,79,324	Nil
- The amount of interest paid under the MSMED Act, along with the amounts of the payment made beyond the appointed day during the year	Nil	Nil
- The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act	Nil	Nil
- The amount of interest accrued and remaining unpaid at the end of the year	6,79,324	Nil
- The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under the MSMED Act	6,79,324	Nil

	As at 31st March 2021	As at 31st March 2020
8 Other current liabilities		
(a) Advance from Customers	77,55,106	28,10,499
(Advance Received as per works contract)	28,96,572	39,03,042
(b) Expenses Payable	32,04,053	82,68,260
(c) Statutory Dues Payable	1,38,55,731	1,49,81,802

	As at 31st March 2021	As at 31st March 2020
9 Short term provisions		
Provisions for Income Tax AY 2019-20	-	32,81,800
Provisions for Income Tax AY 2020-21	1,08,24,041	1,10,55,300
	1,08,24,041	1,43,37,100



APEX ECOTECH PVT LTD
NOTES FORMING PART OF ANNUAL ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021
NOTE - 10
FIXED ASSETS

(Amount in Rupees)

SR NO	PARTICULARS	RATE OF DEPRECIATION	C O S T				D E P R E C I A T I O N					N E T C A R R Y I N G V A L U E	
			AS ON 01/04/2020	ADDITIONS IN THE YEAR	SOLD/ WRITE OFF DURING THE YEAR/ REVERSAL	AS ON 31/03/2021	UP TO 31/03/2020	ON OLD BLOCK	ON NEW BLOCK	REVERSAL / TRANSITION AL PROVISION	UP TO 31/03/2021	AS ON 31/03/2021	AS ON 31/03/2020
(A)	TANGIBLE												
1	Furniture & Fixtures	25.89%	2,77,108	-	-	2,77,108	1,76,484	26,052	-	-	2,02,536	74,572	1,00,624
2	Office Equipment	45.07%	12,98,099	76,276	-	13,74,375	10,53,458	1,10,260	14,335	-	11,78,053	1,96,323	2,44,641
3	Vehicles	31.23%	75,20,252	77,76,443	(47,05,870)	1,05,90,825	34,08,289	10,64,918	10,77,115	(23,79,302)	31,71,020	74,19,806	41,11,963
4	Computer & Other Peripherals	63.16%	32,51,406	69,666	-	33,21,072	27,95,294	2,88,080	29,429	-	31,12,803	2,08,269	4,56,112
5	Land	0.00%	1,78,45,340	76,16,300	-	2,54,61,640	-	-	-	-	-	2,54,61,640	1,78,45,340
6	Factory Building at MIDC Pune	9.50%	2,29,90,138	-	-	2,29,90,138	1,10,94,853	11,30,052	-	-	1,22,24,905	1,07,65,233	1,18,95,285
7	Plant & Machinery	13.91%	74,650	-	-	74,650	939	10,253	-	-	11,192	63,458	73,711
	TOTAL Rs.		5,32,56,994	1,55,38,685	(47,05,870)	6,40,89,809	1,85,29,317	26,29,615	11,20,878	(23,79,302)	1,99,00,508	4,41,89,301	3,47,27,677
(B)	INTANGIBLE												
	Computer Software	63.16%	18,31,925	61,750	-	18,93,675	15,93,890	1,50,343	32,483	-	17,76,716	1,16,959	2,38,035
	TOTAL Rs. (A+B)		5,50,88,919	1,56,00,435	(47,05,870)	6,59,83,484	2,01,23,207	27,79,957	11,53,361	(23,79,302)	2,16,77,224	4,43,06,260	3,49,65,712
	PREVIOUS YEAR FIGURES Rs.		5,44,71,124	6,17,794	-	5,50,88,919	1,59,59,733	39,88,643	1,74,831	-	2,01,23,207	3,49,65,712	3,85,11,391



APEX ECOTECH PVT LTD

Notes to the financial statements for the year ended on 31st March 2021

	As at 31st March 2021	As at 31st March 2020
11 Deferred Tax Asset/ Liability		
Timing difference on tangible assets depreciation	39,33,319	41,63,474
Depreciation as per Companies Act	30,20,428	30,86,218
Depreciation as per Income Tax Act	<u>9,12,891</u>	<u>14,20,623</u>
Timing Difference	2,37,352	3,95,217
Deferred Tax Asset	(20,84,329)	(16,89,111)
Less: Opening DTA	<u>23,21,681</u>	<u>20,84,329</u>
Provision of DTA for the year		
	As at 31st March 2021	As at 31st March 2020
12 Inventories		
(valued at cost or lower of net realisable value)		
Stock in Trade	79,87,254	93,17,330
Work in progress	2,04,65,634	1,29,41,793
Raw Materials	<u>2,84,52,888</u>	<u>2,22,59,123</u>
	As at 31st March 2021	As at 31st March 2020
13 Trade receivables		
Trade receivables Outstanding for a period Less than 6 months	3,37,71,367	7,68,43,701
Trade receivables Outstanding for a period More than 6 months	1,05,69,181	62,24,363
	<u>4,43,40,549</u>	<u>8,30,68,064</u>
	As at 31st March 2021	As at 31st March 2020
14 Cash and cash equivalents		
(a) Cash and cash equivalents		
i) Cash in hand	5,81,743	38,411
ii) Balances with banks	11,86,617	17,96,046
- in current accounts	21,511	1,755
- in CC Account		
iii) Fixed Deposits	40,26,286	53,86,262
(Against Bank Guarantee)		
	<u>58,16,157</u>	<u>72,22,474</u>
	As at 31st March 2021	As at 31st March 2020
15 Short term loans and advances		
Advances to suppliers	19,04,050	48,08,201
Security deposits	1,69,000	2,05,000
Retention Deposit including against Performance Bank Guarantee	-	93,69,458
	<u>20,73,050</u>	<u>1,43,82,659</u>
	As at 31st March 2021	As at 31st March 2020
16 Other Current Assets		
Advances to Employees/Employee Expense Account Receivable	3,60,379	7,09,789
Advance given for Purchase of Plot	-	70,00,000
(Advance given for purchase of property to one of the directors)	68,65,779	90,38,898
Other Receivables & Prepaid expense	65,62,470	-
Self Assessment Tax paid AY 2020-21	4,32,390	22,20,114
Income Tax Refundable	22,08,081	-
Insurance claim Receivable	52,99,802	65,58,440
TDS Receivable	44,432	51,235
TCS Receivable	<u>2,17,73,334</u>	<u>2,55,78,476</u>



APEX ECOTECH PVT LTD

Notes to the financial statements for the year ended on 31st March 2021

	For the year ended 31st March 2021	For the year ended 31st March 2020
17 Revenue from operations		
Sales of Products	8,71,43,746	40,80,42,694
Supply of services	2,98,75,186	3,66,70,903
Revenue from operations (Net)	11,70,18,932	44,47,13,597
	For the year ended 31st March 2021	For the year ended 31st March 2020
18 Other income		
Foreign Exchange Fluctuation Gain	-	3,68,799
Interest received on FD	3,39,965	6,75,650
Freight, Carriage and Forwarding charge	2,72,097	-
Interest on Income tax refund	67,403	-
Insurance Claim Received	-	-
Interest on VAT Refund	2,53,181	-
Profit on Sale of Fixed Assets	1,76,280	-
Balance written off	16,76,844	-
	27,85,770	10,44,449
	For the year ended 31st March 2021	For the year ended 31st March 2020
19 Cost of Consumption of Stock-in-Trade		
Opening Stock	1,29,41,793	1,59,19,836.00
Add:Purchase of stock in trade	6,48,49,865	24,29,71,887.62
Less:Closing Stock	2,04,65,634	1,29,41,793.00
	5,73,26,024	24,59,49,931
	For the year ended 31st March 2021	For the year ended 31st March 2020
20 Change in Inventories in WIP		
Closing stock -WIP	79,87,254	93,17,330.00
Less: Opening stock -WIP	93,17,330	1,98,76,017.00
	(13,30,076)	(1,05,58,687)
	For the year ended 31st March 2021	For the year ended 31st March 2020
21 Employee benefit expense		
Salaries, wages and bonus	2,52,70,006	2,66,67,065
Employee's Health Insurance	3,328	-
Director's Remuneration	99,60,000	99,60,000
Employer's ESIC Contribution	2,19,490	2,87,322
Employer's EPF Contribution	14,22,797	16,26,228
Staff welfare expenses	5,11,899	14,29,212
	3,73,87,520	3,99,69,827
	For the year ended 31st March 2021	For the year ended 31st March 2020
22 Finance cost		
Interest Paid to Others	2,21,841	37,96,966
Interest Paid to Banks	33,61,988	36,60,573
Loan Closure Charges/ Bank Processing Fee	-	-
	35,83,829	74,57,538



	For the year ended 31st March 2021	For the year ended 31st March 2020
23 Other Expenses	2,00,000	1,50,000
Auditors Remuneration	4,58,285	34,10,433
Bank Charges & Bank Gaurantee Charges	2,01,203	47,907
Business Promotion Expenses	-	18,58,293
Balances Written Off	41,74,645	1,12,59,226
Carriage Outward & Inwards	1,77,629	4,22,206
Computer Maintenance	25,97,722	53,97,440
Conveyance & Petrol Expenses	97,500	70,000
Cleaning Charges	1,50,000	10,800
Donation	63,07,022	1,04,86,810
Labour Charges	4,06,832	4,58,148
Electricity & Water Charges	67,20,776	4,72,72,029
Errectioning & Commissioning Charges	3,625	19,400
Freight Charges	3,40,630	2,61,321
Insurance Charges	6,79,324	-
Interest as per MSMED Act	1,97,803	2,10,625
Interest on Statuory Dues	22,93,680	48,85,940
Legal, Professional & Consultancy Charges	1,518	-
Loss On Exchange Rate	74,650	17,357
Late Filling Fees	4,39,097	2,83,388
Office and Misc Expenses	51,707	69,263
Membership Fees & Subscription	1,36,494	2,81,431
Printing & Stationery	-	-
Project Expenses	18,89,637	17,11,437
Rent, Rates & Taxes	27,54,971	35,73,689
Repairs & Maintenance	5,20,070	3,05,228
Security Expenses	2,01,283	4,45,904
Stores, Spares & Packing Materials	2,37,159	-
VAT, Excise Duties, Service Tax	7,12,825	6,63,735
Telephone, Internet & Postage Expenses	8,82,072	54,81,715
Travelling Expenses	-	-
	3,29,08,162	9,90,53,725



24 Related Party Disclosure

a) Names of related parties with whom transactions has been taken place

Relationship	Name
Directors	Mr. Anuj Dosajh Mr. Ajay Raina Mr. Ramkrishnan Aiyer Mr. Lalit Mohan Datta
Enterprises over which Directors have significant Influence	Oakens Engineering Services Private Limited Flagmo Ea Technologies Private Limited Flagmo Marketing Private Limited

* Note- Related Parties have been identified by the Management

b) Transactions with related parties

	As at 31 March 2021	As at 31 March 2020
Mr. Anuj Dosajh		
Director Remuneration	29,40,000	29,40,000
Property Purchased from Mr. Anuj	70,00,000	-
Mr. Ajay Raina		
Director Remuneration	20,40,000	20,40,000
Mr. Ramkrishnan Aiyer		
Director Remuneration	29,40,000	29,40,000
Mr. Lalit Mohan Datta		
Director Remuneration	20,40,000	20,40,000

	As at 31 March 2021	As at 31 March 2020
25 Payment of Auditors Includes:		
Audit Fee	1,50,000	1,50,000
Tax Audit Fee	50,000	-
Other Professional services	2,82,500	-
Total	4,82,500	1,50,000

	As at 31 March 2021	As at 31 March 2020
26 Foreign Currency Transactions		
a Earnings in Foreign Currency		
Export Sales	-	2,09,87,850
	-	2,09,87,850
b Expenses in Foreign Currency		
Import Purchases	-	-
	-	-

	As at 31st March 2021	As at 31st March 2020
27 Contingent liabilities and commitments		
Contingent liabilities and commitments	NIL	NIL



28 Other Matters

- 1 Company has filed suit on M/s Divine Infracon Pvt Ltd for recovery of Rs. 12,75,776/- alongwith Interest thereon amounting to Rs. 2,04,124/-. The above amount of 12,75,776/- is included in Trade Receivable Outstanding for a period more than 6 months under the head Trade Receivable, Schedule 13 of Balance Sheet. Additional District Judge, Dist. South-west, Dwarka District court has passed judgement dt. 31.07.2017 and allowed the above claim with Interest. However, M/s Divine Infracon Pvt Ltd has filed an appeal before Delhi High Court against the above decree. The matter is pending as on 31.03.2021.
 - 2 Company has filed suit on M/s Divine Infracon Pvt Ltd for recovery of Rs. 5,57,236/- alongwith Interest thereon alongwith Interest thereon amounting to Rs. 89,157/-. The above amount of 5,57,236/- is included in Trade Receivable Outstanding for a period more than 6 months under the head Trade Receivable, Schedule 13 of Balance Sheet. Additional District Judge, Dist. South-west, Dwarka District court has passed judgement dt. 31.07.2017 and allowed the above claim with Interest. However, M/s Divine Infracon Pvt Ltd has filed an appeal before Delhi High Court against the above decree. The matter is pending as on 31.03.2021.
 - 3 M/s Kumar Organic Pvt Ltd has filed a suit against the company before Civil Judge (SD), Anekal for recovery of Rs. 3,56,35,559/- alongwith interest thereon for failing to establish a successful ETP plant at Jigani Unit. The above amount of Rs. 3,56,35,559/- includes principal amount of Rs. 1,56,35,559/- and damages amounting to Rs. 2,00,00,000/-. The Company has also filed counter claim for recovery of Rs. 3,77,39,357/- towards return on investment, pending fees towards operation and maintenance and interest thereon. The matter has now been transferred to commercial court, Bangalore. The Commercial court has yet to issue notice to the parties. No Provision is considered necessary in this regard since the company has been advised that it has a good cases and the chances of decision against the company are not probable.
 - 4 M/s Saivya Engineering Pvt Ltd has filed a suit against the company before Civil Judge(SD), Pune for recovery of Rs. 8,76,991/- towards its claim of work done at one of the sites of the company. However an amount of Rs. 7,42,514/- only is included in Long Term Liabilities - Trade Payables under the head Other Long Term Liabilities, Schedule 5 of Balance Sheet. No Provision of amount of Rs. 1,34,477/- being difference of claim of recovery and amount outstanding as per company records is considered necessary in this regard since the company has been advised that it has a good cases and the chances of decision against the company are not probable.
 - 5 Company has filed an appeal before District Judge, Nasik against the award of Rs. 3,01,917/- passed by Micro & Small Enterprises Facilitation council, Nasik Division dated 16.11.2018. Earlier M/s Positive Metering Pumps (I) Pvt Ltd initiated a conciliation proceedings under section 18 read with section 17 of the Micro, Small and Medium Enterprises Development Act, 2006 for non payment of principal amounting to Rs. 2,63,601/- and interest of Rs. 38,316/-. An amount of Rs. 3,19,524/- is included in Long Term Liabilities - Trade Payables under the head Other Long Term Liabilities, Schedule 5 of Balance Sheet. No Provision is considered necessary in this regard since the company has been advised that it has a good cases and the chances of cases decided against the company are not probable.
 - 6 Company has filed a suit on M/s Vishesh Wollen Mills for recovery of Rs. 3,62,000/- towards balance payment receivable for supply of STP 200 KLD plant alongwith Interest of Rs. 2,12,340/-. The above amount of Rs. 3,62,000/- is included in Trade Receivable for a period more than 6 months under the head Trade Receivable, Schedule 13 of Balance Sheet. The matter is pending before ADJ, District North, Rohini as on 31.03.2021
- 29 Previous year figures have been regrouped and reclassified wherever required.
- 30 **Disclosures as per Micro, Small and Medium Enterprises Development (MSMED) Act, 2006**
- Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management & relied upon by the auditors. An amount of Rs. 6,79,324/- has been booked as provision for Interest payable on such payables due as per MSMED Act, 2006. Information of corresponding figures of dues to Micro, Small & Medium Enterprises and Interest payable on same for the year ended on 31.03.2020 is not reported as the same is not available.
- 31 Outstanding amounts of Trade Payables, Long Term Liabilities - Trade Payables, Trade Receivables and Advance from Customers are subject to balance confirmations.

For Raman Chawla and Associates
Chartered Accountants
Firm Regn No - 035543N

Amoksh Chawla
(Partner)
M No. 556776

UDIN: 22556776AAAAAB3984

Date: 06.11.2021
Place: New Delhi

For and on behalf of the Board
Apex Ecotech Private Limited

Anuj Dosajh
(Director)
DIN : 00119225

Lalit Mohan Dutta
(Director)
DIN : 02298611