



O M N & ASSOCIATES

CHARTERED ACCOUNTANTS

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HYDERABAD – 500 029
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Email : opbangco@yahoo.co.in

INDEPENDENT AUDITORS' REPORT

To

The Members of
AZAD ENGINEERING PRIVATE LIMITED

Report on the audit of the standalone financial statements

Opinion

We have audited the accompanying standalone financial statements of AZAD ENGINEERING PRIVATE LIMITED (“the Company”), which comprise the balance sheet as at March 31, 2021, the Statement of standalone Profit and Loss and statement of standalone cash flows for the year then ended and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the **Companies Act, 2013** ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its profit and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the 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 together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Basis for Qualification

During the current financial year, the company is required to spend 53.30 Lakhs. However, the company has spent Rs. 22.81 Lakhs only. The balance of Rs. 33.49 lakhs has not been spent towards CSR as per section 135 of the companies Act 2013.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in





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forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Information other than the standalone financial statements and auditors' 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 Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information 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 are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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





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The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the standalone financial statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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 standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the 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 standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The standalone balance sheet, the standalone statement of profit and loss and the standalone cash flow statement 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, read with rule 7 of the Companies (Accounts) Rules, 2014;
- (e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'; and





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(g) 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; and
- c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

For and on behalf of

O M N & ASSOCIATES

Chartered Accountants

(Firm regn.No. 000383S)

Om Prakash Bang

Partner

Membership No. 018948



Place: Hyderabad

Date: 27-11-2021

UDIN: 21018948 AAAA BE 1213



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Annexure A to the Independent Auditors' Report

The Annexure referred in Independent Auditors' Report of even date to the members of AZAD ENGINEERING PRIVATE LIMITED on the standalone financial statements for the year ended 31st March, 2021, we report that:

Based on the audit procedures performed for the purpose of reporting a true and fair view on the standalone financial statements of the company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - a. The Company has a regular program of physical verification of its fixed assets by which fixed assets are verified in a phased manner. All the fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
 - b. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company does have immovable property i.e. factory building and land. The title deed of land is held in the name of the company. In case of factory building at Jeedimetla, the factory building is constructed on leased land as per the terms of lease agreement.
2. According to the information and explanation given to us, the inventories have been physically verified during the year by the management. In our Opinion, the frequency of such verification is reasonable. The Company has not maintained proper records of inventories. The Company is manufacturing items based on specific drawings provided by customers and there are numerous products manufactured during the year. Further the Products are not standardized one. Hence quantity records cannot be determined. In absence of proper stock record, material discrepancies on physical verification could not be determined.
3. The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered under Sec 189 of the Companies Act, 2013. Accordingly, clauses (a) & (b) of paragraph 3(iii) are not applicable to the Company.





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4. According to the information and explanations given to us, the Company has neither granted any loans nor made any investments, guarantees, and security and as such the provisions of Section 185 and 186 of the Act, is not applicable to the company and accordingly provisions of the clause 3 (iv) of the Order is not applicable to the Company.
5. According to the information and explanations given to us, the Company has not accepted any deposits from public within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2015. Accordingly the provisions of clause (v) of paragraph 3 of the Order are not applicable to the Company for the year under review
6. Pursuant to the rules made by the Central Government of India, the Company is not required to maintain Cost records as specified under Section 148(1) of the Act in respect of its Products being the export turnover of company is more than 75% of total revenue.
7. In respect of statutory dues:
 - 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 not regular in depositing undisputed statutory dues including Income-Tax, Cess, Goods & Services Tax and any other statutory dues with the appropriate authorities.
 - b. According to the information and explanation given to us, there are no dues of income tax, Goods & Service tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute. However, the company has not made provision for interest on late filling of TDS return as disclosed in traces being the company is in process of rectifying errors in TDS return.
8. According to the information and explanation given to us and records of the company has not defaulted in repayment of loans or borrowings to any financial institutions or bank. The company did not have any loans or borrowings to Government, nor has issued any debentures as at the balance sheet date.
9. The Company did not raise any money by way of initial public offer (including debt instruments). During the year under review the company has raised term loans from banks and financial institutions and were applied for the purposes for which those were raised.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. The Company is a private limited company provision of section 197 read with schedule V to the act, and paragraph 3(xi) of “the Order” in respect of managerial remuneration is not applicable.



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12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) is not applicable to the Company.
13. Being a private company provisions of section 177 and 188 of Companies Act, 2013 and the provisions of clause 3 (xiii) of the Order is not applicable to the Company. However, the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. According to the information and explanations given to us and the records of the Company examined by us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and the records of the Company examined by us, the Company has not entered into any non-cash transactions with the directors or persons connected with them. Accordingly, paragraph 3(xv) is not applicable to the Company.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934

For and on behalf of

O M N & ASSOCIATES

Chartered Accountants

(Firm regn.No. 000383S)

Om Prakash Bang

Partner

Membership No. 018948



Place: Hyderabad

Date: 27-11-2021

UDIN: 21018948 AAAA1213



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“ANNEXURE B” TO THE INDEPENDENT AUDITORS' REPORT

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 AZAD ENGINEERING PRIVATE LIMITED ("the Company") as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Managements' Responsibility for Internal Financial Controls.

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and per-form 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.





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Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone 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 standalone 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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



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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 31 March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India

For O M N & ASSOCIATES

Chartered Accountants

Firm Registration No.: 000383S


Om Prakash Bang
Partner

Membership No.018948

Place: Hyderabad

Date: 27-11-2021

UDIN: 21018948 AAAABE1213



**AZAD ENGINEERING PRIVATE LIMITED**

BALANCE SHEET AS AT 31st March, 2021

Particulars	Note No.	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	2	5,41,32,000	5,41,32,000
Reserves and Surplus	3	95,97,18,913	85,28,71,648
NON-CURRENT LIABILITIES			
Long-Term Borrowings	4	36,75,17,964	25,99,03,724
Differed Tax liabilities(Net)	5	6,86,63,780	5,43,54,883
Long-Term Provisions	6	1,62,78,971	-
CURRENT LIABILITIES			
Short-Term Borrowings	7	29,88,99,258	16,28,78,033
Trade Payables	8	41,48,52,709	28,75,12,342
Other Current Liabilities	9	37,63,91,209	28,52,59,722
Short-Term Provisions	10	4,06,65,420	2,03,05,087
TOTAL		2,59,71,20,225	1,97,72,17,438
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets	11		
- Tangible Assets.		1,14,05,98,833	1,01,08,18,677
- In tangible Assets.		-	-
- Capital Work In Progress		-	25,98,351
Non Current Investments	12	6,78,19,440	6,78,19,440
Long-Tem Loans & Advances	13	2,09,80,508	2,12,30,508
Other Non-Current assets	14	7,62,40,505	-
CURRENT ASSETS			
Inventories	15	29,49,19,579	16,51,31,783
Trade Receivables	16	53,33,31,135	40,78,21,752
Cash and Cash equivalents	17	20,30,95,099	8,01,17,166
Short-Term Loans and Advances	18	11,11,14,719	10,01,93,966
Other current assets	19	14,90,20,407	12,14,85,795
TOTAL		2,59,71,20,225	1,97,72,17,438

As per our report of even date

for O M N & ASSOCIATES

Chartered Accountants

Firm Regn.No.000383S

OM PRAKASH BANG

Partner

Membership No. 018948



Place: Hyderabad

Date: 27-11-2021

For Azad Engineering Private Limited

RAKESH CHOPDAR

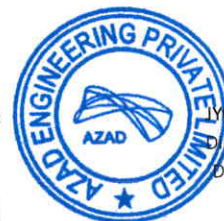
Director

DIN 01795599

FUL KUMAR GAUTAM

Company Secretary

BBBPG5135K



JYOTI CHOPDAR

Director

DIN 03132157

UDIN:- 21018948AAAABE1213



STATEMENT OF PROFIT & LOSS For the year ended 31st March, 2021

Particulars	Note No.	For the year ended 31st March 2021 (in Rupees)	For the year ended 31st March 2020 (in Rupees)
REVENUE			
Revenue from Operations	20	1,22,02,62,881	1,22,08,63,395
Other Income	21	2,64,44,409	1,45,09,720
TOTAL REVENUE		1,24,67,07,290	1,23,53,73,115
EXPENSES			
Cost of Materials Consumed	22	22,16,39,926	11,22,39,850
Purchase of Stock in Trade		-	2,86,35,457
Changes in inventories	23	-8,41,23,896	-1,76,37,988
Employee Benefit Expenses	24	31,62,12,313	24,74,01,923
Finance Costs	25	4,88,91,497	6,09,98,882
Depreciation and Amortisation	11	8,87,34,629	6,94,52,967
Other Expenses	26	46,44,06,104	43,61,48,653
TOTAL EXPENSES		1,05,57,60,573	93,72,39,744
PROFIT BEFORE TAX		19,09,46,717	29,81,33,370
TAX EXPENSE			
Current Tax		4,14,93,283	7,46,86,179
Less: MAT Credit Entitlement		-	-
Income tax and Interest on IT for PY		-	1,72,569
Expenses Pertaining to PY		-	-
Deffered Tax		1,43,08,897	1,22,48,649
PROFIT FOR THE YEAR		13,51,44,538	21,10,25,973
EARNING PER EQUITY SHARE (FACE VALUE `10/- PER SHARE)		89.31	139.46
Significant Accounting Policies See accompanying notes forming part of the financial statements	1 2 to 37		

As per our report of even date

for O M N & ASSOCIATES

Chartered Accountants

Firm Regn.No.000383S

OM PRAKASH BANG

Partner

Membership No. 018948



For Azad Engineering Private Limited

RAKESH CHOPDAR

Director

DIN 01795599



MOTI CHOPDAR

Director

DIN 03132157

FUL KUMAR GAUTAM

Company secretary

BBBPG5135K

Place: Hyderabad

Date: 27-11-2021

UDIN:- 21018948 AAAA BE 1213



CASH FLOW STATEMENT for the Period ended 31st March, 2021

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
A. Cash from Operating Activities		
Net Profit before tax	16,26,49,445	29,18,01,042
Adjustments for:		
Depreciation and amortization	8,87,34,629	6,94,52,967
Interest Received on Deposits	(60,91,308)	(41,66,596)
Foreign Exchange Fluctuations	(1,09,56,370)	(40,25,935)
Loss/(Profit) on sale of Asset	-	-
Financial Charges	4,88,91,497	6,09,98,882
Operating Profit before Working Capital Changes	28,32,27,893	41,40,60,361
Changes in Working Capital		
(Increase) / decrease in inventories	(12,97,87,796)	(3,96,93,327)
(Increase) / decrease in trade receivables	(12,55,09,383)	(8,04,13,095)
(Increase)/decrease in short term loans and advances	(1,09,20,753)	3,25,62,791
(Increase)/decrease in other current assets	(2,75,34,613)	(6,36,59,720)
Increase/(decrease) in trade payables	12,73,40,367	9,69,11,484
Increase/(decrease) in other current liabilities	22,71,52,713	8,10,79,136
Increase/(decrease) in Short-term Provisions	2,03,60,333	-
Cash Generated from Operating Activities	36,43,28,761	44,08,47,628
Income Tax paid (Net)	4,14,93,283	7,46,86,179
Income tax of Previous Year	-	1,72,569
Expenses Pertaining to Previous Year	-	-
Net Cash Generated from Operating Activities	32,28,35,478	36,59,88,881
B. Cash flow from Investing Activities		
Proceeds from Sale of Fixed Assets	-	-
Purchase of Fixed Assets	(21,85,14,785)	(28,51,75,731)
Sale of Investments	-	-
Capital Work in Progress including advances	25,98,351	(25,98,351)
Interest received	60,91,308	41,66,596
Net Cash used in Investing Activities	(20,98,25,127)	(28,36,07,486)
C. Cash flow from Financing Activities		
Proceeds from issue of Equity Share Capital	-	-
Proceeds from Secured & Un Secured Loans	10,76,14,241	(1,53,26,317)
Increase/(decrease) in Long term loans and Advances	2,50,000	6,24,567
Increase / (decrease) in Other Non-Current Assets	(7,62,40,505)	-
Increase / (decrease) in Long-term Provisions	1,62,78,971	-
Foreign Exchange Fluctuations	1,09,56,370	40,25,935
Interest expense	(4,88,91,497)	(6,09,98,882)
Net Cash Generated from Financing Activities	99,67,580	(7,16,74,697)
Increase/(Decrease) in cash and cash equivalents (A+B+C)	12,29,77,932	1,07,06,698
Cash and cash equivalents as at 1st April, 2020 (Opening Balance)	8,01,17,165	6,94,10,468
Cash and cash equivalents as at 31st Mar, 2021 (Closing Balance)	20,30,95,099	8,01,17,165

Notes:

- Cash Flow statement has been prepared under the Indirect Method as set out in the Accounting Standard 3; "Cash Flow Statement" as per Companies (Accounting Standard) Rules, 2006.
- Cash and Cash Equivalents include :

Particulars	As on 31.03.2021	As on 31.03.2020
i) Cash on Hand	41,83,745	32,73,807
ii) Current Accounts with Banks	19,89,11,353	7,68,43,359

- Previous year's figures have been regrouped, wherever necessary, to conform to current year's classification.

As per our report of even date

for O P BANG & CO.,
Chartered Accountants
Firm Regn.No.000383S
OM PRAKASH BANG
Partner
Membership No. 018948



Place: Hyderabad
Date: 27-11-2021
UDIN:- 21018948 AAAABE 1213

For Azad Engineering Private Limited

RAKESH CHOPDAR
Director
DIN 01795599

FUL KUMAR GAUTAM
Company secretary
BBBPG5135K

JYOTI CHOPDAR
Director
DIN 03132157



AZAD ENGINEERING PRIVATE LIMITED

Significant Accounting Policies and Notes on accounts:

1) Significant Accounting Policies

a) Accounting Convention

The financial statements of the company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the Act"), as applicable.

b) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that effect the reported amount of assets and liabilities on the date of the financial statements and reported amount of revenues and expenses during the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, the actual outcome may be different from the estimates. Difference between actual estimates is recognized in the period in which the results are known or materialize.

c) Cash and Cash Equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise the cash at bank and in hand and fixed deposits with bank.

d) Cash Flow Statement

Cash flow statement is prepared using the indirect method, whereby profit before tax is adjusted for the effects of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financial cash flows. The cash flows from operating, financing and investing activities of the company are segregated.

Cash comprises of balance with bank in current account. Cash equivalents are short term, highly liquid demand deposits placed with the bank that are readily convertible into known amounts of cash and are subject to an insignificant risk of changes in value.

e) Fixed Assets

Tangible Assets are stated at cost less accumulated depreciation and impairment loss, if any. Cost comprises of purchase price and any directly attributable cost of bringing the assets to its working condition and any obligatory costs for its intended use.

f) Depreciation

Depreciation on fixed assets is provided on straight line Method in accordance with the rates and in the manner provided in the schedule II to the Companies Act, 2013. Depreciation is provided on Pro-rata basis on fixed assets acquired/sold during the year.

g) Investments

Long term investments are stated at cost less any permanent diminution in value, determined separately for each individual investment provision for diminution in value of long term investments is made only if such decline is other than temporary in opinion of the management.

h) Inventories

In respect of goods it is valued at cost or net realizable value whichever is less.



For AZAD ENGINEERING PVT. LTD.


Director

For AZAD ENGINEERING PVT. LTD.


Director

For AZAD ENGINEERING PVT. LTD.


Company Secretary

i) Amortization

Preliminary expenses are amortized over a period of five years.

j) Provision for Expenses

All the expenses for the year are provided on accrual basis.

k) Revenue Recognition

Sales revenue is recognized on transfer of significant risk and rewards of the ownership of the goods to the buyer and stated at net of trade discount and rebates.

l) Taxation

Provision of current income tax is made in accordance with the provisions of Income Tax Act, 1961. Deferred tax assets and deferred tax liabilities are recognized at substantively enacted tax rates, subject to the consideration of prudence, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

m) Provisions, Contingent Liabilities and Contingent Assets

Provision is recognized when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. Disclosure for contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. No provision is recognized or disclosure for contingent liability is made when there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote. Contingent Asset is neither recognized nor disclosed in the financial statements.

n) Earnings per share

Basic earnings per share are calculated by dividing the net profit or net loss for the period attributable to equity shareholders (after deducting the attributable taxes, if any) by the outstanding number of equity shares.

o) Treatment of Foreign Currency Fluctuation

(i) The functional currency and presentation currency of the Company is Indian Rupee.

(ii) Transactions in currencies other than the Company's functional currency are recorded on initial recognition using the exchange rate at the transaction date. At each Balance Sheet date, foreign currency monetary items are reported at the closing spot rate. Non-monetary items that are measured in terms of historical cost in foreign currency are not retranslated. Exchange differences that arise on settlement of monetary items or on reporting of monetary items at each Balance Sheet date at the closing spot rate are recognized in the Statement of Profit and Loss in the period in which they arise except for:

A. exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as an adjustment to finance costs on those foreign currency borrowings; and

B. exchange differences on transactions entered into in order to hedge certain foreign currency risks.

(iii) Exchange rate as of the date on which the non-monetary asset or non-monetary liability is recognized on payment or receipt of advance consideration is used for initial recognition of related asset, liability, expense or income.

(iv) Financial statements of foreign operations whose functional currency is different than Indian Rupee are translated into Indian Rupee as follows:



For AZAD ENGINEERING PVT. LTD.

Ashu
Director

For AZAD ENGINEERING PVT. LTD.

Jyoti
Director

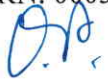
For AZAD ENGINEERING PVT. LTD.

Samb
Company Secretary

- A. assets and liabilities for each Balance Sheet presented are translated at the closing rate at the date of that Balance Sheet;
- B. income and expenses for each income statement are translated at average exchange rates; and
- C. all resulting exchange differences are recognized in Other Comprehensive Income and accumulated in equity as "Foreign currency translation reserve" for subsequent reclassification to Profit or Loss on disposal of such foreign operations.


The Company has assessed the impact of COVID-19 on its financial statements based on the internal and external information up to the date of approval of these financial statements and expects to recover the carrying amounts of its investments, intangible assets, trade receivable, project work-in-progress and inventories. The Company will continue to monitor the future economic conditions and update its assessment.


For OMN & ASSOCIATES
Chartered Accountants
FRN: 000383S


OM Prakash Bang
Partner
M.no. 018948
Place: Hyderabad
Date: 27-11-2021
UDIN: 21018948 AAAABE 1213



For M/s. Azad Engineering Pvt. Ltd.


Rakesh Chopdar
Director
DIN 01795599


Jyoti Chopdar
Director
DIN 03132157


Ful Kumar Gautam
Company Secretary
BBBPG5135K



2. Share Capital

Particulars	For the year ended 31st March 2021		For the year ended 31st March 2020	
	Number	(in Rupees)	Number	(in Rupees)
Authorised				
160,00,000 (16,00,000) Equity shares of Rs.10 each	16,00,000	1,60,00,000	16,00,000	1,60,00,000
8,40,00,000(8,40,000) 8% Non-Cumulative Redeemable Preference Shares of Rs. 100/- each	8,40,000	8,40,00,000	8,40,000	8,40,00,000
Equity Share Capital	16,00,000	1,60,00,000	16,00,000	1,60,00,000
8% Non-Cumulative Redeemable Preference Shares	8,40,000	8,40,00,000	8,40,000	8,40,00,000
Issued, Subscribed and fully Paid up Capital				
Equity Share Capital	15,13,200	1,51,32,000	15,13,200	1,51,32,000
1,51,32,000(15,13,200) Equity shares at Rs.10 par value				
Preference Share Capital	3,90,000	3,90,00,000	3,90,000	3,90,00,000
3,90,00,000 (3,90,000) 8%Non-Cumulative Redeemable Preference Shares of Rs. 100/- each				
	19,03,200	5,41,32,000	19,03,200	5,41,32,000

The reconciliation of the number of equity shares & Non- Cumulative Redeemable Preference Shares outstanding is set out below:

Particulars	For the year ended 31st March 2021		For the year ended 31st March 2020	
	Number	(in Rupees)	Number	(in Rupees)
Equity Shares outstanding at the beginning of the year	15,13,200	1,51,32,000	15,13,200	1,51,32,000
Non- Cumulative Redeemable Preference Shares outstanding at the beginning of the year	3,90,000	3,90,00,000	3,90,000	3,90,00,000
Equity Shares Issued during the year	-	-	-	-
Non- Cumulative Redeemable Preference Shares Issued during the year	-	-	-	-
Equity Shares bought back during the year	-	-	-	-
Non- Cumulative Redeemable Preference Shares bought back during the year	-	-	-	-
Equity Shares outstanding at the end of the year	15,13,200	1,51,32,000	15,13,200	1,51,32,000
Non- Cumulative Redeemable Preference Shares outstanding at the end of the year	3,90,000	3,90,00,000	3,90,000	3,90,00,000

The Company has only two classes of shares, equity shares & non cumulative preference shares having a value of Rs.10/- & 100 per each share respectively. Each holder of equity shares is entitled to one vote per share.

During the year ended 31st March, 2021 no dividend is declared by Board of Directors.

For AZAD ENGINEERING PVT. LTD.

For AZAD ENGINEERING PVT. LTD.



[Signature]
Director

[Signature]
Director

For AZAD ENGINEERING PVT. LTD.

[Signature]
Company Secretary

The details of shareholder holding more than 5% shares is set below

Name of Shareholder	For the year ended 31st March 2021		For the year ended 31st March 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Shares				
Rakesh Chopdar	1506800	99.58	1506800	99.58
8% Non cumulative redeemable Preference Shares				
Shreesay Realtors (Pvt) Limited	100000	25.64	100000	25.64
A & A Capital Services (Pvt) Limited	50000	12.82	50000	12.82
Jahangirabad Finance Co. (Pvt) Limited	150000	38.46	150000	38.46
Sigtia Constructions Private Limited	35000	8.97	35000	8.97
Golden Beach Infracon Private Limited	55000	14.10	55000	14.10

3. Reserves & Surplus

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2021
	(in Rupees)	(in Rupees)
A. Securities Premium Reserve	29,70,000	29,70,000
B. Surplus		
Opening Balance	84,99,01,648	64,52,08,003
Less: Depreciation Adjustment as per Companies Act, 2013		
Less: Interest on Income Tax pertains tp previous years / Prior Period	1,31,35,833	63,32,328
Less: Provision for gratuity pertains to earlier years	1,51,61,440	-
Sub-Total (B)	82,16,04,375	63,88,75,675
Add : Transferred from P&L Account	13,51,44,538	21,10,25,973
Sub-Total (B)	95,67,48,913	84,99,01,648
Total (A+B)	95,97,18,913	85,28,71,648

For AZAD ENGINEERING PVT. LTD.

For AZAD ENGINEERING PVT. LTD.



Chauhan
Director

Jyoti
Director

For AZAD ENGINEERING PVT. LTD.

Sanjiv
Company Secretary

NON - CURRENT LIABILITIES

4. Long term borrowings

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
Secured		
Term loans from Banks	34,56,37,860	24,97,62,988
Loan from Banks-Vehicle	59,52,561	38,43,154
Loan from Related Parties	1,59,27,544	62,97,582
Total	36,75,17,964	25,99,03,724

The above loans are secured as under:

Kotak Mahindra Bank, ICICI Bank Limited & Union Bank of India

- charge on industrial land admeasuring 5178.80 Square Yards along with building at Plot No. 90/C, Phase -1, IDA, Jeedimetla, Hyderabad-500055 Telangana. (Along with UBI and ICICI Bank Limited).
- charge on industrial land admeasuring 5391.76 Square Yards along with building at Plot No. 90/D, Phase -1, IDA, Jeedimetla, Hyderabad-500055 Telangana.
- charge on industrial land admeasuring 8831 Square Yards along with building at Plot No. 17/B, Phase -III, Industrial Park, Sy.No 163& 164 TSIIC IALA, Pashamylaram, Medak Telangana.
- Pari -Passu charge on Hypothecation of plant and other fixed assets purchased and to be purchased out of bank finance (Both Present & Future).
- Pari-Passu charge on hypothecation of paid stock and receivables and all other current asset of the Company.

And gauranteed by personal gaurantee of directors.

5. Differed Tax Liabilities(Net)

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
Deffered Tax Liabilities	6,86,63,780	5,43,54,883
Total	6,86,63,780.02	5,43,54,883.00

6. Long-term Provisions

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
Gratuity	1,62,78,971	-
Total	1,62,78,971.16	-

For AZAD ENGINEERING PVT. LTD.

For AZAD ENGINEERING PVT. LTD.



[Signature]
Director

[Signature]
Director

For AZAD ENGINEERING PVT. LTD.

[Signature]
Company Secretary

CURRENT LIABILITIES**7. Short Term borrowings**

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
From Banks - Secured (Loans repayable on demand)		
Working Capital Loans*	29,88,99,258	16,28,78,033
*The above loans are secured by hypothecation of stock,bookdebts with ICICI bank , Kotak Mahindra bank & Union Bank of India and personal gaurantee of directors.		
Total	29,88,99,258.39	16,28,78,032.55

8. Trade Payables

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
Trade Payables**		
For Services	11,83,49,185	6,66,86,557
For Goods purchased	29,65,03,523	22,08,25,785
**The company has not received any intimation from Suppliers/Service providers regarding their small and medium enterpriser development Act 2006 and hence disclosure relating to amounts unpaid at year end together with interest payable/paid,if any,as required under the said Act have not been given.No interest, if any as required under the Act has been provided in the books of Accounts.		
Total	41,48,52,709	28,75,12,342

9. Other Current liabilities

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
Current Maturities of Long Term Debt	15,33,91,000	14,70,47,068
Current Maturities of Long Term Debt-Vehicle	1,07,38,662	55,98,207
other payables	13,32,68,831	11,66,71,914
Provision for CSR	30,48,907	-
Provision for Expenses	4,02,794	-
Provision For Taxation	3,91,05,772	-
Others (Due to statutory authorities)		
GST	1,77,69,435	55,25,454
TDS	1,74,18,079	1,02,12,639
TCS	2,62,779	2,04,440
Professional Tax	9,84,950	-
Total	37,63,91,209	28,52,59,722

10.Short-term Provisions

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
Electricity	33,66,587	20,23,109
Salaries	3,71,65,094	1,81,94,626
Telephone	1,33,739	87,352
Total	4,06,65,420	2,03,05,087



For AZAD ENGINEERING PVT. LTD.

Director

For AZAD ENGINEERING PVT. LTD.

Director

For AZAD ENGINEERING PVT. LTD.

Company Secretary

CURRENT ASSETS

15. Inventories

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
Raw Material	16,29,98,732	11,52,83,923
Semi Finished Goods(WIP)	12,91,32,312	4,77,96,952
Consumable stores & spares	15,81,727	11,59,312
Fixtures	12,06,809	8,91,596
Total	29,49,19,579	16,51,31,783

16. Trade Receivables-current

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
Considered good - Un Secured		
Over Six Months	10,72,64,844	11,38,34,952
Others	42,60,66,291	29,39,86,800
Total	53,33,31,135	40,78,21,752

17. Cash and Cash equivalents

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
Cash and Cash equivalents		
Cash on hand	41,83,745	32,73,807
Balance with banks	1,24,34,850	3,93,44,747
Fixed Deposit with Banks ***	18,64,76,503	3,74,98,612
*** Under lean to Kotak Mahindra Bank for Loans.		
Total	20,30,95,099	8,01,17,166

18. Short Term Loans and Advances

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
Unsecured (Considered good)		
Advances for purchase of goods & services	9,86,93,847	8,28,43,783
Other deposits & Advances	1,24,20,872	1,73,50,183
Total	11,11,14,719	10,01,93,966

19. Other current assets

Particulars	AS AT 31st March 2021 (in Rupees)	AS AT 31st March 2020 (in Rupees)
(Unsecured considered good)		
Balance with Statutory authorities	9,44,90,310	9,19,73,407
Differed Revenue Expenses	1,59,82,295	-
Other receivables	3,85,47,803	2,95,12,387
Total	14,90,20,407	12,14,85,795

For AZAD ENGINEERING PVT. LTD.

For AZAD ENGINEERING PVT. LTD.

For AZAD ENGINEERING PVT. LTD.



[Signature]
Director

[Signature]
Director

[Signature]
Company Secretary

20. Revenue from Operations

Particulars	For the year ended 31st March 2021 (in Rupees)	For the year ended 31st March 2020 (in Rupees)
Sale of Products-Manufactured	73,99,11,374	74,06,48,814
Sale of Services - Job work	43,88,65,156	45,56,94,368
Other Operating revenue	4,19,80,271	2,55,76,672
	1,22,07,56,801	1,22,19,19,854
Less: Rejections/Rework	4,93,920	10,56,459
Total	1,22,02,62,881	1,22,08,63,395

21. Other Income

Particulars	For the year ended 31st March 2021 (in Rupees)	For the year ended 31st March 2020 (in Rupees)
Interest Income	60,91,308	41,66,596
Rental income	80,000	80,000
Other income	2,02,73,101	1,02,63,124
Total	2,64,44,409	1,45,09,720

22. Cost of Materials Consumed

Particulars	For the year ended 31st March 2021 (in Rupees)	For the year ended 31st March 2020 (in Rupees)
Opening Stock of Raw material	11,52,83,923	9,32,28,584
Add: Purchases less returns	26,93,54,734	13,42,95,189
	38,46,38,657	22,75,23,773
Closing Stock of Raw material	16,29,98,732	11,52,83,923
Total	22,16,39,925.64	11,22,39,850.38

Particulars	For the year ended 31st March 2021 (in Rupees)	For the year ended 31st March 2020 (in Rupees)
Purchase of stock in trade	-	2,86,35,457
Total	-	2,86,35,457

23. Change in Inventory (WIP)

Particulars	For the year ended 31st March 2021 (in Rupees)	For the year ended 31st March 2020 (in Rupees)
Inventory at commencement	4,77,96,952	3,01,58,964
Inventory at close	13,19,20,848	4,77,96,952
Total	-8,41,23,896	-1,76,37,988

Total Material Consumed	13,75,16,030	12,32,37,320
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For AZAD ENGINEERING PVT. LTD.

[Signature]
Director

For AZAD ENGINEERING PVT. LTD.

[Signature]
Director

For AZAD ENGINEERING PVT. LTD.

[Signature]
Company Secretary

24. Employee Benefit Expenses

Particulars	For the year ended 31st March 2021 (in Rupees)	For the year ended 31st March 2020 (in Rupees)
Salaries & Wages	28,61,74,238	21,50,66,631
Special Incentives	78,25,000	1,01,53,221
Bonus	89,14,389	15,26,732
Gratuity	11,62,784	-
Provident Fund	77,97,890	70,34,354
Employee State Insurance(ESI)	8,13,509	34,57,920
Staff Welfare & Other Exp	35,24,503	1,01,63,065
Total	31,62,12,313	24,74,01,923

25. Finance Costs

Particulars	For the year ended 31st March 2021 (in Rupees)	For the year ended 31st March 2020 (in Rupees)
Interest on Term Loans	2,86,29,232	2,98,65,290
Interest on Working Capital	59,59,470	26,01,908
Bank Charges	4,74,226	20,91,927
Other Borrowing Costs	57,74,237	1,35,46,442
Bill Discounting Charges	80,54,332	1,28,93,315
Total	4,88,91,497	6,09,98,882

11. Depreciation

Particulars	For the year ended 31st March 2021 (in Rupees)	For the year ended 31st March 2020 (in Rupees)
Depreciation	8,87,34,629	6,94,52,967
Total	8,87,34,629	6,94,52,967

For AZAD ENGINEERING PVT. LTD.

For AZAD ENGINEERING PVT. LTD.



[Signature]
Director

[Signature]
Director

For AZAD ENGINEERING PVT. LTD.

[Signature]
Company Secretary

26. Other Expenses

Particulars	For the year ended 31st March 2021 (in Rupees)	For the year ended 31st March 2020 (in Rupees)
Manufacturing Expenses		
Stores and Spares consumed	1,94,38,328	2,24,95,458
Job work charges	11,03,92,004	8,66,07,119
Repairs to Machinery	60,72,490	1,44,70,623
Tools	10,67,57,080	13,52,47,216
Factory General	37,13,143	65,94,648
Transportation Charges - Import/export	3,38,88,418	1,71,96,936
Transportation Charges	61,64,071	22,81,184
Other manufacturing Expenses	22,29,486	28,98,663
GENERAL ITEMS	2,17,80,056	42,72,683
Machinery Spares	8,64,438	2,61,254
Component Material	-	8,376
Insurance-Factory	12,41,992	20,02,576
Customs Duty Paid	1,38,70,129	27,52,687
Electricity Charges	5,21,46,236	4,51,50,431
Inspection and Testing	36,11,749	41,10,358
Selling and distribution expenses		
Sales Commission	-	1,63,66,708
Buisness Promotion	19,99,512	57,64,066
Establishment Expenses		
Office & Other Reparis & maintenance	42,11,808	64,35,637
Telephone charges	11,53,931	11,43,214
Insurance	25,84,230	11,98,613
Travelling Expenses	10,08,971	68,80,448
Oil and lubricant	-	41,156
Genrator expenses	37,60,754	14,14,554
Rates and Taxes	37,31,779	22,67,616
Conveyance Expenses	14,57,392	18,30,025
Professional & Consultancy fees	2,82,32,656	1,65,08,024
Postage and Courier	22,15,019	20,86,157
Pooja Expenses	-	15,19,698
Printing and Stationary	24,419	1,11,291
Provision for CSR Expenses	53,30,281	1,55,000
Auditors Remuneration-Statutory Audit	5,00,000	7,38,000
Discount on Sales	21	1,67,796
General expenses	2,60,25,711	2,51,70,438
Total	46,44,06,104	43,61,48,653

For AZAD ENGINEERING PVT. LTD.

For AZAD ENGINEERING PVT. LTD.



[Signature]
Director

[Signature]
Director

For AZAD ENGINEERING PVT. LTD.

[Signature]
Company Secretary

- 27 (A) Contingent Liabilities provided for : NIL
- (B) Company placed on order to Hamuel Maschinenbau GmbH & Co in June 2016 to supply 14 machines and 4 machines were delivered in Feb 2017. Azad found Hamuel Maschinenbau GmbH & Co machinery were defective. This matter is currently sub-judice for Arbitration with ICC Munich.
- (C) Company has Imported Raw Material and Capital Goods under Advance and EPCG authorisation received from DGFT without payment of customs of Duty for which all export obligations has been fulfilled. However due to pending Norms finalisation, we have received intimation from Customs towards payment of INR 7,18,33,325/-. The company has not accepted this claim and havent knowledge as Debt.
- 28 Gratuity provision of all earlier previous financial Year has been accounted in Financial Year 2020-21 amount to INR 1,51,61,440/-
- 29 Balance of Parties are taken as they appear in the books of accounts and are subject to confirmation.
- 30 The Company has paid INR 4,47,45,681 as an upfront discount to Honeywell Inc against the order amounting to 1.5 million USD. The above discount works out to be 1.25% of order value. Accordingly INR 4,69,766/- is charged to Profit & Loss a/c accounted during the Financial Year 2020-21 in respect of sales made to Honeywell Inc. during the financial year under consideration and the balance amount is recognized as deferred expense i.e. Rs. 4,42,75,915/- and shown under Note No 15 Other Non Current Asset.
- 31 In the opinion of the board and to the best of their knowledge and belief, the value of current assets, loans and advances, in the ordinary course of business cannot be less than the amount at which they are stated in the balance sheet.
- 32 Deferred Tax Liability have been recognised by the company during the year as per AS-22.
- 33 Segment Information : The Company is engaged in the 2 segments of business of manufacturing of turbine blades and critical aerospace components parts. Revenue from critical aerospace components is 6.20% There are no geographical segments to be reported. In accordance with AS17.
- 34 Previous year's figures have been regrouped / reclassified where ever necessary to correspond with the current year's classification (or) disclosure.

35 Disclosure of Related Party Transaction as per AS 18

A) List of Related parties and Relationships

(i)Enterprises controlled by the Key Managerial Personnel / Relatives of Key Managerial Personnel

- 1)Forgen Power Parts Private Limited
- 2)Swastik Coaters Private Limited
- 4)Ohri Industries Private Limited
- 5)Rouland Chemicals Private Limited
- 6)Agen Metcast Private Limited
- 7)Azad Synergies Private Limited
- 8)Radhe Creations Private Limited
- 9)Atlas Fasteners
- 10)Agrima Logi Park

(ii)Key Managerial Personnel

Director
Director
Company Secretary

Jyoti Chopdar
Rakesh Chopdar
Ful Kumar Gautam

(iii)Transactions with Related Parties

Particulars	In Rs.			
	Rakesh Chopdar	Jyothi Chopdar	Associates/Subsidiary	Relatives of Directors (Deepak Chopdar)
Sales				
Jobwork	NIL	NIL	Nil	1,49,253
Normal	NIL	NIL	Nil	NIL
Purchases				
Jobwork	NIL	NIL	NIL	21,57,885
Normal	NIL	NIL	NIL	NIL
Directors Remuneration	1,20,00,000		60,00,000	NIL
Incentives to Directors	73,00,000		5,25,000	NIL
Rent Received	NIL	NIL	NIL	80,000
Loans & Advances (Assets)				
Opening	28,34,101	NIL	1,00,50,000	NIL
Accepted	27,02,187		NIL	NIL
Repaid			2,50,000	NIL
Closing	55,36,288	NIL	98,00,000	NIL
Loans & Advances (Liability)				
Opening			56,47,582	NIL
Accepted	1,00,00,000		1,36,00,000	NIL
Repaid			77,83,750	NIL
Closing	1,00,00,000		1,14,63,832	NIL

- 36 During the Current Financial Year Foreign currency fluctuation gain amounting to Rs.1,09,56,370 on Foreign Currency transactions has been credited to Profit & Loss account under the head other income in accordance with AS 11

37 Corporate Social Responsibility:

Average Profit for preceding 3years	- 26,65,14,036
Minimum Amount of CSR(2% of 26,65,14,036/-)	- 53,30,281
Amount spent during the year on CSR	- 22,81,374

Signature to note 1 to 34
For O P Bang & Co.,
Chartered Accountants
Firm reg. No. 000383S
Om Prakash Bang
Partner
Membership No. 018948



For M/s. Azad Engineering Private Limited

Rakesh Chopdar
Director
DIN 0795599

Ful Kumar Gautam
Company Secretary
BBBP0135K

Jyoti
Jyoti Chopdar
Director
DIN 03132157



Place: Hyderabad
Date : 27-11-2021

UDIN: 2101848 AAAABE1213

(in Rupees)

11. FIXED ASSETS

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	As at 1 April 2020	Additions	Disposals	For the year ended 31st March 2021 (in Rupees)	As at 1 April 2020	Depreciation during the year	Deductions/ Other adjustments	For the year ended 31st March 2021 (in Rupees)	WDV as on 31st March 2021 (in Rupees)	WDV as on 31st March 2020 (in Rupees)
	Tangible Assets									
Computer & Data Processing Units	2,52,20,174	39,69,890	-	2,91,90,065	1,79,02,731	7,07,463	-	1,86,10,194	1,05,79,871	73,17,443
Servers & Networks	99,76,478	12,21,296	-	1,11,97,773	32,38,625	13,77,880	-	46,16,505	65,81,268	67,37,853
Buildings	9,90,94,729	46,49,841	-	10,37,44,570	97,40,992	31,17,028	-	1,28,58,020	9,08,86,551	8,93,53,738
Land	1,28,75,879	-	-	1,28,75,879	-	-	-	-	1,28,75,879	1,28,75,879
Plant and Machinery	1,08,17,18,323	17,70,75,428	-	1,25,87,93,750	26,84,49,083	6,88,89,534	-	33,73,38,616	92,14,55,134	81,32,69,240
Office Equipment	1,32,04,926	86,97,237	-	2,19,02,164	80,51,183	22,52,238	-	1,03,03,422	1,15,98,742	51,53,743
Furniture & Fixtures	1,97,16,028	27,97,197	-	2,25,13,225	80,78,166	17,95,499	-	98,73,665	1,26,39,560	1,16,37,861
Electrical Fittings	4,65,60,904	4,05,815	-	4,69,66,719	1,15,99,100	34,59,607	-	1,50,58,707	3,19,08,012	3,49,61,804
Enduser Devices	50,59,400	1,06,404	-	51,65,804	23,73,635	16,21,342	-	39,94,977	11,70,827	26,85,765
Motor Vehicles	4,55,92,015	1,95,91,677.00	-	6,51,83,692	1,87,66,664	55,14,039	-	2,42,80,703	4,09,02,989	2,68,25,351
- Tangible Assets.	1,35,90,18,856	21,85,14,785	-	1,57,75,33,642	34,82,00,179	8,87,34,629	-	43,69,34,808	1,14,05,98,833	1,01,08,18,677
- In tangible Assets.	-	-	-	-	-	-	-	-	-	-
GRAND TOTAL	1,35,90,18,856	21,85,14,785	-	1,57,75,33,642	34,82,00,179	8,87,34,629	-	43,69,34,808	1,14,05,98,833	1,01,08,18,677
Capital Works in Progress	25,98,351	-	25,98,351	-	-	-	-	-	-	-

For AZAD ENGINEERING PVT. LTD.

For AZAD ENGINEERING PVT. LTD.

For AZAD ENGINEERING PVT. LTD.



Director



Director



Company Secretary


12. Non-Current Investments

Particulars	AS AT 31st March 2021 (In Rupees)	AS AT 31st March 2020 (In Rupees)
Other Investments		
In Equity Shares of Subsidiary Companies- Unquoted, fully paid up		
Boulard Chemicals Pvt. Ltd. 50,350 (50350) of Rs.10/- each Unquoted, fully paid up	2,25,16,300	2,25,16,300
Agen Melcast Private Limited 9,999 (9999) of Rs.10/- each Unquoted, fully paid up	99,990	99,990
Swastik Coaters Private Limited 13,150 (13150) of Rs.100/- each	4,52,03,150	4,52,03,150
Total	5,78,19,440	6,78,19,440

13: Long-Term Loans & Advances

Particulars	AS AT 31st March 2021 (In Rupees)	AS AT 31st March 2020 (In Rupees)
Unsecured (Considered good) Other Advances	2,09,80,508	2,12,30,508
Total	2,09,80,508	2,12,30,508

14: Other Non-Current Assets

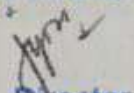
Particulars	AS AT 31st March 2021 (In Rupees)	AS AT 31st March 2020 (In Rupees)
Unsecured (Considered good) Deferred Revenue Expenses*	7,62,40,505	-
Total	7,62,40,505	-

* includes Rs.3,19,64,589/- in respect of Tools and Rs.4,42,75,915/- in respect of upfront discount paid to Honeywell in respect of supply orders of USD 1.5millions to be executed over a period of 10 years.

For AZAD ENGINEERING PVT. LTD.

For AZAD ENGINEERING PVT. LTD.


 Director


 Director


For AZAD ENGINEERING PVT. LTD.


 Company Secretary