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BHAT, KELKAR & CO.

Chartered Accountants

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Independent Auditor's Report

To the Members of Chavare Engineering Private Limited

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of M/s **Chavare Engineering Private Limited** which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flow and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information. (Here in after referred to as "the standalone financial statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Accounting Standards (AS) specified under section 133 of the Act, of the state of affairs of the Company as at March 31, 2022, and loss, (changes in equity) and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, 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.



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

The Company's Board of Directors' is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether other information is materially inconsistent with the financial statements or our knowledge obtained in the 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.

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility 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 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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements 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 in the standalone financial statements made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors 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 Auditors' 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 Auditors' 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.

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 Auditors' 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, 2020 ("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; 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:

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.


- a. 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 [and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.]
- b. 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.
- c. 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.
- d. On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- e. With respect to the adequacy of the internal financial controls over financial reporting (ICFR) of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".¹
- f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note accompanying the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under clause (v) and (iv) contain any material mis-statement.
 - iv. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended 31st March, 2022.
 - v. The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
 - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or



- b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- vi. The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:
- a. directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or
 - b. provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries
- vii. Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under above clause (v) and (vi) contain any material mis-statement.
- viii. The Company has not paid or declared any dividend during the year, Hence the clause of compliance with Section 123 of the Act is not applicable.
- ix. With respect to the matter to be included in the Auditor's Report under section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

For Bhat, Kelkar & Co.
Chartered Accountants
(FRN: 101285W)



Partner: Sandeep Kelkar
Membership No: 123443
Place: Dombivli
Date: 25/09/2022
UDIN: 22123443BDXZMG1765



ANNEXURE A

TO THE INDEPENDENT AUDITOR'S REPORT

With reference to the Annexure A referred to in the paragraph 1 in Report on Other Legal and Regulatory Requirements of the Independent Auditor's Report to the members of **CHAVARE ENGINEERING PRIVATE LIMITED** ('the Company') on the standalone financial statements for the year ended 31 March 2022, we report the following:

- i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, plant and equipment.
The Company has maintained proper records showing full particulars of Intangible 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 has a regular programme of physical verification of its Property, plant and equipment by which all Property, plant and equipment are verified in a phased manner over a period of two years. In accordance with this programme, certain Property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.
 - d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, plant and equipment (including Right-of-use assets) or Intangible assets or both during the year.
 - e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- ii) In respect of Inventory and Working Capital
 - a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. The discrepancies noticed on verification between the physical stock and the book records were not material.
 - 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 has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. Accordingly, clause 3(ii)(b) of the Order is not applicable.
- iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to



companies, firms, limited liability partnerships or any other parties during the year. Accordingly, clause 3(iii) of the Order is not applicable.

- iv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not made any investments, given any loans, guarantees, or security which attracts compliance of section 185 and section 186 of Companies act. Accordingly, Clause 3(iv) of the Order is not applicable to the Company.
- v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.
- vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013 for the products manufactured by it (and/or services provided by it). Accordingly, clause 3(vi) of the Order is not applicable.

vii) In respect of statutory dues:

- a) The Company does not have liability in respect of Sales tax, Service tax, Duty of excise and Value added tax during the year since effective 1 July 2017, these statutory dues has been subsumed into Goods and Service Tax ('GST').

According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including GST, Provident fund, Employees' State Insurance, Income-tax, Duty of Customs, Cess and other material statutory dues have generally been regularly deposited with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of GST, Provident fund, Employees' State Insurance, Income tax, Duty of Customs, Cess and other material statutory dues were in arrears as at 31 March 2022 for a period of more than six months from the date they became payable.

- b) According to the information and explanations given to us, there are no dues of GST, Provident fund, Employees' State Insurance, Income-tax, Sales tax, Service tax, Duty of Customs, Value added tax, Cess or other statutory dues which have not been deposited by the Company on account of disputes, except for the following:

Name of the Statute	Nature of the Dues	Amount (Rs. in lakhs)	Period to which amount relates (FY)	Forum where dispute is pending
-	-	-	-	-
-	-	-	-	-

viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.

ix) In respect of default in repayment of borrowings:

- a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not have any loans or borrowings from any lender during the year. Accordingly, clause 3(ix)(a) of the Order is not applicable.
- 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 has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
- c) According to the information and explanations given to us by the management, the Company has not obtained any term loans. Accordingly, clause 3(ix)(c) of the Order is not applicable.
- d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds have been raised on short-term basis by the Company. Accordingly, clause 3(ix)(d) of the Order is not applicable.



- e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company does not have any subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.
- x) In respect to funds raised and utilisation.
- a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
- 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 has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- xi) In respect to fraud and whistle-blower complaints.
- a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- b) According to the information and explanations given to us, no report under subsection (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable Indian Accounting Standard.
- xiv) In respect of Internal Audit System
- a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi) In respect of Registration under section 45-IA of RBI Act, 1934.
- a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.
- b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.
- c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable



- d) According to the information and explanations provided to us during the course of audit, the Company does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- xvii) The Company has not incurred any loss current financial year though there was cash loss for immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable
- xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

In our opinion and according to the information and explanations given to us and on the basis of our examination of the books of accounts and records the Company is not liable to spend amount as specified under section 135 of the Companies Act, 2013 in pursuance of Corporate Social Responsibility policy.

For Bhat, Kelkar & Co.
Chartered Accountants
(FRN: 101285W)



Partner: Sandeep Kelkar
Membership No: 123443
Place: Dombivli
Date: 25/09/2022
UDIN: 22123443BDXZMG1765



Annexure - B to the Auditors' Report

Annexure B to the Independent Auditor's Report of even date on financial statement of M/s Chavare Engineering Private Limited on the standalone financial statements for the year ended on 31 MARCH, 2022

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 M/S Chavare Engineering Private Limited ("the Company") as of 31 March 2022 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date which includes a jointly controlled operation.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted



accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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 2022, 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 Bhat, Kelkar & Company
Chartered Accountants
(FRN: 0101285W)



Partner: CA Sandeep D Kelkar
Membership No: 123443
Place: Dombivli
Date: 25/09/2022
UDIN: 22123443BDXZMG1765



CHAVARE ENGINEERING PRIVATE LIMITED
CIN: U29100MH1996PTC100426
Balance Sheet as at 31st March, 2022

Particulars	Note No.	As at 31st March 2022	As at 31st March 2021
		Rs. In '000	Rs. In '000
I. EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	2	40,000	40,000
(b) Reserves and Surplus	3	1,27,667	1,20,926
(c) Money received against share warrants			-
TOTAL A		1,67,667	1,60,926
2 Share application money pending allotment			
3 Non-Current Liabilities			
(a) Long-Term Borrowings	4	6,538	5,547
(b) Deferred Tax Liabilities (Net)	5		-
(c) Other Long Term Liabilities			-
(d) Long term Provisions			-
TOTAL B		6,538	5,547
4 Current Liabilities			
(a) Short-Term Borrowings	6	62,575	39,186
(b) Trade Payables			-
(i) Outstanding dues of micro enterprises and small enterprises.			-
(ii) Outstanding dues of creditors other than micro enterprises and small enterprises.	7	1,17,569	1,49,942
(c) Other Current Liabilities	8	15,699	5,865
(d) Short-Term Provisions	9	48,840	50,929
TOTAL C		2,44,683	2,45,923
TOTAL (A+B+C)		4,18,887	4,12,396
II. ASSETS			
1 Non-current assets			
Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	10	47,897	43,680
(ii) Intangible Assets		478	497
(iii) Capital work-in-progress			-
(iv) Intangible assets under development			-
TOTAL A		48,374	44,177
(b) Non-Current Investments	11	951	952
(c) Deferred Tax Assets (net)	5	1,739	1,638
(d) Long-Term Loans and Advances	12	2,299	1,204
(e) Other Non-Current Assets	13	13,149	18,768
TOTAL B		18,139	22,562
2 Current assets			
(a) Current Investments			-
(b) Inventories	14	1,33,538	1,05,250
(c) Trade Receivables	15	1,01,063	1,81,186
(d) Cash and Cash Equivalents	16	68,539	8,053
(e) Short-Term Loans and Advances	17	985	1,131
(f) Other Current Assets	18	48,249	50,037
TOTAL C		3,52,374	3,45,657
TOTAL (A+B+C)		4,18,887	4,12,396
Summary of Significant Accounting Policies	1		
Accompanying notes form integral part of the financials			

For Bhat, Kelkar & Co.
Chartered Accountants
FRN -101285W



CA. SANDEEP D KELKAR
Partner
Membership No. 123443
Place: Dombivli

For and on behalf of Board of Directors
CHAVARE ENGINEERING PRIVATE LIMITED



Mr. Rajesh Chavare
DIRECTOR
DIN: 01278267




Mr. Sanjay Chavare
DIRECTOR
DIN: 01278218



CHAVARE ENGINEERING PRIVATE LIMITED
CIN: U29100MH1996PTC100426
Statement of Profit and Loss For The Year Ended 31 March 2022

Particulars	Note No.	As at 31st March 2022	As at 31st March 2021
		Rs. In '000	Rs. In '000
I Revenue From Operations	19	6,07,492	4,71,463
II Other income	20	1,501	1,812
III Total Income (I + II)		6,08,993	4,73,274
Expenses:			
(a) Cost of Material Consumed	21	5,44,474	4,15,308
(b) Purchase of Stock-in-Trade		-	-
(c) Changes in inventories of Stock-in Trade	22	(28,288)	(13,306)
(d) Employee benefits expense	23	48,348	37,851
(e) Finance costs	24	4,750	6,302
(f) Depreciation and amortization expense	25	3,847	4,107
(g) Other Expenses	26	27,182	20,347
IV Total expenses		6,00,313	4,70,610
V Profit before exceptional and extraordinary items tax (III- IV)		8,680	2,664
VI Exceptional Items		-	-3
VII Profit before extraordinary items and tax (V - VI)		8,680	2,661
VIII Extraordinary Items		-	-
IX Profit before tax (VII - VIII)		8,680	2,661
X Tax expense:			
(a) Current tax		2,301	800
(b) Deferred Tax		(101)	-209
		2,200	621
XI Profit after tax (IX-X)		6,480	2,040
XII Earnings per equity share: (All Amounts per Share are in Rupees Only)	27		
Face Value of Rs. 10/- each			
(1) Basic		16.20	5.10
(2) Diluted			

For Bhat, Kelkar & Co.
Chartered Accountants
FRN -101285W



CA. SANDEEP D KELKAR
Partner
Membership No. 123443
Place: Dombivli

For and on behalf of Board of Directors
CHAVARE ENGINEERING PRIVATE LIMITED



Mr. Rajesh Chavare
DIRECTOR
DIN: 01278267



Mr. Sanjay Chavare
DIRECTOR
DIN: 01278218



3 Reserve and Surplus		
Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
<u>Surplus / (Deficit) in the Statement of Profit and Loss</u>		
<u>Securities Premium</u>	42,300	42,300
Opening balance	78,626	82,586
ADD: Profit and Loss Appropriation	260	-
Add: Profit for the year	6,480	2,040
Less: Dividend Paid		6,000
	85,367	78,626
Net Surplus / (Deficit) in the Statement of Profit and Loss at the Year End.	1,27,667	1,20,926

5 Deferred tax liabilities/ (Deferred tax Assets)		
Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
<u>Bonus</u>		
As per Companies Act	113	-
As per Income Tax Act	-	-
<u>Depreciation</u>		
As per Companies Act	3,847	4,107
As per Income Tax Act	3,543	3,195
Difference	417	912
Average rate of income tax	24.29	22.88
AI > TI = DTL		
(DTA) /DTL = Tax rate * Timing difference	101	209
Opening (DTA)/DTL as at the beginning of the year	1,638	1,429
(+) (DTA)/DTL for the current year	101	209
Closing (DTA)/DTL as at the beginning of the year	1,739	1,638



CHAVARE ENGINEERING PRIVATE LIMITED

CIN: U29100MH1996PTC100426

NOTES FORMING PARTS OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022

PARTICULARS	As at 31st March, 2022		As at 31st March, 2021	
	'000	Rs. In	'000	Rs. In
2 Share Capital				
(a) Authorised Share Capital: Equity Shares of Rs.100 each		40,000		40,000
		40,000		40,000
(b) Issued, Subscribed & Paid up:				
4,00,000 Equity Shares of Rs.100 each fully paid up		40,000		40,000
		40,000		40,000

2.1 Rights preference and retrictions attached to shares :
The company has only one class of shares i.e. equity shares having a face value of Rs.100 each.
Each shareholder is eligible for one vote per share held

2.2 Reconciliation of Number of shares

Particulars	As at 31st March, 2022		As at 31st March, 2021	
	Number of shares	Amount (Rs. In '000)	Number of shares	Amount (Rs. In '000)
Opening Balance	4,00,000	40,000	4,00,000	40,000
Issued during the year	-	-	-	-
Buy back during the year	-	-	-	-
Closing Balance	4,00,000	40,000	4,00,000	40,000

2.3 Details of shareholding more than 5% equity shares

Name of Equity shareholder	As at 31st March, 2022		As at 31st March, 2021	
	No of shares held	% held	No of shares held	% held
SFC Environmental Technologies Pvt Ltd	2,04,000	51.00%	2,04,000	51.00%
Sanjay R. Chavare	98,000	24.50%	98,000	24.50%
Rajesh R.Chavare	98,000	24.50%	98,000	24.50%
TOTAL	4,00,000	100%	4,00,000	100.00%

2.4 Shares held by Promoter's at the end of the year March 21, 2022

Promoter Name	No. of Shares	% of total shares	% change during the year
Sanjay R. Chavare	98,000	24.50%	-
Rajesh R.Chavare	98,000	24.50%	-
TOTAL	1,96,000	49%	-

Shares held by Promoter's at the end of the year March 21, 2021

Promoter Name	No. of Shares	% of total shares	% change during the year
Sanjay R. Chavare	98,000	24.50%	-
Rajesh R.Chavare	98,000	24.50%	-
TOTAL	1,96,000	49%	-



4 Long Term Borrowings

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
(i) Loans repayable on demand		
(a) From Banks	-	-
(b) From Other Parties	-	-
(ii) Loans & Advances from related parties		
Rajesh R.Chavare	1950	1,950
Sanjay R.Chavare	3,950	1,950
(Unsecured)		
(iii) Deposits	-	-
(iv) Other Loans and advances	638	1,647
(v) Current Maturities of Long term Borrowings	-	-
	6,538	5,547

Gross amount of loan received during the year from director or from relative of director		
Unsecured	2,000	-

6 Short Term Borrowings

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
(i) Loans repayable on demand		
(a) From Banks	62,575	39,186
(b) From Other Parties	-	-
(ii) Loans & Advances from related parties	-	-
(iii) Deposits	-	-
(iv) Other Loans and advances	-	-
(Secured)	-	-
(v) Current Maturities of Long term Borrowings	-	-
	62,575	39,186

Gross amount of loan received during the year from director or from relative of director		
Unsecured	2,000	-

7 Trade payables

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
(i) Total outstanding dues of micro enterprises and small enterprises ;and		
(ii) Outstanding dues of creditors other than micro enterprises and small enterprises"	1,17,569	1,49,942
	1,17,569	1,49,942



Trade Payables Ageing Schedule of March 31, 2022

Particulars	Outstanding For following period from due date of payment					Total Rs in '000
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years		
	Rs in '000	Rs in '000	Rs in '000	Rs in '000	Rs in '000	
1. MSME	-	-	-	-	-	-
2. Others	1,16,937	287	20	334	1,17,579	-
3. Disputed Dues- MSME	-	-	-	-	-	-
4. Disputed Dues- Others	-	-	-	-	-	-
TOTAL	1,16,937	287	20	334	1,17,579	-

Trade Payables Ageing Schedule of March 31, 2021

Particulars	Outstanding For following period from due date of payment					Total Rs in '000
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years		
	Rs in '000	Rs in '000	Rs in '000	Rs in '000	Rs in '000	
1. MSME	-	-	-	-	-	-
2. Others	1,49,942	-	-	-	1,49,942	-
3. Disputed Dues- MSME	-	-	-	-	-	-
4. Disputed Dues- Others	-	-	-	-	-	-
TOTAL	1,49,942	-	-	-	1,49,942	-

Details of dues to micro and small enterprises as defined under the MSMED Act, 2006

According to the information available with the management, on the basis of intimation received from its suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, the Company has no amounts due to micro and small enterprises under the said Act as at March 31, 2022.

Particulars	As at 31st March, 2022 (Rs. in '000)	As at 31st March, 2021 (Rs. in '000)
1. The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year	-	-
2. The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year	-	-
3. 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 Micro, Small and Medium Enterprises Development Act, 2006;	-	-
4. The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
5. The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-



8 Other current liabilities		
Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
(a) Current Maturities of Finance Lease Obligations	-	-
(b) Interest accrued but not due on borrowings	-	-
(c) Interest accrued but due on borrowings	-	-
(d) Income received in Advance	5,367	-
(e) Unpaid dividends	-	-
(f) Application money received for allotment of securities and due for refund and interest accrued thereon	-	-
(g) Other payables	-	-
Employees Contribution to ESIC	2	4
Employers contribution to ESIC	7	17
Employees contribution to PF	148	154
Admin charges-PF	6	6
Employers contribution to PF	154	160
Sub-Contractor Employer's Cont.Esic	104	63
Sub-Contractor Employee's Cont.Esic	26	16
Gratuity Payable	603	500
Director's Remuneration payable from Preceeding Previous Year	6,547	3,423
GST Payable	(7,195)	(6,012)
TDS Payable	608	787
Other Payables	9,322	6,746
	15,699	5,865
9 Short term provisions		
Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
(a) Provision for employee benefits.		
Employees	4,915	4,813
(b) Others		
Provision for income tax	43,462	45,623
Other Provisions	463	493
	48,840	50,929



14 Inventories

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
Stock-in-Trade	1,33,538	1,05,250
	1,33,538	1,05,250

15 Trade receivables

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
Over six months		
(a) Secured & considered good	28,768	31,253
(b) Unsecured & considered good		
(c) Doubtful		
Others		
(a) Secured & considered good	72,295	1,49,934
(b) Unsecured & considered good		
(c) Doubtful		
	1,01,063	1,81,186

Note :-

Debts due by		
(i) Directors or	-	-
(ii) other officers of the company or	-	-
(iii) any of them either severally or jointly with any other person or	-	-
(iv) debts due by firms	-	-



Trade Receivables Ageing Schedule of March 31, 2022

Particulars	Outstanding For following period from due date of payment					Total
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More Than 3 Years	
	Rs in '000	Rs in '000	Rs in '000	Rs in '000	Rs in '000	
1. Undisputed Trade receivables- Considered Good	72,295	11,620	8,864	374	7,910	1,01,063
2. Undisputed Trade receivables- Considered Doubtful	-	-	-	-	-	-
3. Disputed Trade receivables- Considered Good	-	-	-	-	-	-
4. Disputed Trade receivables- Considered Doubtful	-	-	-	-	-	-
TOTAL	72,295	11,620	8,864	374	7,910	1,01,063

Trade Receivables Ageing Schedule of March 31, 2021

Particulars	Outstanding For following period from due date of payment					Total
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More Than 3 Years	
	Rs in '000	Rs in '000	Rs in '000	Rs in '000	Rs in '000	
1. Undisputed Trade receivables- Considered Good	1,49,934	31,253	-	-	-	1,81,186
2. Undisputed Trade receivables- Considered Doubtful	-	-	-	-	-	-
3. Disputed Trade receivables- Considered Good	-	-	-	-	-	-
4. Disputed Trade receivables- Considered Doubtful	-	-	-	-	-	-
TOTAL	1,49,934	31,253	-	-	-	1,81,186



16 Cash and Cash equivalents

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
Bank Deposits (Fixed deposit)	8,046	7,770
Balance in Bank	60,000	90
Cash on hand	493	193
	68,539	8,053

17 Short term loans & advances

Particulars	As at 31st March, 2022	As at 31st March, 2021
	A) Advance to employees	846
B) Prepaid Expenses	139	537
	985	1,131

Note :-

Debts due by		
(i) Directors or	-	-
(ii) other officers of the company or	-	-
(iii) any of them either severally or jointly with any other person or	-	-
(iv) debts due by firms	-	-



11 Non Current Investment

Particulars	As at 31st March, 2022	As at 31st March, 2021
Investment in Equity Shares	-	-
Investment in JV Endress Hauser & CEPL	320	320
Investment in JV Gharpure Engg & CEPL	21	22
Shares of Abhinav Sahakari Bank Ltd	610	610
	951	952

12 Long Term Loans and Advances

Particulars	As at 31st March, 2022	As at 31st March, 2021
(a) Security Deposits	1,472	696
(b) Other Loans and Advances (Unsecured, considered good)	827	508
	2,299	1,204

13 Other Non Current Assets

Particulars	As at 31st March, 2022	As at 31st March, 2021
(a) Retention A/c	10,702	11,142
(b) MVAT Refund	2,446	7,626
	13,149	18,768



18 Other Current Assets

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
TDS/TCS Receivable	11,530	11,267
Income Tax Refund	288	
Advance Tax paid	28,925	31,125
Self Assessment Tax	7,569	7,569
Others	38	76
	48,249	50,037

19 Revenue from operations

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
Sale of Manufactured Goods/Traded Goods	5,72,526	4,52,279
Sale of Services	34,966	19,184
	6,07,492	4,71,463

20 Other income

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
Interest Income	989	368
Interest on IT Refund	111	-
Foreign Exchange Gain	33	29
Discount Received	-	8
LC Issuance Interest	161	616
Other Income	208	791
Post Tax Profit from Joint Venture-Gharpure Engg-CEPL Engg	-0.05	-0.34
	1,501	1,812



21 Cost of materials Consumed

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
Indigenous	4,96,580	3,89,165
Sub -Contracting Services	47,893	26,144
	5,44,474	4,15,308

22 Changes in inventories of stock-in-trade

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
Inventories (at commencement) Stock-in-trade	1,05,250	91,945
Inventories (at close) Stock-in-trade	1,33,538	1,05,250
	(28,288)	(13,306)

23 Employee benefit expenses

Particulars	As at 31st March, 2022	As at 31st March, 2021
	Rs in '000	Rs in '000
Salaries & Wages	43,809	34,665
Contribution to Provident & Other Funds	2,735	2,527
Employer's Contribution to ESIC	-	-
Other Funds & Cess	-	-
Staff Welfare Expenses	1,805	659
	48,348	37,851



27 Earning per equity share

Particulars	As at 31st March, 2022 Rs. In '000	As at 31st March, 2021 Rs. In '000
Profit/(Loss) for the year	6,480	2,040
Weighted average number of shares	4,00,000	4,00,000
Nominal value of share (Amount in Rs. Only)	100	100
Basic and Diluted EPS (Amount in Rs. Only)	0.02	0.01

Contingent liabilities and commitments (to the extent not provided for)

There are no contingent liabilities and commitments as at the year end 31st March 2022

(31st march 2021 : Nil)

