



NOTICE OF 17TH ANNUAL GENERAL MEETING

To,
The Members,
SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

Notice is hereby given that the **17th ANNUAL GENERAL MEETING (“AGM”)** of the Members of **SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED** will be held on Friday, 30th December, 2022 at 5.30 p.m. at the registered office of the Company at The Ambience Court Hi-Tech Business Park, 21st Floor, Sector 19-D, Plot No. 2, Vashi, Navi Mumbai - 400705 to transact the following business:

ORDINARY BUSINESS:

1. Adoption of Accounts

To receive, consider and adopt Standalone and Consolidated Financial Statements for the year ended 31st March 2022:

- a. The Audited Standalone Financial Statements of the Company for the financial year ended 31st March, 2022, together with the reports of the Board of Directors and Auditors, thereon; and
- b. The Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2022, together with the Report of the Auditors thereon.

**For and on behalf of the Board
SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED**




**SANDEEP SUDHAKAR ASOLKAR
MANAGING DIRECTOR
DIN: 00097828**

Date: 07th December, 2022

Place: Navi Mumbai

REGISTERED OFFICE:

The Ambience Court, Hi-Tech Business Park,
21st Floor, Sector 19-D, Vashi,
Navi Mumbai- 400705, Maharashtra

Note: -

1. A member is entitled to attend and vote at the annual general meeting is also entitled to appoint a proxy to attend and vote instead of himself and the proxy so appointed need not be a member of the company.
2. Proxies in order to be effective must be received not less than 48 hours before the meeting.
3. This Notice is being sent along with the attendance slip, proxy form and route map of the venue of the Meeting.

ATTENDANCE SLIP
(To be presented at the entrance)

17th Annual General Meeting of the Members of **SFC Environmental Technologies Private Limited** to be held on 30th December, 2022 at 5.30 p.m. at the registered office of the Company at The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19-D, Plot No. 2, Vashi, Navi Mumbai – 400705.

D.P. ID. No.	
Client Id No.	

Folio No.	
No. of Shares	

Name of the attending member _____

Folio No. _____ No. of Shares _____

Name of Proxy _____

(If proxy attends instead of member)

Signature of Member/Proxy

Notes:

Member/Proxy holder willing to attend the meeting must bring the Attendance Slip to the Meeting.

PROXY FORM

[Pursuant to Section 105 (6) of the Companies Act, 2013 read with Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN:	U90000MH2005PTC152235
Name of the company:	SFC Environmental Technologies Private Limited
Registered office:	The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19-D, Vashi, Navi Mumbai- 400705 Maharashtra
Name of the member (s):	
Registered address:	
E-mail Id:	
Folio No/ Client Id:	
DP ID:	

I/We, being the member (s) of shares of the above-named company, hereby appoint

1. Name: _____
Address: _____
E-mail Id: _____
Signature: _____ or failing him
2. Name: _____
Address: _____
E-mail Id: _____
Signature: _____ or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 17th Annual General Meeting of the company, to be held on the 30th December, 2022 at 5.30 p.m. at the registered office of the company at The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19-D, Vashi, Navi Mumbai- 400705 Maharashtra and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Resolutions	For	Against
Ordinary Business			
1	To receive, consider and adopt Standalone and Consolidated Financial Statements for the year ended 31 st March 2022:		

	<p>a. The Audited Standalone Financial Statements of the Company for the financial year ended 31st March, 2022, together with the reports of the Board of Directors and Auditors, thereon; and</p> <p>b. The Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2022, together with the Report of the Auditors thereon.</p>		
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Signed this.....day of.....2022

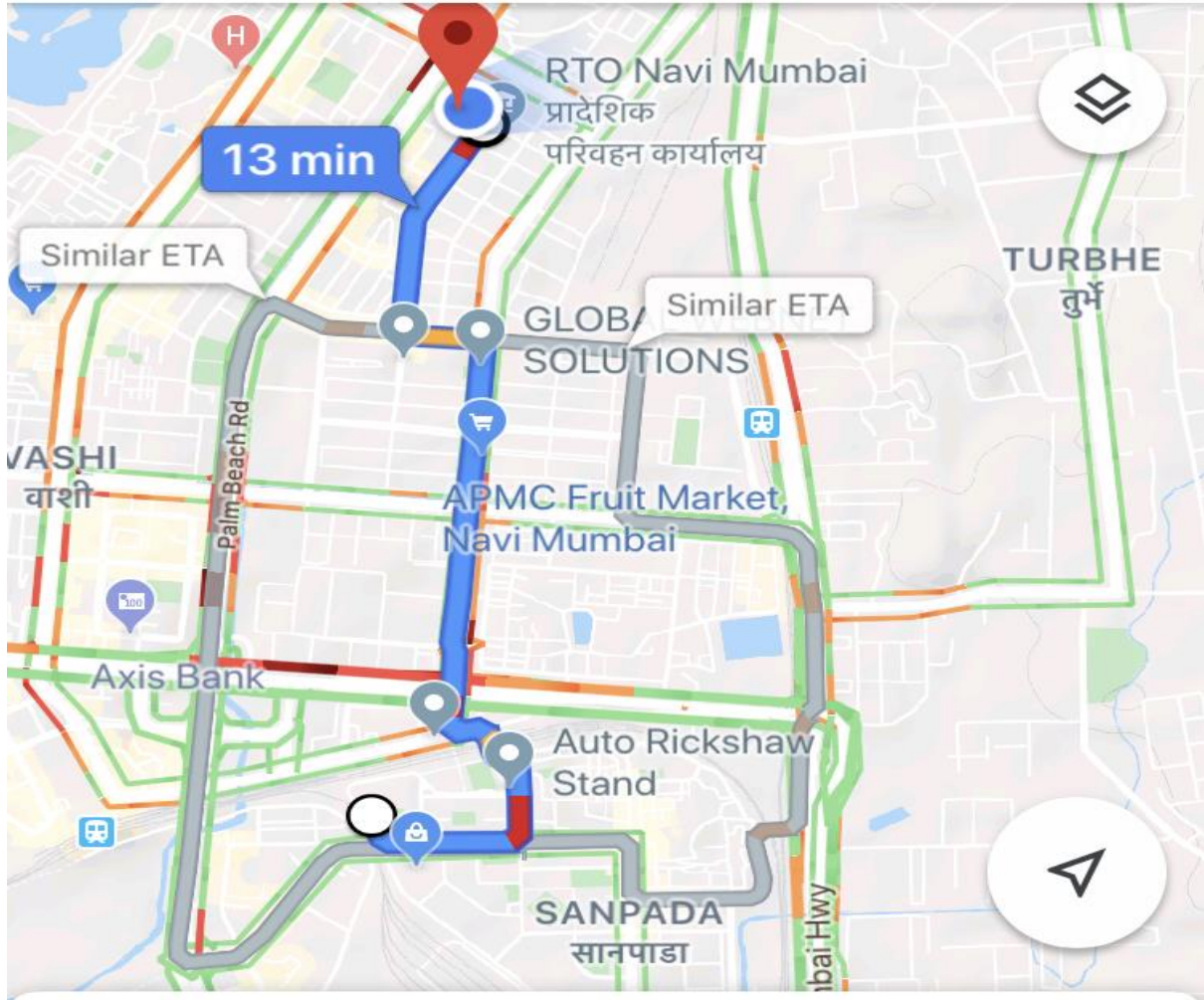
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Signature of Shareholder

Affix
Revenue
Stamp

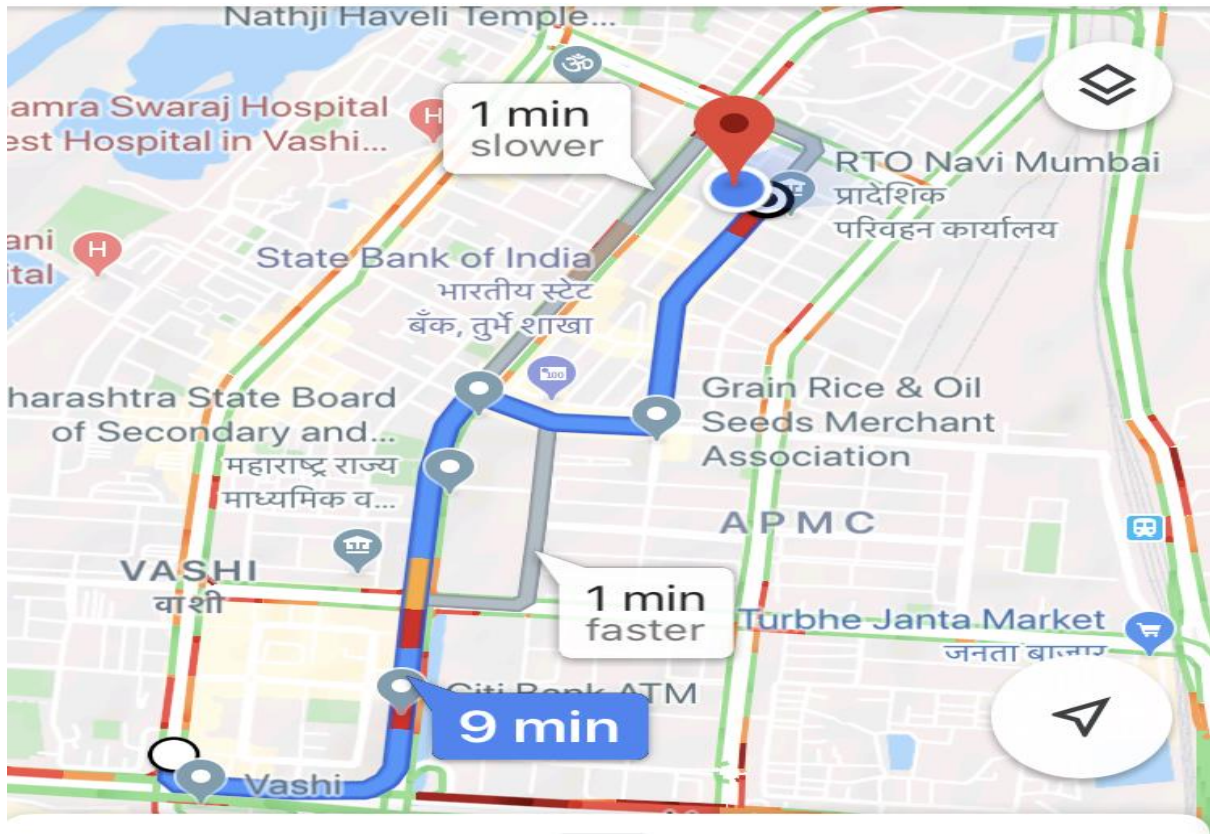
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Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company at The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19-D, Vashi, Navi Mumbai- 400705 not less than 48 hours before the Commencement of the Meeting.

Route Map



Sanpada Railway Station to Venue



Vashi Railway Station to Venue



DIRECTORS' REPORT

To,
The Members
SFC Environmental Technologies Private Limited

Your Directors are pleased to present 17th Annual Report of **SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED** along with the Audited Financial Statements for the year ended 31st March, 2022.

FINANCIAL HIGHLIGHTS

Our Company's financial performance for the year under review is summarized below:

(INR in Million)

Particulars	2021-22 (Current Year)	2020-21 (Previous Year)
Revenue from Operations	3908.21	1961.85
Other Income	110.86	78.38
Total Income	4019.07	2040.23
Less: Expenses		
Purchase of Stock-in-Trade	2,358.49	1,196.66
Change in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(101.87)	062
Employee Benefit Expenses	303.71	264.35
Finance Cost	23.90	16.16
Depreciation and Amortization Expenses	24.37	25.84
Other Expenses	288.87	175.79
Profit before Tax	1121.61	360.81
Less: Tax (including deferred tax)	287.52	95.68
Profit After Tax	834.09	265.13



PERFORMANCE REVIEW

Your Company has recorded total revenue for the financial year 2021-22 is Rs. 3908.21 million as against the previous year of Rs. 1961.85 million. The Profit after Tax of the Company is Rs. 834.09 million as compared to previous year is Rs.265.13 million.

The basic and diluted earnings per share (EPS) computed in accordance with the Accounting Standard 20 was Rs. 139.01 per share as at 31st March, 2022 as against Rs. 44.19 per share as at 31stMarch, 2021.

Your Company is a global Environmental Technology Company which provides advanced technologies in the fields of Municipal Sewage treatment. The Directors of your Company assure you that they will continue to work hard in the interest of all the stakeholders and help the Company to do well in the years to come.

DIVIDEND

No Dividend was declared for the current financial year 2021-22.

RESERVES

The Company has not transferred its profit amount to the reserves during the year 2021-22.

SHARE CAPITAL

The Paid up share capital of the Company as at 31st March, 2022 was Rs. 60 million divided into 60,00,000 equity shares of Rs. 10/- each. There was no public issue, right issue, bonus issue or preferential issue etc. during the year. The Company has not issued shares with differential voting rights, sweat equity shares nor it has granted any stock options. Hence, there were no changes in the share capital of the Company during the year under review.

EXTRACT OF THE ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2021 is available on the Company's website on www.sfcenvironment.com. The Annual Return will be available at the registered office of the Company.

MEETINGS

i. BOARD MEETINGS

Fourteen board meetings were convened and held during the financial year 2021-22. The dates of Board meetings are as mentioned below:



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CIN No: U90000MH2005PTC152235

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Sr. No.	Day & Date of the Meeting
1	Thursday, 1 st April, 2021
2	Tuesday, 22 nd June, 2021
3	Monday, 28 th June, 2021
4	Tuesday, 27 th July, 2021
5	Monday, 2 nd August, 2021
6	Monday, 23 rd August, 2021
7	Friday, 10 th September, 2021
8	Friday, 26 th November, 2021
9	Friday, 3 rd December, 2021
10	Tuesday, 4 th January, 2022
11	Friday, 7 th January, 2022
12	Friday, 28 th January, 2022
13	Thursday, 24 th February, 2022
14	Wednesday, 2 nd March, 2022

ii. ANNUAL GENERAL MEETING

During the year, Annual General Meeting was held on 30th November, 2021.

iii. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE MEETING

During the year under review, CSR committee meetings were held on 10th September, 2021 and 02nd March, 2022. All the members attended CSR meeting.

CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL

As at 31st March, 2022, the Board of Directors was duly constituted with Mr. Sandeep Asolkar, Mr. Sandeep Parab, Mr. Veera Venkata Satyanarayana Yannamani and Mr. Sarvesh Kumar Garg.

Mrs. Aparna Kapoor was resigned from the post of Director w.e.f. 10th November, 2021.

STATUTORY AUDITORS

M/s. Shrirang S. Hardikar & Co., Chartered Accountants was appointed as the statutory auditors of the company till conclusion of Twentieth Annual General Meeting to be held in the year 2024-25.



AUDITORS' REPORT

The observations of Auditors in their report read with notes to the accounts are self-explanatory.

REPORTING OF FRAUDS

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Board under Section 143(12) of the Act and the rules made there under.

DISCLOSURE ON COST RECORDS MAINTENANCE

The provisions with respect to maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is not applicable to the Company.

SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 of the Companies Act, 2013, the Company is not required to appoint Secretarial Auditor for the year 2021-22.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company has following subsidiaries:

- A. NAVITAS WASTE TREATMENT PRIVATE LIMITED:** This is 99.99% subsidiary of the Company, holding 9999 equity shares of Rs. 10/- each.
- B. CHAVARE ENGINEERING PRIVATE LIMITED:** This is 51% subsidiary of Company, holding 204000 Equity shares of Rs. 100/- each.
- C. SFC UMWELTECHNIK GMBH (AUSTRIA):** Company is holding 717500 equity shares of Euro 1/- each in this company.
- D. INTERGEO SOLID WASTE MANAGEMENT PRIVATE LIMITED:** This is 99.99% subsidiary of the Company, holding 3250000 equity shares of Rs. 10/- each.
- E. VASUDHA WASTE TREATMENT PRIVATE LIMITED:** This is 74% subsidiary of the Company, holding 740000 equity shares of Rs. 10/- each

The Company has 3 subsidiary Companies and 2 wholly owned subsidiaries as at 31st March, 2022. There were no material changes in the nature of business of the subsidiaries. The details of financial performance of Subsidiary Companies are furnished in **Annexure – I** (Form AOC-1) and attached to this report.



UPDATE ON MERGER

The Board of Directors of the Company at their meeting held on 4th January, 2022, approved the Composite Scheme Of Amalgamation and Arrangement of Enviropro Water Tech Private Limited ("First Transferor Company") and Intergeo Solid Waste Management Private Limited ("Second Transferor Company") with SFC Environmental Technologies Private Limited ("Transferee Company") in accordance with the provisions of Sections 230 to 232 of the Companies Act, 2013 and other applicable provisions and laws, subject to necessary statutory and regulatory approvals, including approval of the Hon'ble National Company Law Tribunal, (NCLT), Mumbai Bench. The Petition is scheduled for hearing on 9th December, 2022 as per order issued by the Hon'ble National Company Law Tribunal, (NCLT), Mumbai Bench on 2nd November, 2022.

The appointed date for the Scheme of Merger 1st April, 2021. The proposed Merger is, inter-alia, to maintain a simple corporate structure, eliminate duplicate corporate procedures and reduce multiplicity of legal and regulatory compliances between both the companies.

CORPORATE SOCIAL RESPONSIBILITY

In terms of Section 135 and Schedule VII of the Companies Act, 2013, the Board of Directors of your Company has constituted CSR Committee. CSR Committee includes Mr. Sandeep Asolkar, Chairman & member, Mrs. Aparna Kapoor, member and Mr. Sandeep Sambhaji Parab, member. Due to the resignation of Mrs. Aparna Kapoor, the CSR committee has been reconstituted on 26th day of November, 2021. CSR Committee includes Mr. Sandeep Asolkar, Chairman & member, Mr. Veera Venkata Satyanarayana Yannamani, member and Mr. Sandeep Sambhaji Parab, member. The Board of Directors has also approved a CSR policy, on the recommendation of CSR Committee.

As per CSR policy, the Company during the year contributed to PM relief fund – Rs.74 Lacs towards CSR expenditure on 31st March, 2022. The Company has developed and implemented the Corporate Social Responsibility initiatives during the year under review. The Annual Report on Company's CSR activities of the Company is furnished in **Annexure - II** and attached to this report.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements if any.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

The particulars of Contracts or Arrangements made with related parties made pursuant to Section 188 are furnished in **Annexure – III** (Form AOC - 2) and are attached to this report.



MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments which could affect the Company's financial position have occurred between the end of the financial year of the Company and the date of this report.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

(A) Conservation of energy:

The Company's operations are not energy intensive and as such involve low energy consumption. However, adequate measures have taken to conserve the consumption of energy.

(B) Technology absorption:

The Company has not imported any technology and hence the question of its absorption does not arise.

(C) Foreign exchange earnings and Outgo:

Foreign Exchange Earnings –Rs. 3649.33 Lacs (Previous Year- Nil)

Foreign Exchange Expenditure –Rs. 11604.42 Lacs (Previous Year Rs. 5187.38 Lacs)

DEPOSITS

There is no deposit accepted which is covered under chapter V of the Companies Act, 2013.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has proper and adequate system of internal control to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transaction are authorized, recorded and reported correctly. The Company has effective system in place for achieving efficiency in operations, optimum and effective utilization of resources, monitoring thereof and compliance with applicable laws.



DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has not received any complaints during the year.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

DISCLOSURE ON COMPLIANCE WITH SECRETARIAL STANDARDS

Your Directors confirm that the mandatory Secretarial Standards (SS-1 & SS-2) issued by the Institute of Company Secretaries of India, have been complied with.

DETAILS OF APPLICATION MADE OR PROCEEDING PENDING UNDER INSOLVENCY AND BANKRUPTCY CODE, 2016

During the year under review, there were no applications made or proceedings pending in the name of the Company under the Insolvency and Bankruptcy Code, 2016.

DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALUATION WHILE AVAILING LOAN FROM BANKS AND FINANCIAL INSTITUTIONS

During the year under review, there has been no one time settlement of loans taken from Banks and financial institutions.

DIRECTORS' RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;



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- (d) The directors had prepared the annual accounts on a going concern basis; and
- (e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

ACKNOWLEDGMENTS

The Board of Directors wish to place on record its appreciation for the commitment, dedication and hard work done by the employees of the Company and the cooperation extended by Banks, Government Authorities, Customers, Shareholders and looks forward to a continued mutual support and co-operation.

For and on behalf of the Board of Directors
SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED


SANDEEP ASOLKAR
MANAGING DIRECTOR
DIN: 00097828


V V SATYANARAYANA
DIRECTOR
DIN: 02064547



Date: 07.12.2022

Place: Navi Mumbai

REGISTERED OFFICE:

The Ambience Court, Hi-Tech Business Park,
21st Floor, Sector 19, Vashi,
Navi Mumbai- 400705

**ANNEXURE – I****Form AOC-1**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures**Part "A": Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs.)

❖ SUBSIDIARY – I

(INR in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Navitas Waste Treatment Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31 st March, 2022
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	N. A.
4.	Share capital	0.10
5.	Reserves & surplus	-28.50
6.	Total assets	273.44
7.	Total Liabilities	273.44
8.	Investments	191.30
9.	Turnover	NIL
10.	Profit before taxation	2.23
11.	Provision for taxation	0.59
12.	Profit after taxation	1.64
13.	Proposed Dividend	NIL
14.	% of shareholding	99.99%



❖ SUBSIDIARY – II

(INR in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Chavare Engineering Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31 st March, 2022
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N. A.
4.	Share capital	4
5.	Reserves & surplus	12.75
6.	Total assets	41.89
7.	Total Liabilities	41.89
8.	Investments	0.09
9.	Turnover	60.75
10.	Profit before taxation	0.87
11.	Provision for taxation	0.65
12.	Profit after taxation	0.22
13.	Proposed Dividend	NIL
14.	% of shareholding	51%



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❖ SUBSIDIARY – III

(INR in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	SFC UMWELTTECHNIK GMBH (AUSTRIA)
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31 st March, 2022
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Exchange rate @ Rs. 86.5872/- per Euro (In Millions)
4.	Share capital	0.88
5.	Reserves & surplus	-0.02
6.	Total assets	2.73
7.	Total Liabilities	2.73
8.	Investments	0.30
9.	Turnover	4.76
10.	Profit before taxation	0.01
11.	Provision for taxation	0.01
12.	Profit after taxation	0.02
13.	Proposed Dividend	Nil
14.	% of shareholding	87.23%



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❖ SUBSIDIARY – IV

(INR in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Intergeo Soild Waste Management Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31 st March, 2022
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N. A.
4.	Share capital	32.50
5.	Reserves & surplus	20.46
6.	Total assets	53.24
7.	Total Liabilities	53.24
8.	Investments	NIL
9.	Turnover	NIL
10.	Profit before taxation	1.99
11.	Provision for taxation	0.51
12.	Profit after taxation	1.48
13.	Proposed Dividend	NIL
14.	% of shareholding	99.99%



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❖ SUBSIDIARY – V

(INR in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Vasudha Waste Treatment Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31 st March, 2022
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	N. A.
4.	Share capital	10
5.	Reserves & surplus	-46.86
6.	Total assets	421.32
7.	Total Liabilities	421.32
8.	Investments	NIL
9.	Turnover	868.49
10.	Profit before taxation	-43.68
11.	Provision for taxation	0.25
12.	Profit after taxation	-43.73
13.	Proposed Dividend	NIL
14.	% of shareholding	74%



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Notes: The following information shall be furnished at the end of the statement:

1. There are no associate Companies/ joint ventures which are yet to commence its operations.
2. There are no joint ventures/ associates which have been liquidated or sold during the year.

**For and on behalf of the Board of Directors
SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED**


SANDEEP ASOLKAR
MANAGING DIRECTOR
DIN: 00097828



VEERA VENKATA SATYANARAYA YANNAMANI
DIRECTOR
DIN: 02064547

Place: Navi Mumbai

Date: 07/12/2022

REGISTERED OFFICE:

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ANNEXURE-II

Annual Report on CORPORATE SOCIAL RESPONSIBILITY (CSR) Activities

1. Brief outline on CSR Policy of the Company: The Board of Directors has decided to give donation to the trusts undertaking social activities.
2. Composition of the CSR committee:

S. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Sandeep Sudhakar Asolkar	Chairman and Member	2	2
2	Mr. Sandeep Sambhaji Parab	Member	2	2
3	Mr. Veera Venkata Satyanarayana Yannamani	Member	1	1

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company: Not Applicable
4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable: Not Applicable
5. (a) Average net profit of the company as per sub-section (5) of section 135: Rs. 36,95,96,502/-
(b) Two percent of average net profit of the company as per sub-section (5) of section 135: Rs. 73,91,930/-
(c) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years: NIL
(d) Amount required to be set-off for the financial year, if any: NIL
(e) Total CSR obligation for the financial year [(b)+(c)-(d)]: Rs. 73,91,930/-
6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): Rs. 74,00,000/-
(b) Amount spent in Administrative Overheads: NIL
(c) Amount spent on Impact Assessment, if applicable: NA
(d) Total amount spent for the Financial Year [(a)+(b)+(c)]: Rs. 74,00,000/-
(e) CSR amount spent or unspent for the Financial Year:



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Total Amount Spent for the Financial Year	Amount Unspent				
	Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135.		
Amount	Amount	Date of Transfer	Name of Fund	Amount	Date of Transfer
Rs. 74,00,000/-	NA		NA		

(f) Excess amount for set-off, if any:

Sr. No.	Particular	Amount in Rs.
1.	Two percent of average net profit of the company as per sub-section (5) of section 135	73,91,930
2.	Total amount spent for the Financial Year	74,00,000
3.	Excess amount spent for the Financial Year [(ii)-(i)]	8,070
4.	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	Nil
5.	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	8,070

7. Details of Unspent CSR amount for the preceding three financial years: NIL

1	2	3	4	5	6		7	8
Sr. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under subsection (6) of section 135 (in Rs.)	Balance Amount in Unspent CSR Account under subsection (6) of section 135 (in Rs.)	Amount spent in the Financial Year (in Rs)	Amount transferred to any fund specified under Schedule VII as per second proviso to subsection (5) of section 135, if any		Amount remaining to be spent in succeeding financial years	Deficiency, if any
					Amount	Date of Transfer		
1	Fy 1							
2	Fy 2							
3	Fy 3							



SFC Environmental Technologies Pvt. Ltd.

21st Floor, The Ambience Court, Hi-Tech Business Park, Plot No. 2, Sector 19D, Vashi, Navi Mumbai - 400 705.
INDIA. Tel : +91 22 27832646 / 47 Website : www.sfcenvironment.com
CIN No: U90000MH2005PTC152235

C-Tech

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No

If Yes, enter the number of Capital assets created/ acquired:

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

Sl. No	Short particulars of the property or asset(s) [including complete address and location of the property]	Pin code of The property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/ Authority/ beneficiary of the registered owner		
					6		
1	2	3	4	5	CSR Registration Number, if applicable	Name	Registered Address

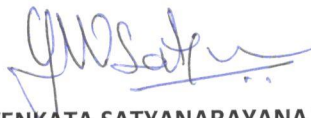
(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office/Municipal Corporation/ Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of section 135: NA

For and on behalf of the Board of Directors
SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED


SANDEEP ASOLKAR
MANAGING DIRECTOR
DIN: 00097828




VEERA VENKATA SATYANARAYANA YANNAMANI
DIRECTOR
DIN: 02064547



ANNEXURE III
Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto.

1. Details of material contracts or arrangement or transactions at not arm's length basis: NA

2. Details of material contracts or arrangement or transactions at arm's length basis:

Sr. No.	PARTICULARS	
(a)	Name(s) of the related party and nature of relationship	Chavare Engineering Pvt. Ltd. – Subsidiary Company
(b)	Nature of contracts/arrangements/transactions	Purchases of Material at gross & Professional fees
(c)	Duration of the contracts/arrangements/transactions	-
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	Rs. 8,86,00,933/-
(e)	Date(s) of approval by the Board, if any	N.A
(f)	Amount paid as advances, if any	-

Sr. No.	PARTICULARS	
(a)	Name(s) of the related party and nature of relationship	Hindustan Waste Treatment Pvt. Ltd.– Group Company
(b)	Nature of contracts/arrangements/transactions	Gross sales and services provided
(c)	Duration of the contracts / arrangements/transactions	NIL
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	Rs. 19,47,54,986/-
(e)	Date(s) of approval by the Board, if any	N.A.
(f)	Amount paid as advances, if any	-



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Sr. No.	PARTICULARS	
(a)	Name(s) of the related party and nature of relationship	Crest IT Consulting Pvt. Ltd.- There is one common Director
(b)	Nature of contracts/arrangements/transactions	Purchase of service & material, purchase of assets
(c)	Duration of the contracts / arrangements/transactions	NIL
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	Rs. 24,97,155/-
(e)	Date(s) of approval by the Board, if any	N.A.
(f)	Amount paid as advances, if any	-

Sr. No.	PARTICULARS	
(a)	Name(s) of the related party and nature of relationship	Navitas Waste Treatment Private Limited- Wholly Owned Subsidiary
(b)	Nature of contracts/arrangements/transactions	Rent Received
(c)	Duration of the contracts / arrangements/transactions	NIL
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	Rs. 2,12,400
(e)	Date(s) of approval by the Board, if any	-
(f)	Amount paid as advances, if any	-



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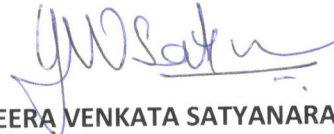
C-Tech

Sr. No.	PARTICULARS	
(a)	Name(s) of the related party and nature of relationship	Vasudha Waste Treatment Private Limited- Subsidiary company
(b)	Nature of contracts/arrangements/transactions	Supply of services
(c)	Duration of the contracts / arrangements/transactions	NIL
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	Rs. 95,09,45,728/-
(e)	Date(s) of approval by the Board, if any	-
(f)	Amount paid as advances, if any	-

For and on behalf of the Board of Directors
SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED


SANDEEP ASOLKAR
MANAGING DIRECTOR
DIN: 00097828




VEERA VENKATA SATYANARAYA YANNAMANI
DIRECTOR
DIN: 02064547

Date: 7th December, 2022
Place: Navi Mumbai

REGISTERED OFFICE:

The Ambience Court, Hi-Tech Business Park,
21st Floor, Sector 19, Vashi,
Navi Mumbai- 400705
Maharashtra



SHRIRANG S. HARDIKAR & CO.

CHARTERED ACCOUNTANTS

M.No. +91 98676 96332 Email id: ca.shriranghardikar@gmail.com

INDEPENDENT AUDITOR'S REPORT

To,

The Members of SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

Report on the Audit of Standalone Financial Statements

Opinion

I have audited the accompanying standalone financial statements of **SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED ("the Company")** which comprise the Balance Sheet as at **31st March, 2022**, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, and its profit, and its cash flows for the year ended on that date.

Basis for Opinion

I have conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am 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 my audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report but does not include the Standalone Financial Statements and my auditors' report thereon.



My opinion on the Standalone Financial Statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the Standalone Financial Statements, my 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 my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information; I am required to report that fact. I have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance 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, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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 so.

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

Auditor's Responsibility for the Audit of the Standalone Financial Statements

My objective is 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 my 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 based on these financial statements.

As part of an audit in accordance with SA's, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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, I am also responsible for expressing my opinion on whether the company has adequate internal financial controls with reference to standalone 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 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.



I 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 I identify during my audit.

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

(A) 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, I give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- a. I have sought and obtained all the information and explanations which to the best of my knowledge and belief where necessary for the purposes of my audit.
- b. In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In my 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 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.
- 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". Our Report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.



- 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 my opinion and to the best of my information and according to the explanations given to me:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. a. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- b. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



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

V. There is no dividend declared and paid by the Company in the previous year.

For Shrirang S. Hardikar & Co.
Chartered Accountants
FRN: 147243W




Shrirang S. Hardikar
(Proprietor)
Membership No.: 144708
UDIN: 22144708BEIUXY3625

Place: Navi Mumbai

Date: 25/11/2022

Annexure A to the Independent Auditors' Report

(Referred to in paragraph A, under 'Report on Other Legal and Regulatory Requirements' section of my Report of even date)

- i. The Company holds Property, Plant and Equipment and Intangible Assets. Thus, paragraph 3(i) of the order is applicable.
- a) A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
B) The Company has not maintained any records showing particulars of Intangible Assets as it does not hold any Intangible asset during the year.
- b) The Company has a regular programme of physical verification of its Property, Plant and Equipment by which Property, Plant and Equipment are verified in a phased manner. Pursuant to the program, Property, Plant and Equipment were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- c) The title deed of the immovable properties disclosed in the financial statements are held in the name of the company;
- d) The company has not revalued its Property, Plant and Equipment and Intangible Assets during the year; hence this clause is not applicable.
- e) As per the information and explanations provided to us, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. The Company holds physical inventories. Thus, paragraph 3(ii) of the Order is applicable.
- a) Physical verification of inventory has been conducted at reasonable intervals by the management, the coverage and procedure of which, in our opinion, is appropriate. No discrepancies of 10% or more in the aggregate for any class of inventory were noticed.
- b) Company has been sanctioned working capital limits from banks or financial institutions on the basis of security of current assets during the financial year in excess of Rs. Five Crore. The quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.
- iii. (a) According to the information and explanations provided to us, the Company has not made any investments in, companies, firms, Limited Liability Partnerships, or provided any guarantee or security but granted loans, secured or unsecured to parties, during the year, the details of the same are as follows :
- A. The aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiaries, joint ventures and associate :-



Particulars	Amount
A. Loans Given During the year	
- Vasudha Waste Treatment Pvt Ltd	31,39,06,135 /-
- Navitas Waste Treatment Pvt Ltd	17,05,00,000 /-
B. Loans Outstanding at Balance sheet Date	
- Vasudha Waste Treatment Pvt Ltd	45,44,42,266 /-
- Navitas Waste Treatment Pvt Ltd	26,62,89,405 /-

(B) The aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to parties other than subsidiaries, joint ventures and associates. :-

Particulars	Amount
C. Loans Given During the year	
- GRV Newage Fuels Pvt Ltd	25,00,000 /-
D. Loans Outstanding at Balance sheet Date	
- GRV Newage Fuels Pvt Ltd	26,82,192 /-

(b) In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.

(c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has not been stipulated.

- iv. According to the information and explanations provided to us, the company has in respect of loans, investments, guarantees, and security, provisions of sections 185 and 186 of the Companies Act has been complied.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable to the Company.
- vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause 3(vi) of the Order is not applicable to the Company.



- vii. a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it with the appropriate authorities. There are no undisputed statutory dues were in arrears, as at March 31, 2022 for a period of more than six months from the date they became payable.
- b) There are no disputed statutory dues which were in arrears, as at March 31, 2022.
- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Hence, the provision stated in clause 3(viii) of the Order is not applicable to the Company.
- ix. a) According to the information and explanations provided to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender hence, reporting under this clause is not applicable.
- b) According to the information and explanations provided to us and on the basis of our audit procedures, I report that the Company has not been declared as a wilful defaulter by any bank or financial institution or other lender.
- c) In our opinion and according to the information explanation provided to us, the funds raised by company on short term basis has not been utilised for long term purposes . Hence reporting under this clause is not applicable.
- d) In our opinion and according to the information explanation provided to us, the Company has not raised any funds on short term basis. Hence reporting under this clause is not applicable.
- e) According to the information explanation provided to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) According to the information and explanations provided to us and procedures performed by us, We report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x. a) In our opinion and according to the information and explanation provided to us the company has not raised moneys by way of initial public offer and further public offer (including debt instrument) and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b) According to the information and explanations given to us, during the year the Company has not made any preferential allotment or private placement of shares or convertible



debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

- xi. a) Based upon the audit procedures performed and according to the information and explanations provided to us, no fraud by the company or any fraud on the company has been noticed or reported during the course of our audit that causes the financial statements to be materially misstated.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- c) No whistle blower complaints have been received by the Company during the year (and up to the date of this report), and hence reporting under clause 3(xi)(c) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations provided to us, the Company is not a Nidhi Company. Accordingly, the provisions stated in clause 3(xii) (a) to (c) of the Order are not applicable to the Company.
- xiii. According to the information and explanations provided to us and based on our examination of the records of the Company, all transactions with related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable, and the details have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- xiv. a) In our opinion and according to the information and explanations provided to us company has an internal audit system commensurate with the size and nature of its business.
- b) We have considered, the internal auditors report 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. According to the information and explanations provided to us, in our opinion, the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors during the year, and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. In our opinion, The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi) of the Order is not applicable.



- xvii. According to the information explanation provided to us, The Company has not incurred cash losses during the financial year and also in the immediately preceding financial year covered by our audit. Hence, the provisions stated in clause 3 (xvii) of the Order are not applicable to the Company.
- xviii. There has been no resignation of the statutory auditor during the year. Hence reporting under this clause is not applicable.
- xix. According to the information and explanations given to me and On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and 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 me to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. I, however, state that this is not an assurance as to the future viability of the Company. I further state that our reporting is based on the facts up to the date of the audit report and I neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. There are no unspent amount towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

For Shrirang S Hardikar & Co.
Chartered Accountants
Firm Reg. No 147243W




CA. Shrirang S Hardikar
Proprietor
M. No. 144708
Date: 25/11/2022
Place: Navi Mumbai
UDIN: 22144708BEIUXY3625

**ANNEXURE- "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON
THE STANDALONE FINANCIAL STATEMENTS OF SFC ENVIRONMENTAL
TECHNOLOGIES PRIVATE LIMITED**

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section
143 of the Companies Act, 2013 ("the Act")

I have audited the internal financial controls over financial reporting of **SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED ("the Company")** as of March 31, 2022 in conjunction with my audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

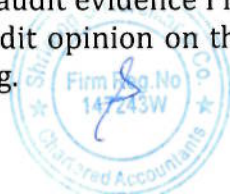
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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

Auditors' Responsibility

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I have conducted the 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 ICAI. Those Standards and the Guidance Note require that I comply with the 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.

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

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



Meaning of Internal Financial Controls over Financial Reporting

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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In my opinion, to the best of my information and according to the explanations given to me, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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 Shrirang S. Hardikar & Co.
Chartered Accountants
FRN: 147243W




Shrirang S. Hardikar
(Proprietor)
Membership No.: 144708
UDIN: 22144708BEIUXY3625

Place: Navi Mumbai

Date: 25/11/2022



	Note Reference	As at 31 st March 2022	As at 31 st March 2021
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	60.00	60.00
Reserves and Surplus	3	3,239.20	2,405.11
Money Received Against Share Warrants		-	-
		<u>3,299.20</u>	<u>2,465.11</u>
Share Application Money Pending Allotment			
		-	-
Non-Current Liabilities			
Long Term Borrowings		-	-
Deferred Tax Liability (Net)	4	6.22	3.18
Other Long-Term Liabilities		-	-
Long-Term Provisions		-	-
		<u>6.22</u>	<u>3.18</u>
Current Liabilities			
Short Term Borrowings	5	409.97	172.20
Trade Payables	6		
(i) Total outstanding dues of micro enterprises and small enterprises		129.74	136.48
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		537.25	297.13
Other Current Liabilities	7	177.10	583.44
Short Term Provisions	8	13.48	-
		<u>1,267.54</u>	<u>1,189.26</u>
	TOTAL	<u>4,572.95</u>	<u>3,657.55</u>
ASSETS			
Non-Current Assets			
Property, Plant & Equipment and Intangible Assets		-	-
(i) Property Plant and Equipments	9	241.16	253.47
(ii) Intangible Assets		-	-
(iii) Capital Work-In-Progress		-	-
(iv) Intangible Assets under Development		-	-
Non Current Investments	10	679.02	624.29
Deferred Tax Assets (Net)		-	-
Long-Term Loans and Advances	11	701.58	261.12
Other Non-Current Assets		-	-
		<u>1,621.77</u>	<u>1,138.87</u>
Current Assets			
Current Investments		-	-
Inventories	12	207.64	105.78
Trade Receivables	13	1,197.33	877.08
Cash and Cash Equivalents	14	1,237.18	1,279.45
Short-Term Loans and Advances	15	291.41	253.73
Other Current Assets	16	17.61	2.64
		<u>2,951.18</u>	<u>2,518.67</u>
	TOTAL	<u>4,572.95</u>	<u>3,657.55</u>
Summary of significant accounting policies	1		
The accompanying notes are an integral part of the financial statements			

As per our report of even date

For and on Behalf of
 Shrirang S. Hardikar & Co.
 Chartered Accountant
 FRN : 147243W

Shrirang S. Hardikar

Shrirang S. Hardikar
 (Proprietor)
 Membership No. 144708
 Place: Navi Mumbai
 Date: 25 NOV 2022



For and on behalf of the board of directors of
 SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED
 CIN - U90000MH2005PTC152235

Sandeep Asolkar
 Sandeep Asolkar
 Director
 DIN - 00097828
 Place: Navi Mumbai
 Date: 25 NOV 2022

Veera Venkata Satyanarayana Yannamani
 Veera Venkata Satyanarayana Yannamani
 Director
 DIN - 02064547
 Place: Navi Mumbai
 Date: 25 NOV 2022

SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

U90000MH2005PTC152235

21st Floor, The Ambience Court, Sector 19D, Plot No. 2,
Vashi, Navi Mumbai, Maharashtra- 400705Statement of Profit and Loss for the year ended 31st March, 2022

(Currency: INR in Million)




	Note Reference	Year Ended 31 st March 2022	Year Ended 31 st March 2021
INCOME			
Revenue from Operations	17	3,908.21	1,961.85
Other Income	18	110.86	78.38
Total Income		4,019.07	2,040.23
EXPENSES			
Cost of Material Consumed			
Purchase of Stock-in-Trade	19	2,358.49	1,196.66
Changes in Inventories of Finished Goods, Work-In-Progress and Stock-in-Trade			
Stock-In-Trade	20	(101.87)	0.62
Employee Benefit Expenses	21	303.71	264.35
Finance Cost	22	23.90	16.16
Depreciation and Amortization Expense	9	24.37	25.84
Other Expenses	23	288.87	175.79
Total Expenses		2,897.47	1,679.43
Profit before Exceptional & Extraordinary Items and Tax		1,121.61	360.81
Exceptional Items		-	-
Profit before Extraordinary Items and Tax		1,121.61	360.81
Extraordinary Items		-	-
Profit Before Tax		1,121.61	360.81
Less: Tax Expenses:			
Current Tax		284.48	96.36
Deferred Tax	4	3.04	(0.68)
Short/(Excess) Provision for Earlier Year		-	-
Profit / (Loss) for the period from Continuing Operations		834.09	265.13
Profit / (Loss) for the period from Discontinuing Operations		-	-
Tax Expense of Discontinuing Operations		-	-
Profit / (Loss) for the period from Discontinuing Operations (After Tax)		-	-
Profit/(Loss) for the period		834.09	265.13
Earnings per Equity Share			
Basic (in Full Rs.)		139.01	44.19
Diluted (in Full Rs.)		139.01	44.19

Summary of significant accounting policies


1

The accompanying notes are an integral part of the financial statements

As per our report of even date

For and on Behalf of
Shrirang S. Hardikar & Co.
Chartered Accountant
FRN : 147243W


Shrirang S. Hardikar
(Proprietor)
Membership No. 144708
Place: Navi Mumbai
Date: **25 NOV 2022**
For and on behalf of the board of directors of
SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED
CIN - U90000MH2005PTC152235



Sandeep Asolkar Veera Venkata Satyanarayana Yannamani
Director Director
DIN - 00097828 DIN - 02064547
Place: Navi Mumbai Place: Navi Mumbai
Date: Date: **25 NOV 2022**

SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED
U90000MH2005PTC152235

21st Floor, The Ambience Court, Sector 19D, Plot No.

2, Vashi, Navi Mumbai, Maharashtra- 400705

Cash Flow Statement For The Year Ended 31st March 2022

(Currency: INR in Million)



	For the year ended 31 March 2022	For the year ended 31 March 2021
A. Cash flow from operating activities		
Net profit before taxation	1,121.60	360.81
Adjustments for:		
Depreciation	24.37	25.84
Interest Expenses	23.90	16.16
Foreign Exchange Loss/(Gain)	(13.61)	(10.90)
Bad Debts Written Off	27.76	(2.57)
Interest Income	(74.87)	(70.13)
Dividend Received	-	(3.06)
Profit On Sales Of Investments	(25.17)	(2.44)
Profit On Sales Of Asset	(10.64)	-
Excess/Short Provision of Income Tax	-	(2.28)
Operating profit before working capital changes	1,073.34	311.42
Changes in working capital		
Decrease/(Increase) In Inventories	(101.87)	0.62
Decrease/(Increase) In Trade Receivables	(348.01)	(273.66)
Decrease/(Increase) In Loans And Advances	(478.14)	(193.29)
Decrease/(Increase) In Other Current Assets	(14.99)	(2.08)
(Decrease)/Increase In Short Term Borrowings	-	-
(Decrease)/Increase In Trade Payables	233.38	186.86
(Decrease)/Increase In Liabilities	(389.83)	251.63
Cash Generated From Operations	(26.13)	281.48
Direct Taxes Paid	(287.52)	(95.68)
Exchange Gain/(Loss)	-	-
Net cash from operating activities	(313.64)	185.81
B. Cash flows from investing activities		
Purchase of fixed assets	(15.41)	(12.63)
Capital WIP transferred to Investment account	-	-
Foreign Exchange Gain Loss	13.61	10.90
Proceeds from sale of fixed assets	13.98	0.53
Interest received	74.87	70.13
Dividend Received	-	3.06
Sale/(Purchase) of Investment	(29.56)	(148.54)
Net cash from/(used in) investing activities	57.49	(76.55)
C. Cash flows from financing activities		
Interest Paid	(23.90)	(16.16)
Dividend Paid	-	-
Dividend Distribution Tax Paid	-	-
Repayment Of Term Loan	-	-
Loan Taken/ (Repaid)	237.77	(574.39)
Net cash from/(used in) financing activities	213.87	(590.56)



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED
U90000MH2005PTC152235
21st Floor, The Ambience Court, Sector 19D, Plot No.
2, Vashi, Navi Mumbai, Maharashtra- 400705
Cash Flow Statement For The Year Ended 31st March 2022
(Currency: INR in Million)



	For the year ended 31 March 2022	For the year ended 31 March 2021
--	-------------------------------------	-------------------------------------

Net increase in cash and cash equivalents (A + B + C)	(42.28)	(481.30)
Cash and cash equivalents at 01.04.2021 (Opening balance)	1,279.45	1,760.76
Cash and cash equivalents at 31.03.2022 (Closing balance)	1,237.17	1,279.45

Note:

The Company considers all highly liquid investments with a remaining maturity, at the date of purchase/investment, of three months or less to be cash equivalents.

Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts

	31 March 2022	31 March 2021
Cash on hand	0.15	0.30
Balances with Banks	1,237.02	1,279.16
	-	-
	1,237.17	1,279.45

Notes:

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard 3 issued by Companies (Accounting Standard) Rules, 2014.

As per our report of even date

For and on Behalf of
Shrirang S. Hardikar & Co.
Chartered Accountant
FRN : 147243W



Shrirang S. Hardikar
(Proprietor)
Membership No. 144708
Place: Navi Mumbai
Date:

25 NOV 2022

For and on behalf of the board of directors of
SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED
CIN - U90000MH2005PTC152235



Sandeep Asolkar
Director
DIN - 00097828
Place: Navi Mumbai
Date:

Veera Venkata Satyanarayana Yannamani
Director
DIN - 02064547
Place: Navi Mumbai
Date:

25 NOV 2022

	As at 31st March 2022	As at 31 st March 2021		
2 Share capital				
Authorized				
60,00,000 (P.Y.: 60,00,000) equity shares of Rs.10/- each	60.00	60.00		
Issues, subscribed and paid up				
Fully Paid -Up				
60,00,000 (P.Y.: 60,00,000) equity shares of Rs.10/- each	60.00	60.00		
Total	60.00	60.00		
a. Reconciliation of number of shares outstanding and the amount of share capital as at March 31, 2022 and March 31, 2021 is set out below:				
	As at March 31, 2022	As at March 31, 2021		
Equity shares	Nos.	Amount		
Shares outstanding at the beginning of the year	60,00,000	6,00,00,000		
Add: Issued during the year for cash	-	-		
Less: Shares bought back during the year	-	-		
Shares outstanding at the end of the year	60,00,000	6,00,00,000		
b. Shareholding of the Promoters				
	Shares held by promoters at the end of the year			
Promoter Name	No. of Shares	% of Total Shares	% Change during the year	
Enviropro Water Tech Pvt. Ltd.	48,00,000	80.00	-	
Aparna Kapoor	3,00,000	5.00	-	
Sandeep Asolkar	9,00,000	15.00	-	
Total	60,00,000	100	-	
c. Details of rights, preferences and restrictions attached to equity shares:				
The Company has only one class of shares i.e. equity share of Rs. 10/- each. Each shareholder is entitled to vote in proportion to his share of the paid up equity share capital of the Company. The shareholders are entitled to receive the dividend in proportion to the amount of paid up share capital held by them. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the annual general meeting except in case of the interim dividend. The Company has not declared any dividend during the year.				
In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts in proportion to their shareholdings. However no such preferential amount exists as at March 31, 2022.				
d. Details of shareholders' holding more than 5% of the share capital in aggregate as at March 31, 2022 and March 31, 2021, shares held by them and extent of their shareholding:				
	As at March 31, 2022		As at March 31, 2021	
	Nos.	% of holding	Nos.	% of holding
Enviropro Water Tech Pvt. Ltd.	48,00,000	80.00	48,00,000	80.00
Aparna Kapoor	3,00,000	5.00	3,00,000	5.00
Sandeep Asolkar	9,00,000	15.00	9,00,000	15.00
e.	The Company does not have any shares reserved for issue under options, contract/commitments for sale of shares/disinvestments as at 31 March 2022 and also as at 31 March 2021.			
f.	During the Financial Year 2021-2022 the Company has not issued any shares to any of its director or other person. The Company has not allotted any equity shares as bonus shares during the period of five years immediately preceding March 31, 2022 and also March 31, 2021. Further the Company has not bought back any equity shares during the aforesaid period.			
g.	The Company does not have any securities outstanding as at March 31, 2022 and also as at March 31, 2021 which are convertible into equity/preference shares.			
	As at 31st March 2022	As at 31 st March 2021		
3 Reserves and surplus				
Surplus in statement of profit And loss				
Opening balance		2,348.06	2,085.22	
Add: Net profit for the year as per the statement of profit and loss		834.09	265.13	
Less: Excess/(Short) provision of Income Tax		-	(2.28)	
Net Surplus in the statement of profit and loss		3,182.15	2,348.06	
Securities Premium		2	2.00	
General Reserves		55	55.00	
Total		3,239	2,405	



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

U90000MH2005PTC152235

Notes forming part of the financial statements

(Currency: INR in Million)

Note 10: Deferred Tax Asset/(Liability)

Particulars	F.Y. 2021-22
WDV as per Income Tax Act	216.46
WDV as per Companies Act	241.16
Difference	(24.71)
Deferred Tax Asset / (Liability) @ 25.168%	(6.22)
(+) Opening Bal. Carry Forward	(3.18)
Deferred Tax Asset / (Liability)	(3.04)



5 Short Term Borrowings

Secured Loans

For Working Capital

From Banks 409.97 172.20

i) Security of Overdraft Facility:

100 % of Margin by way of TDR

ii) Security of Buyers Credit:

Principal: Hypothecation of entire Current Assets of the company and Pledge of TDR for Margin of 10% for

Collateral: 1. Pledge of TDR of Rs. 1.44Crores as on date in the name of Company and Pledge if New TDR in place of release of property equivalent to the value of Rs. 2.57 Crores

2. Equitable Mortgage of Office premises at The Ambience Court, Floor- 20th & 21st, Vashi, Navi Mumbai.

3. Equitable Mortgage of Flat No. 101, 201, 501, Krishna Regency, Sanpada, Navi Mumbai in the name of holding company M/s Enviropo Water Tech Private Limited.

4. Equitable Mortgage of Flat No. 102, Krishna Regency, Sanpada, Navi Mumbai in the name the company

5. Equitable Mortgage of Flat No. 1001, Godrej Platinum, B-1, Vikhroli East, Mumbai in the name the company

6. Equitable Mortgage of Flat No. 2202, Godrej Platinum, B-1, Vikhroli East, Mumbai in the name the company

From Others - -

Total 409.97 172.20

6 Trade payables

Towards micro, small and medium enterprises

129.74 136.48

Others

537.25 297.13

Total 537.25 297.13

The identification of suppliers as "Micro, Small and Medium Enterprises Development Act, 2006" by the management is in process; accordingly information has been disclosed to the extent available

Ageing Schedule

Particulars	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	127.737	-	0.200	1.806	129.742
(ii) Others	521.076	0.049	16.126	-	537.250
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

7 Other Current Liabilities

(a) Interest Accrued but not due on Borrowings

(b) Advance received from Customers

106.89 304.39

(c) Other Payables

- -

-Statutory Liabilities (includes Professional Tax, Tax Deducted at Source, Goods and Service Tax)

65.98 127.27

- Payable on Purchase of Fixed Assets

- -

- Reimbursement Expenses Payable to Employees

- 0.85

(d) Provisions for Expenses

2.38 146.43

(e) Advance received for sale of assets

- 4.50

(e) Gratuity Payable

1.85 -

Total 177.10 583.44

8 Short Term Provisions

Provision for Income Tax

13.48 -

Total 13.48 -

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Note 9: Property Plant & Equipments and Depreciation allowable as per Companies Act for the period ending 31/03/2022

Sr. No.	Particulars	Gross Block				Depreciation				Net Block	
		As at 01.04.21	Additions	Deductions	As at 31.03.22	On Opening Balance as on 01.04.21	For Current Year	On Disposal	On Closing Balance as on 31.03.22	As at 31.03.21	As at 31.03.22
A	<u>TANGIBLE ASSETS</u>										
	Buildings	270.98	-	4.50	266.48	96.44	8.49	2.38	102.55	174.54	163.93
	Office Equipment	33.02	1.79	-	34.80	27.86	2.61	-	30.47	5.16	4.34
	Computers	40.90	6.07	-	46.97	35.04	4.78	-	39.82	5.86	7.15
	Furniture & Fixtures	19.02	0.49	0.21	19.31	14.37	1.25	0.04	15.57	4.65	3.74
	Vehicle - Motor Cars	82.02	7.06	10.35	78.74	63.85	7.24	9.28	61.81	18.18	16.93
	Land	45.08	-	-	45.08	-	-	-	-	45.08	45.08
		491.02	15.41	15.05	491.38	237.55	24.37	11.70	250.22	253.47	241.16
B	<u>INTANGIBLE ASSETS</u>	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-
	Total	491.02	15.41	15.05	491.38	237.55	24.37	11.70	250.22	253.47	241.16

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10 Non-Current Investments

Trade Investments (Unquoted, At Cost, Fully Paid)

Investment in Equity Shares

In Subsidiary Companies:

2,04,000 Equity Shares of Rs.100/- each of Chavare Engineering Pvt. Ltd.	81.60	81.60
7,17,500 Equity Shares of Euro 1/- each of SFC Umwelttechnik GmbH	82.89	82.89
9,999 Equity Shares at Rs.10/- each of Navitas Waste Treatment Pvt. Ltd.	0.10	0.10
32,49,999 Equity Shares at Rs.10/- each of Intergeo Solid Waste Management Pvt. Ltd.	48.65	48.65
7,40,000 Equity Shares of Vasudha Waste Treatment Pvt. Ltd. (Face value of Rs.10/- & Premium of Rs. 0.5/-)	7.77	7.77
	-	-
Investment Properties		
Puranik - Abitante	9.08	28.70
Godrej- The Tress	164.46	214.18
Godrej Serinity-401	71.23	71.23
Leena Heritage	22.74	24.70
	-	-
Other Investment		
Investment in Hideaway Hospitality	-	64.47
Investment in Mutual Funds (NAV as on 31st March 2022 is Rs.18,60,08,836/-)	190.50	-
	-	-
	679.02	624.29

11 Long-Term Loans and Advances

Unsecured, considered good

(a) Security Deposits	45.01	39.54
(b) Other Loans and Advances	-	-
Unsecured, Considered good*	-	-
(c) Loan given to Subsidiary Company	-	-
Navitas Waste Treatment Private Limited	221.57	221.57
Vasudha Waste Treatment Private Limited	435.00	-
Total	701.58	261.12

12 Inventories

Closing Stock of Finished Goods

	207.64	105.78
Total	207.64	105.78

13 Trade Receivables

Sundry Debtors

Unsecured, Considered Good

	1,197.33	877.08
Total	1,197.33	877.08

Ageing Schedule

Particulars	Less than 6 months	6 months - 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) Undisputed Trade receivables – considered good	1,034.42	21.923	15.934	17.480	108	1,197.327
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-

14 Cash and Cash Equivalents

Cash on Hand

	0.15	0.30
--	------	------

Balances with banks

In Current Accounts	1,237.03	1,279.16
In Deposit Accounts	198.28	223.05
In Dividend Distribution Accounts	1,038.74	1,056.11
	0.02	0.00

	1,237.18	1,279.45
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SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

U90000MH2005PTC152235

Notes forming part of the financial statements

(Currency: INR in Million)

Of the above, the balances that meet the definition of cash and cash equivalents as per AS 3 Cash

(i) Cash in Hand		
(ii) Balances with Banks in Current Accounts	198.28	223.05
(iii) Balances with Banks in Deposit Accounts	1,038.74	1,056.11
(iv) Balances with Kotak Bank- Forex Card	-	-
(v) Foreign Currency in Hand	0.15	0.29
Total	1,237	1,279

15 Short-Term Loans and AdvancesUnsecured, Considered Good

(a) Loans & Advances to Employees	3.98	-
(b) Prepaid Expenses	5.64	4.28
(c) Balance With Revenue Authorities	13.73	6.62
(d) Advances given to the Creditors	165.94	121.54
(e) Loans & Advances to Subsidiary Company	-	-
Navitas Waste Treatment Private Limited	80.00	-
Vasudha Waste Treatment Private Limited	19.44	121.30
(f) Loans & Advances to Other Company	2.68	-
Total	291.41	253.73

16 Other Current Assets

(a) Advance Income Tax	2.56	2.56
(b) Provision for Employee benefits	-	0.08
(c) Others	-	-
Drawback- ICEGATE Receivable	1.91	-
FD Interest Accrued But No Due	2.01	-
Amount Receivable Against Sale of Krishna Flat	9.38	-
Receivable Against Sale of Assets	1.76	-
Total	17.61	2.64



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

U90000MH2005PTC152235

Notes forming part of the financial statements

(Currency: INR in Million)

	Year ended 31st March 2022	Year ended 31st March 2021
17 Revenue From Operations		
<u>Supply of Goods and Services</u>		
Sale of Traded Goods	2,941.90	1,881.18
Sale of Services	943.57	65.00
 <u>Other Operating Revenue</u>		
Interest income from Customers for deferred payments	3.45	4.75
Duty Drawback	4.82	-
Insurance Claims	0.87	-
Reimbursement of Air Ticket	-	0.02
Foreign Exchange Gain	13.61	10.90
	-	-
	-	-
Total	3,908.21	1,961.85
 18 Other Income		
<u>(i) Interest Income -</u>		
- On deposits with banks	53.21	64.47
- On Loans	0.28	0.03
- On Loan to subsidiaries	21.37	5.63
 <u>(ii) Dividend Income from subsidiaries</u>	-	3.06
 <u>(iii) Other non-operating income -</u>		
- Profit on Sale of Fixed Assets (net)	10.64	-
- Profit on Sale of Investment (net)	25.17	2.44
- Sundry Balances Written Back	-	2.57
- Insurance Claims on loss of Stock	-	-
- Rent	0.18	0.18
Total	110.86	78.38
 19 Purchases		
Purchase of Goods & Services - Domestic	1,225.71	680.53
Purchase of Goods & Services - Imports	1,132.77	516.13
Direct Expenses	-	-
Total	2,358.49	1,196.66
 20 Changes In Inventories		
Opening Stock	105.78	106.39
Less: Closing Stock	207.64	105.78
Total	(101.87)	0.62
 21 Employee Benefit Expenses		
(a) Salaries, Wages and Bonus	282.65	248.24
(b) Contribution to Provident Fund and Other Funds	13.97	11.89
(c) Staff Welfare Expenses	7.09	4.22
	-	-
Total	303.71	264.35

4



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SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED
U90000MH2005PTC152235
Notes forming part of the financial statements
(Currency: INR in Million)

22 Finance Cost		
Interest on Borrowings	8.85	7.21
Other Borrowing Costs	15.05	8.96
	-	-
Total	23.90	16.16
23 Operational Cost and Other expenses		
Consultancy Charges	41.91	27.61
Inspection & Testing Charges	9.10	4.58
O & M Expenses	9.63	8.45
Packing & Forwarding Expenses	32.04	0.10
Site Expenses	0.20	0.34
Transit Insurance Charges	2.33	1.54
Payment to Auditors	0.76	0.45
Printing & Stationery Expenses	1.54	1.16
Professional Fees & Legal Expenses	27.38	22.12
Interest on Delayed payment of Taxes	2.18	2.26
Rates & Taxes	7.21	8.08
Telephone & Internet charges	0.87	1.94
Vehicle Expenses	1.70	1.47
Electricity Expenses	1.46	1.22
Postage & Courier Expenses	1.48	0.66
Security Charges	1.04	0.92
Repairs & Maintenance	9.30	5.66
Computer Expenses	1.75	3.12
Other Insurance	2.57	2.17
Brokerage Charges	1.50	0.61
Miscellaneous Expenses	11.14	1.63
Bad Debts Written Off	27.76	-
Transportation Charges	38.85	28.88
Guest House Rent	1.68	1.68
Rent on Plant & Machinery (Goa)	1.48	-
Travelling Expenses	19.14	12.25
Hotel Lodging & Boarding Expenses	14.49	9.70
Conveyance Expenses	1.52	0.10
Advertisement Expenses	2.85	16.81
Business Promotion Expenses	3.47	2.47
Canteen Expenses	0.28	0.12
Donation	0.28	0.15
CSR Expenditure	7.40	6.65
Other Bank Charges	2.59	0.87
Total	288.87	175.79



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

U90000MH2005PTC152235

Notes forming part of the financial statements

(Currency: INR in Million)

F.Y. 2021-22

A.Y. 2022-23

Particulars	Rate of Dep.	WDV as on 01.04.21	Additions During the year		Disposed During the year	Depreciation for the year	WDV as on 31.03.22
			>180days	<180 days			
TANGIBLE ASSETS							
Office Equipment	15%	15.00	1.00	1.00	-	2.43	14.36
Computers	40%	8.42	2.00	4.00	-	4.91	9.57
Furniture	10%	10.04	-	-	-	1.04	9.50
Vehicle	15%	34.10	7.00	-	1.00	5.95	33.73
Vehicle	40%	0.00	-	-	-	0.00	0.00
Office Premises	10%	50.75	-	-	13.00	3.83	34.43
Guest House	5%	73.47	-	-	-	3.67	69.80
Land	0%	45.08	-	-	-	-	45.08
Total		236.87	10.00	5.00	14.00	21.84	216.46

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SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED
Notes forming part of the Financial Statements for the year ended 31st March, 2022
(₹ in millions)

Ratios

S No.	Ratio	31 March 2022		31 March 2021		Ratio as on	Ratio as on	Variation	Reason (If variation is more than 25%)
		Numerator	Denominator	Numerator	Denominator	31 March 2022	31 March 2021		
(a)	Current Ratio	2,951.18	1,267.54	2,518.67	1,189.26	2.33	2.12	-9.94%	
(b)	Debt-Equity Ratio	409.97	3,299.20	172.20	2,465.11	0.12	0.07	-77.88%	
(c)	Debt Service Coverage Ratio	858.46		290.96		Not applicable	Not applicable	Not applicable	
(d)	Return on Equity Ratio	834.09	60.00	265.13	60.00	13.90	4.42	-214.60%	
(e)	Inventory Turnover Ratio	2,256.62	156.71	1,197.28	106.09	14.40	11.29	-27.59%	
(f)	Trade Receivables Turnover Ratio	3,908.21	1,037.20	1,961.85	738.96	3.77	2.65	-41.93%	
(g)	Trade Payables Turnover Ratio	2,358.49	550.30	1,196.66	340.18	4.29	3.52	-21.84%	
(h)	Net Capital Turnover Ratio	3,908.21	1,506.53	1,961.85	1,254.33	2.59	1.56	-65.86%	
(i)	Net Profit Ratio	834.09	3,908.21	265.13	1,961.85	0.21	0.14	-57.92%	
(j)	Return on Capital Employed	1,145.50	3,305.41	376.97	2,468.29	0.35	0.15	-126.91%	
(k)	Return on Investment	834.09	3,299.20	265.13	2,465.11	0.25	0.11	-135.06%	

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**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

1. Significant Accounting Policies

1.1 Basis of Preparation

The accompanying financial statements have been prepared under the historical cost convention, on the accrual basis of accounting in accordance with the accounting principles generally accepted in India ("Indian GAAP") and comply with the Accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle, and other criteria set out in the Schedule III to the Act. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as up to twelve months for the purpose of current/non-current classification of assets and liabilities.

1.2 Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles ("GAAP") in India requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements. Management believes that the estimates made in the preparation of financial statements are prudent and reasonable. Actual future period's results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

The outbreak of Corona virus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity in general. The Company has



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

evaluated impact of this pandemic on its business operations and based on its review and current indicators of future economic conditions, there is no significant impact on its financial statements.

1.3 Revenue Recognition

Revenue/Income and Cost/ Expenditure are accounted on accrual as and when they are earned or incurred.

Interest income is recognized on time proportionate basis, based on the underlying interest rates.

1.4 Property, Plant and Equipments, Capital Work-In-Progress & Depreciation

Property, Plant and Equipments are stated at cost of acquisition less accumulated depreciation and impairment loss. The cost includes purchase price and other attributable expenses related to the acquisition and installation of the asset including includes freight, duties, taxes and costs of installation of the Property, Plant and Machinery. Depreciation on Property, Plant and Equipments is provided under Written Down Value method as per Schedule II to the Companies Act, 2013.

Assets acquired but not ready for use are classified under Capital Work in Progress.

1.5 Intangible Assets and Amortization

In Accordance with AS 26 – ‘Intangible Assets’, acquired are initially recognized at cost and are subsequently carried at cost less accumulated amortization and accumulated impairment losses. These costs are amortized over a period 10 years, which is the shorter of their estimated useful lives and periods of contractual rights.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

1.6 Impairment of Assets

In accordance with AS 28 - 'Impairment of Assets', where there is an indication of impairment of the Company's assets, the carrying amounts of the Company's assets are reviewed at each Balance sheet date to determine whether there is an impairment. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use.

An impairment loss is recognized whenever the carrying amount of the asset or cash generating unit exceeds its recoverable amount. An impairment loss is recognized in the Statement of Profit and Loss or against revaluation surplus where applicable.

Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

1.7 Inventories

Cost of inventory comprises of purchase cost and other costs incurred in bringing the goods to their present location and condition in accordance with AS-2.

Items of inventory are measured at Cost or Net Realizable Value whichever is lower.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

Cost is determined on specific identification basis as under:

1. Components, Stores and Spares – At Cost
2. Trading goods – At Cost.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

1.8 Employee benefits :

(a) Post-employment benefits

(i) Defined contribution plans

The Company has defined contribution plans for post-employment benefits in the form of Provident Fund which are administered through Government of India. Provident Fund contribution classified as defined contribution plans as the Company's contributions to defined contribution plans are charged to the Statement of Profit and Loss as incurred.

(ii) Defined Benefits Plan

The Company's gratuity benefit scheme is a funded defined benefit plan. The Company has administered through group gratuity scheme with Life Insurance Corporation of India. The Company's obligation in respect of gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods and discounting that benefit to determine its present value. The present value is determined based on actuarial valuation at the balance sheet date using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan are based on the market yields on Government securities as at the balance sheet date. Actuarial gains and losses are recognized immediately in the Statement of Profit and Loss.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

1.9 Taxation

Income tax expense comprises current Income Tax and Deferred Tax; and is accounted for in accordance with AS 22 on 'Accounting for Taxes on Income'.

Current Taxes

Current tax is measured at the amount expected to be paid to / recovered from the taxation authorities, using the applicable tax rates and in accordance with the provisions of Indian Income Tax Act, 1961.

Deferred Taxes

The tax effect of the timing differences that result between taxable income and accounting income and are capable of reversal in one or more subsequent periods are recorded as a deferred tax asset or deferred tax liability. Deferred Tax assets and liabilities are measured using the tax rates and the tax laws that have been enacted or substantively enacted at the balance sheet date. The effect of a change in tax rates on deferred tax assets and liabilities is recognized in the period that includes the enactment date.

Deferred Tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in the future, however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is virtual certainty, supported by convincing evidence of recognition of such assets. Deferred Tax assets are reassessed for the appropriateness of their respective carrying values at each balance sheet date.

1.10 Cash Flow Statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future, operating cash receipts or payments and item of income or expenses associated with investing and financing cash flows. The cash flows from operating, Investing and financing activities of the Company are segregated.



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**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

Cash and Cash Equivalents for the purpose of cash flow statement comprise cash on hand and cash at bank including fixed deposit with original maturity period of three months or less and short term highly liquid investments with an original maturity of three months or less.

1.11 Foreign Currency Transactions

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction. Net exchange gain or losses resulting in respect of foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss.

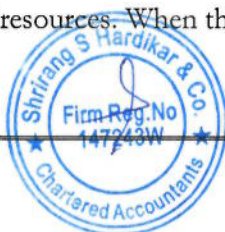
Monetary foreign currencies denominated current assets and current liabilities outstanding at the year-end are translated at the period end exchange rates and the resulting net gain or loss is recognized in the Statement of Profit and Loss.

1.12 Earnings Per Share

The basic earnings per equity share are computed by dividing the net profit attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share, and also the weighted average number of equity shares, which may be issued on the conversion of all dilutive potential shares, unless the results would be anti-dilutive.

1.13 Provisions & Contingencies

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources embodying economic benefits and a reliable estimate can be made of the amount of the obligation. A disclosure for a 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. When there is a possible obligation or a present obligation



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**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

1.14 Investments

Investments are classified as current or long term in accordance with AS 13 on 'Accounting for investments.

Current investments are stated at the lower of cost and fair value. Any reduction in the carrying amount and any reversals of such transactions are charged or credited to the Statement of Profit and Loss.

Long term investments are stated at cost. Provision for diminution is made to recognize a decline, other than temporary, in the value of such investments.

Investments in subsidiaries, joint ventures and associated companies are carried at cost in the Company's balance sheet. On disposal of investments in subsidiaries, joint ventures and associated companies, the difference between disposal proceeds and the carrying amounts of the investments are recognized in the Statement of Profit and Loss.

1.15 Borrowing Costs

Borrowing costs are recognized in Statement of Profit and Loss using the effective interest method except for those costs that are directly attributable to the construction or development of properties and assets under construction. This includes those costs on borrowings acquired specifically for the construction or development of properties and assets under construction, as well as those in relation to general borrowings used to finance the construction or development of properties and assets under constructions.

The actual borrowing costs incurred during the period up to the issuance of the temporary occupation permit less any investment income on temporary investment of these borrowings, are capitalized in the cost of the property under development. Borrowing costs on general



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

borrowings are capitalized by applying a capitalization rate to construction or development expenditures that are financed by general borrowings.

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

Particulars	As at 31st March 2022	As at 31st March 2021
	Rs. in Millions	Rs. in Millions
(i) Contingent Liabilities		
Bank Guarantees	134.89	196.81
Corporate Guarantees Given- Chavare Engeneering Pvt Ltd	160.00	160.00
Corporate Guarantees Given- Hindustan Waste Treatment Pvt Ltd	NIL	NIL
Sub-total	294.89	356.81
(ii) Capital commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for	NIL	NIL
Sub-total	NIL	NIL
Total	294.89	356.81



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

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

25. Payment to Auditor

Sr. No.	Particulars	For the year 31st March, 2022 (Rs. in Millions)	For the year 31st March, 2021 (Rs. in Millions)
(i)	As auditor		
	- For Statutory Audit	0.40	0.40
	- For Tax Audit	0.05	0.05
	Total	0.45	0.45

26. Earnings Per Share:

Basic and diluted earnings per share is calculated by dividing the net profit/ loss for the year attributable to equity shareholders (net profit/ loss for the year less dividends on preference shares and dividend tax thereon) by the weighted average number of equity shares outstanding during the year.

The calculation of basic and diluted earnings per share is based on the earnings and numbers of shares as computed below:

Particulars		For the year 31st March, 2022 (Rs. in Millions)	For the year 31st March, 2021 (Rs. in Millions)
Profit attributable to equity shareholders	A	834.09	265.13
Weighted average number of equity shares outstanding during the year			
- Basic	B	60,00,000	60,00,000
- Diluted	C	60,00,000	60,00,000



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

Earnings Per Share (Rs. in INR)			
- Basic	A/B	139.01	44.19
- Diluted	A/C	139.01	44.19
Nominal Value of Shares (Rs. in INR)		10.00	10.00

27. Dues to Small Scale, Micro & Medium Enterprises:

There are Micro, Small and Medium Enterprises, to whom the Company owes dues. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company and has been relied upon by the statutory auditors of the Company.

28. Retirement benefit Plans

(i) Defined Contribution Plan

The Company makes contributions towards provident fund to a defined contribution retirement benefit plan for qualifying employees. The provident fund plan is administered by Regional Provident Fund Commissioners. Eligible employees received benefits from the said provident fund plan. The Company recognised Rs. 2.29 Million (Previous year Rs. 2.35 Million) for provident & other funds contributions in the Statement of profit and loss.

(ii) Defined Benefit Plan

Company makes annual contribution to the Employee's Group Gratuity Assurance Scheme, administered by the Life Insurance Corporation of India ('LIC'), a funded defined benefit plan for qualifying employees. The scheme provides for lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to fifteen days salary payable for each completed year of service or part thereof in excess of six



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

months. Vesting occurs on completion of five years of service or immediately in case of death while in service.

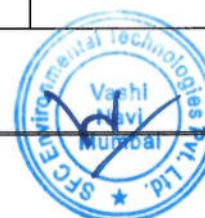
The following table sets out the status of the gratuity plan for the year ended March 31, 2022 as required under AS 15 (Revised)

A. Assumptions at the Valuation Date

Particulars	As at 31st March, 2022 (Rs in Millions)	As at 31st March, 2021 (Rs in Millions)
Discount rate	7.00%	7.25%
Salary Escalation	5%	5%
Attrition Rate (%)	2%	2%
Mortality Table	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate
Retirement age	60 years	60 years
Expected return on plan assets	8.75%	8.75%

B. Change in the Present Value of Defined Benefit Obligation

Particulars	As at 31st March, 2022 (Rs. in Millions)	As at 31st March, 2021 (Rs. in Millions)
Present value of obligations as at beginning of year	20.47	17.72
Interest Cost	1.43	1.28
Current Service Cost	1.70	1.69
Benefits Paid	(0.63)	(0.13)
Actuarial (gain)/ loss on obligations	1.27	(0.09)
Present value of obligations as at end of year	24.24	20.47



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

C. Change in the fair value of plan assets

Particulars	As at 31st March, 2022 (Rs. in Millions)	As at 31st March, 2021 (Rs. in Millions)
Fair value of plan assets at beginning of year	20.55	16.86
Expected return on plan assets	1.54	1.39
Contributions	1.00	2.43
Benefits Paid	(0.63)	(0.13)
Actuarial gain/(loss) on Plan assets	NIL	NIL
Fair value of plan assets at the end of year	22.46	20.55

D. Amount Recognized in the Balance Sheet:

Particulars	As at 31st March, 2022 (Rs. in Millions)	As at 31st March, 2021 (Rs. in Millions)
Present value of obligations as at the end of year	24.24	20.47
Fair value of plan assets at beginning of year	22.46	20.55
Funded status	NIL	NIL
Net asset/(liability) recognized in balance sheet	(1.79)	0.08



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

E. Expenses Recognized in the Statement of Profit & Loss:

Particulars	For the year ended 31st March, 2022 (Rs. in Millions)	For the year ended 31st March, 2021 (Rs. in Millions)
Current Service Cost	1.70	1.69
Interest Cost	1.43	1.28
Expected Return on Plan Assets	(1.54)	(1.39)
Net Actuarial (gain)/ loss recognized in the year	1.27	(0.09)
Expenses recognized in statement of Profit and loss	2.87	1.50

Expected rate of return on plan assets is based on expectation of the average long term rate of return expected to prevail over the estimated term of the obligation on the type of the investments assumed to be held by LIC, since the fund is managed by LIC.

The estimates of future salary increases, considered in actuarial valuation, takes into account the inflation, seniority, promotions and other relevant factors.

The information on Experience Adjustments has not been provided as the same is not being disclosed by actuary i.e. Life Insurance Corporation of India in its valuation reports.

29. Segment Reporting:

The Company is engaged in the business of Supplying core equipment in sewage treatment plant and Solid Waste Management. This in the context of Accounting Standard (AS 17) "Segment Reporting", notified under the Companies (Accounting Standard) Rules, 2006, constitutes both primary business segment and reportable segment.



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

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

Particulars	C-Tech Business Amount (Rs. in Millions)	Solid Waste Management Project Amount (Rs. in Millions)	TOTAL Amount (Rs. in Millions)
Supply of Traded Goods	2,941.90		2,941.90
Supply of Services	99.72	843.85	943.57
Revenue from Operations	3,041.62	843.85	3,885.47
Less: Cost of Goods Sold			
Opening Stock	105.78	-	105.78
Add: Purchases	1,605.86	752.62	2,358.49
Less: Closing Stock of Goods Sold	104.13	103.51	207.64
Cost of Goods Sold	1,607.51	649.11	2,256.62
Less: Direct Expenses	77.67	15.52	93.19
Gross Profit	1,356.44	179.23	1,535.66

With respect to Geographical segment the Company operates in one single Geography i.e. India.

30. Related Party Transactions:

A. Name of Related Parties where control exist:

Sr. No.	Name of the party	Nature of relationship
1.	Sandeep Asolkar	Managing Director
2.	Aparna Kapoor	Director up to 10 th November, 2021
3.	Sandeep Parab	Director
4.	Veera Venkata Satyanarayana Yannamani	Director
5.	Sarvesh Garg	Director
6.	Enviropro Water Tech Pvt. Ltd.	Holding Company
7.	SFC Umwelttechnik GmbH	Subsidiary Company



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SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

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

8.	Chavare Engineering Pvt. Ltd.	Subsidiary Company
9.	Navitas Waste Treatment Pvt. Ltd.	Wholly Owned Subsidiary Company
10.	Hindustan Waste Treatment Pvt. Ltd.	Associate Company
11.	Intergeo Solid Waste Management Pvt. Ltd.	Wholly Owned Subsidiary Company
12.	Vasudha Waste Treatment Pvt. Ltd.	Subsidiary Company
13.	Crest IT Consulting Pvt. Ltd.	Company where there is one Common Director up to 10 th November 2021

B. Names of related parties where there were transactions during the year:

Sr. No.	Name of the party	Nature of relationship
1.	Sandeep Asolkar	Managing Director
2.	Aparna Kapoor	Director up to 10 th November 2021
3.	Sandeep Parab	Director
4.	Veera Venkata Satyanarayana Yannamani	Director
5.	Sarvesh Garg	Director
6.	Chavare Engineering Pvt. Ltd.	Subsidiary Company
7.	Navitas Waste Treatment Pvt. Ltd.	Wholly Owned Subsidiary Company
8.	Hindustan Waste Treatment Pvt. Ltd.	Associate Company
9.	Vasudha Waste Treatment Pvt. Ltd.	Subsidiary Company
10.	Crest IT Consulting Pvt. Ltd.	Company where there is one Common Director up to 10 th November 2021



C. Details of transactions with related party during the year:



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

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

Sr. No.	Name	Nature of Transaction	For the year ended 31st March, 2022 (Rs. in Millions)	For the year ended 31st March, 2021 (Rs. in Millions)
1	Sandeep Asolkar	Directors Remuneration and Incentives	34.82	74.67
		Dividend	NIL	NIL
2	Aparna Kapoor	Directors Remuneration and Incentives up to 10 th November 2021	8.68	33.60
		Dividend	NIL	NIL
3	Sandeep Parab	Directors Remuneration and Incentives	11.86	30.33
4	Y V V Satyanarayana	Directors Remuneration and Incentives	10.8	27.28
5	Sarvesh Garg	Directors Remuneration and Incentives	11.14	27.29
6	Enviropro Water Tech Pvt. Ltd.	Dividend	NIL	NIL
7	Chavare Engineering Pvt. Ltd.	Purchases of Material at Gross	88.56	15.92
		Professional Fees	0.05	NIL
		Dividend Received	NIL	3.06
8	Navitas Waste Treatment Pvt. Ltd.	Loan Given to Navitas	170.50	104.59
		Repayment received	90.50	105.70
		Rent Received (Gross)	0.21	0.21
9	Hindustan Waste Treatment Pvt. Ltd.	Gross Sales	174.93	NIL
		Gross Services provided	19.82	37.87



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

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

		Reimbursement of Expenses	1.50	NIL
		Sale of Car	0.60	NIL
10	Crest IT Consulting Pvt. Ltd.	Purchase of Service & Material up to 10 th November 2021	2.46	1.86
		Purchase of Assets up to 10 th November 2021	0.04	0.13
11	Vasudha Waste Treatment Pvt. Ltd.	Advance received for supply of service	NIL	152.28
		Supply of Service	950.95	NIL
		Loan given to Vasudha	313.91	116.09
		Interest on Loan	21.37	5.63
		Sale of Car	0.47	NIL

D. Details of balances with related party as at the period end 31st March 2022:

Sr. No.	Name	As at 31st March, 2022 (Rs. in Millions)	As at 31st March, 2021 (Rs. in Millions)
1	Chavare Engineering Pvt. Ltd.	8.41	3.20
2	Navitas Waste Treatment Pvt. Ltd.- Loan Account	266.29	186.29
3	Navitas Waste Treatment Pvt. Ltd.- Interest Receivable	35.28	35.28
4	Hindustan Waste Treatment Pvt. Ltd.	41.78	35.47
5	Vasudha Waste Treatment Pvt. Ltd.- Loan Account	454.44	116.09
6	Vasudha Waste Treatment Pvt. Ltd.- Interest	NIL	5.21



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

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

	Receivable		
7	Vasudha Waste Treatment Pvt. Ltd.- Advance received for supply of service	NIL	152.28
8	Vasudha Waste Treatment Pvt. Ltd.- Debtors	NIL	NIL

31. The details of derivative instruments and foreign currency exposures are as under:

A. The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are as given below:

Particulars	As At March 31st, 2022		As At March 31st, 2021	
	USD in Millions	EURO in Millions	USD in Millions	EURO in Millions
Trade Payables	4.31	0.05	1.97	0.07
Buyers Credit	Nil	Nil	Nil	Nil
Receivables	2.88	Nil	Nil	Nil

B. The Company entered into forward cover transaction to hedge the foreign currency risk in respect of import. The following is the Outstanding Foreign Exchange Contract entered into by the Company as on March 31, 2022.

Currency	Buy/Sell	Cross Currency	As At March 31, 2022
			Amount in Foreign Currency (Millions)
USD	Buy	INR	1.47
EUR	Buy	INR	0.21

32. Additional Information pursuant to Para II of the Schedule III to the Companies Act, 2013.



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

A. Expenditure in Foreign Currency

Particulars	For the year	For the year
	March 31st,2022	March 31st,2021
	(Rs. in Millions)	(Rs. in Millions)
Inspection Fees	1.82	2.43
Renewal Fees Patents (Revenue Expenditure)	0.10	NIL
Computer Expenses	NIL	0.12
Professional Fees	23.47	0.06
Travelling Expenses	1.47	NIL
Hotel Lodging & Boarding	0.44	NIL
Guest House Expenses	0.34	NIL
Membership Fees	0.03	NIL
Import Purchases	1,132.77	516.13

B. Earnings in Foreign Currencies

Particulars	For the year	For the year
	March 31st,2022	March 31st,2021
	(Rs.)	(Rs.)
Earnings in Foreign Exchange: (Reimbursement of Expenses)	Nil	Nil
Earnings in Foreign Exchange: (Export of Goods)	364.93	Nil
Earnings in Foreign Exchange: (Royalty Fees)	Nil	Nil



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

33. As per provisions of the Companies Act, 2013 the Company was required to spend Rs. 7.39 Million on CSR activities during the preceding year. The Company had incurred expenditure relating to CSR activities amounting to Rs. 7.40 Million and the same is reflected in Other Expenses in Note.
34. The company hold all the immovable property in its name
35. The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
36. The company has not granted any amount in the form of loans or Advances to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person other than that mentioned in related party transactions.
37. There is no Capital-Work-in Progress (CWIP) as at year ended 31st March 2022 and hence no ageing schedule is applicable.
38. There is no Intangible assets under development as at year ended 31st March 2022 and hence no ageing schedule is applicable.
39. The Company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
40. The Company has availed working capital loans and hence filed the reconciliation of quarterly returns or statements of current assets with banks or financial institutions and such returns are in agreement with books of accounts.
41. The company is not declared as willful defaulter by any bank or financial institution (as defined under the Companies Act,2013) or consortium thereof or any other lender in accordance with RBI guidelines.
42. Utilization of Borrowed funds and share premium:
- (i) The Company has loaned to its wholly owned subsidiary (Intermediary) with the understanding that the subsidiary shall lend in its associate company (Ultimate Beneficiaries) in any manner whatsoever by or on behalf of the company. The details of which are as follows:.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

Details of Funds advanced to Intermediary:

Date	Intermediary	Relationship	Amount Received
24.03.2022	Navitas Waste Treatment Pvt. Ltd. Address: 21 st Floor, The Ambience court, Sector 19D, Vashi, Navi Mumbai. CIN: U37100MH2014PTC256611	Wholly Owned Subsidiary	800,000.00

Details of Funds further loaned to Ultimate Beneficiaries:

Date	Ultimate Beneficiaries	Relationship	Amount further loaned
24.03.2022	Hindustan Waste Treatment Pvt. Ltd. Address: 101, SMC Square, 441 Khopat, LBS Marg, Thane (West) Thane CIN: U90000MH2014PTC255305	Associates Company	800,000.00

In view of the multiplicity of transactions in the nature of receipts and payments which have been entered into during the year, we have disclosed Net amount loaned on the last day of the transaction entered.

The relevant provisions of the Companies Act, 2013 has been complied with for such transactions and the transactions are not violative of the Prevention of Money-Laundering Act, 2002 (15 of 2003).

- (ii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party)
43. The Company does not have any transactions with struck-off Companies under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
44. The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
45. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
46. The Company has not entered into any Scheme(s) of Arrangements in terms of sections 230 to 237 of the Companies Act, 2013.
47. The Company does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the year (previous year) in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
MARCH 31, 2022**

48. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
49. Previous year figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/disclosure.

As per our attached report of even date

For Shrirang S. Hardikar & Co.

Chartered Accountants

FRN: 147243W




Shrirang S. Hardikar

Proprietor

Membership No. 144708

Place: Navi Mumbai

Date: 25th Nov,2022

For and on behalf of Board of Directors

SFC Environmental Technologies Private Limited





Sandeep Asolkar

Veera Venkata

Satyanarayana Yannamani

Director

DIN: 00097828

Director

DIN: 02064547



SHRIRANG S. HARDIKAR & CO.

CHARTERED ACCOUNTANTS

M.No. +91 98676 96332 Email id: shriranghardikar@gmail.com

Independent Auditor's Report

To the Members of SFC Environmental Technologies Private Limited

Report on the Audit of Consolidated Financial Statements

Opinion

I have audited the accompanying Consolidated Financial Statements of **SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED ("the Holding Company")** and its subsidiaries, (The holding company and its subsidiary collectively referred to as "**the Group**") which comprise the Consolidated Balance Sheet as at March 31, 2022, the Consolidated Statement of Profit and Loss, and Consolidated statement of cash flows for the year then ended, and notes to Consolidated Financial Statements, including a summary of significant accounting policies (herein referred to as "the consolidated financial statements").

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid Consolidated Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including Accounting Standards prescribed under Section 133 of the Companies Act, 2013, of the Consolidated State of Affairs of the Group as at March 31, 2022, their Consolidated profit, and their Consolidated cash flows for the year ended on that date.

Basis for Opinion

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of my report. I am independent of the Group 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 my audit of the Consolidated Financial Statements under the provisions of the Companies Act, 2013 and the Rules there under, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained and the audit evidence obtained by the other auditor in terms of his report referred to in Other Information paragraph below, is sufficient and appropriate to provide a basis for my audit opinion.

Other Information

- (a) I did not audit the financial statements of a subsidiary (Intergeo Solid Waste Management Private Limited), whose financial statements reflect total assets (net) of Rs. 53.25 million as at 31st March, 2022, total income of Rs. 2.57 million for the year ended on that date, as considered in the consolidated financial statements.

102, Rajmangal Yog, At Post: Apta, Ram Mandir Road, Tal: Panvel, Dist: Raigad



- (b) I did not audit the financial statements of a subsidiary (Chavare Engineering Private Limited), whose financial statements reflect total assets (net) of Rs. 418.89 million as at 31st March, 2022, total income of Rs. 608.99 million for the year ended on that date, as considered in the consolidated financial statements.
- (c) I did not audit the financial statements of a subsidiary (Vasudha Waste Treatment Private Limited), whose financial statements reflect total assets (net) of Rs. 421.32 million as at 31st March, 2022, total income of Rs. 870.33 million for the year ended on that date, as considered in the consolidated financial statements.
- (d) The consolidated financial statements also include the share of net profit amounting to Rs. 27.59 million for the year ended 31st March, 2022, as considered in the consolidated financial statements, in respect of an associate company (Hindustan Waste Treatment Private Limited) , whose financial statements have not been audited by me.

These financial statements have been audited by other auditors whose reports have been furnished to me by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and associates, is based solely on the reports of the other auditors.

- (e) I did not audit the financial statements of a foreign subsidiary (SFC Umwelttechnik GmbH) as considered in the consolidated financial statements.

These financial statements are unaudited and have been furnished to me by the Management and my opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates, and my report in terms of sub-sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid subsidiaries and associates, is based solely on such unaudited financial statements. In my opinion and according to the information and explanations given to me by the Management, these financial statements are not material to the Group.

My opinion on the Consolidated Financial Statements and my report on Other Legal and Regulatory Requirements above are not modified in respect of the above matters with respect to my reliance on the work done and the reports of the other auditor.

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the Consolidated Financial Statements and my auditors' report thereon.

My opinion on the Consolidated Financial Statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the Consolidated Financial Statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information; I am required to report that fact. I have nothing to report in this regard.



Responsibility of Management for the Consolidated Financial Statements

The Holding 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 Consolidated 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. The respective Board of Directors of the companies included in the group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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, which have been used for the purpose of preparation of the consolidated Financial Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the Group's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the Consolidated 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 my 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 consolidated financial statements.

As part of an audit in accordance with SA's, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the Consolidated 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 my 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, I



am also responsible for expressing my 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 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 Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. For the subsidiary included in the consolidated financial statements, which have been audited by other auditor, such other auditor remains responsible for the direction, supervision and performance of the audits carried out by him. I remain solely responsible for my audit opinion.

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

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, I report that:
 - a. I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit of the aforesaid consolidated financial statements.
 - b. In my opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from my examination of those books and the reports of the other auditors.
 - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the



relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

- d. In my opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- e. On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2022 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, associate companies and jointly controlled companies incorporated in India, none of the directors of the Group companies, its associate companies and jointly controlled companies incorporated in India is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to my separate report in Annexure A which is based on the auditors' reports of the Company and its subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting of those companies.
- 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 Auditor's) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me:
 - i. There were no pending litigations which would impact the consolidated financial position of the Group.
 - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. a. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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



the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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

v. There is no dividend declared and paid by the Company in the previous year.

2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiaries included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For Shrirang S. Hardikar & Co.
Chartered Accountants
FRN: 147243W




Shrirang S. Hardikar
(Proprietor)
Membership No.: 144708

Place: Navi Mumbai

Date: 07th Dec, 2022

UDIN: 23144708BGVSEI7516

**ANNEXURE- "A" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE
CONSOLIDATED FINANCIAL STATEMENTS OF SFC ENVIRONMENTAL TECHNOLOGIES
PRIVATE LIMITED**

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of
the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of the Company as on and for the year ended March 31, 2022, I have audited the internal financial controls over financial reporting of **SFC Environmental Technologies Private Limited ("the Company")** and its subsidiary companies, which are Companies incorporated in India, as of that date (The holding company and its subsidiary collectively referred to as "**the Group**").

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

My responsibility is to express an opinion on the internal financial controls over financial reporting of the Company and its subsidiary companies, which are companies incorporated in India, based on my audit. I conducted my 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 ICAI. Those Standards and the Guidance Note require that I 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.



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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the internal financial controls system over financial reporting of the Company and its subsidiary companies, which are companies incorporated in India.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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



Opinion

In my opinion, to the best of my information and according to the explanations given to me, the parent Company and its subsidiary companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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 Shrirang S. Hardikar & Co.
Chartered Accountants
FRN: 147243W




Shrirang S. Hardikar
(Proprietor)
Membership No.: 144708

Place: Navi Mumbai
Date: 7/12/2022
UDIN: 23144708BGVSEI7516

SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

Reg. Office Address: 21st Floor, The Ambience Court, Sector 19D, Plot No. 2, Vashi, Navi Mumbai, Maharashtra- 400705

CIN: U90000MH2005PTC152235

Consolidated Balance Sheet as at 31 March 2022

(Currency : Indian Rupees in Million)

Particulars	Note No.	March 31, 2022	March 31, 2021
I. EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	1	60.00	60.00
(b) Reserves and Surplus	2	3,277.76	2,438.64
2 Minority Interest		83.63	92.42
3 Non-Current Liabilities			
(a) Other Long-Term Borrowings	3	6.54	5.55
(b) Deferred Tax Liabilities (Net)	4	2.23	2.29
(c) Long Term Provisions	5	86.43	62.69
3 Current Liabilities			
(a) Short-Term Borrowings	6	472.58	226.30
(b) Trade Payables	7	840.55	700.35
(c) Other Current Liabilities	8	203.99	547.74
(d) Short-Term Provisions	9	63.29	46.28
TOTAL		5,096.99	4,182.25
II. ASSETS			
1 Non-Current Assets			
(a) Fixed Asset	10		
(i) Property, Plant and Equipments		301.62	306.64
(ii) Intangible Assets		0.65	0.85
(iii) Goodwill on Consolidation		28.08	28.08
(b) Non-Current Investments	11	760.67	678.35
(c) Deferred tax assets (net)	4		
(e) Long-Term Loans and Advances	12	48.75	41.27
(d) Other Non Current Assets	13	13.57	19.05
2 Current Assets			
(a) Inventories	14	496.73	310.42
(b) Inventory WIP			93.65
(c) Trade Receivables	15	1,758.57	1,138.28
(d) Cash and Cash Equivalents	16	1,294.08	1,376.19
(e) Short-Term Loans and Advances	17	262.88	133.18
(e) Other Current Assets	18	131.38	56.29
TOTAL		5,096.99	4,182.25

See accompanying Notes forming part of the Financial Statements

As per our attached report of even date

For Shrirang S. Hardikar & Co.
Chartered Accountants
FRN 147243W

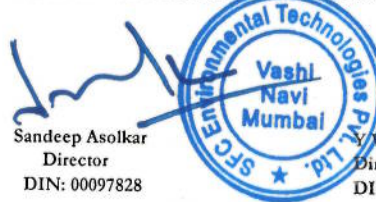


Shrirang S. Hardikar
Proprietor
Membership No. 144708

Place: Navi Mumbai
Date: 07/12/2022

For and on behalf of Board of Directors
SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

Sandeep Asolkar
Director
DIN: 00097828



V V Satyanarayana
Director
DIN: 02064547

SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED
 Reg. Office Address: 21st Floor, The Ambience Court, Sector 19D, Plot No. 2, Vashi, Navi Mumbai, Maharashtra- 400705
 CIN: U90000MH2005PTC152235

Consolidated Statement of Profit and loss for the year ended 31 March 2022

(Currency : Indian Rupees in Million)

Particulars	Note No.	March 31, 2022	March 31, 2021
I Revenue From Operations	19	4,841.48	2,694.43
II Other Income	20	145.27	115.77
III Total Revenue (I + II)		4,986.75	2,810.21
Expenses:			
(a) Purchases of Stock-in-Trade	21	3,116.04	1,817.51
(b) Changes in Inventories of Stock-in-Trade	22	-261.86	-126.88
(c) Employee Benefit Expenses	23	429.11	356.11
(d) Finance Cost	24	29.88	24.12
(e) Depreciation and Amortization Expenses	10	32.12	32.45
(f) Other Operating Expenses	25	546.57	351.25
IV Total Expenses		3,891.86	2,454.56
V Profit Before Tax (III- IV)		1,094.89	355.65
VI Tax Expense:			
(a) Current Tax		288.58	96.25
(b) Deferred Tax		2.99	-0.84
		291.56	95.41
Profit after tax (before adjustment of profit/loss of associate and minority interest)		803.33	260.24
VIII Adjustment for share of Profit / (Loss) of Associate and Minority Interest			
Add: Share of Profit of Associate		27.59	57.48
Less: Share of Profit of Minority Interest		-8.19	0.57
VII Profit For The Year (V-VI)		839.11	317.15
VIII Earnings Per Equity Share:			
Face Value Of Rs. 10/- Each			
(1) Basic		139.85	52.86
(2) Diluted		139.85	52.86

See accompanying Notes forming part of the Financial Statements

As per our attached report of even date

For Shirang S. Hardikar & Co.
 Chartered Accountants
 FRN 147243W

Shrirang S. Hardikar
 Shirrang S. Hardikar
 Proprietor
 Membership No. 144708



Place: Navi Mumbai
 Date: 07/12/2022

For and on behalf of Board of Directors
 SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

Sandeep Asolkar
 Sandeep Asolkar
 Director
 DIN: 00097828



Y. V. Satyanarayana
 Y. V. Satyanarayana
 Director
 DIN: 02064547

SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

Reg. Office Address: 21st Floor, The Ambience Court, Sector 19D, Plot No. 2, Vashi, Navi Mumbai, Maharashtra- 400705
CIN: U90000MH2005PTC152235

Consolidated Statement of Cash Flows for the year ended March 31, 2022

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
	Rs.	Rs.
A. CASH FLOWS FROM OPERATING ACTIVITIES:		
1. Profit Before Tax	1,094.89	355.65
Add / (Less) : Adjustment For		
Depreciation	32.12	32.45
Interest Expenses	29.88	24.12
Foreign Exchange Loss/(Gain)	51.70	7.77
Bad Debts Written Off	27.75	2.58
Dividend Received	-	-
Profit On Sales Of Investments	-25.17	-2.44
Sundry Balances written back	-	-2.79
Interest Income	-61.62	-76.25
Transfer from General reserve	-	-0.24
Provisions	-	56.44
Discount allowed/Investment written off	-0.02	0.29
Profit of associate Company	-	-
Profit of Subsidiary Company	-	-
Adjustment on account of profit/previous cash flows	-44.85	-5.58
Profit/Loss On Sales Of Asset	-10.64	0.00
2. Operating Profit Before Working Capital Changes	1,183.73	392.01
Changes In Working Capital :		
Decrease/(Increase) In Inventories	-186.31	-29.09
Decrease/(Increase) In Inventory WIP	-	-93.65
Decrease/(Increase) In Trade Receivables	-620.29	-306.65
Decrease/(Increase) In Loans And Advances	-129.69	-95.27
Decrease/(Increase) In Other Current Assets	-75.09	-1.65
(Decrease)/Increase In Short Term Borrowings	246.28	-566.08
(Decrease)/Increase In Trade Payables	140.20	302.48
(Decrease)/Increase In Provisions	17.00	-40.03
(Decrease)/Increase In Liabilities	-343.75	190.31
Cash Generated From Operations	232.07	-247.63
Direct Taxes Paid	288.58	96.25
Currency alignment on translation difference on conversion of Non- Integral Foreign Subsidiary	-	-
Net Cash Provided From Operating Activities	-56.50	-343.88
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	-29.96	-19.11
Proceeds from sale of fixed assets	13.70	0.84
Deposits (made)/redeemed	-7.69	20.33
Other Loans and Advances	-0.83	3.44
Other non-current Assets	4.79	0.63
Dividend Received	-	-
Interest received	61.62	76.25
Purchase of Subsidiary	-	-7.61
Sale/(Purchase) of Investment	-29.57	-143.21
Net cash used in Investing Activities	12.08	-68.44
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Interest Paid	-29.88	-24.12
Dividend Paid	-	-3.06
Dividend Distribution Tax Paid	-	-
Repayment Of Term Loan	0.99	-0.24
Change in Minority Interest	-8.80	-0.79
Net Cash Used In Financing Activities	-37.69	-28.21



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

Reg. Office Address: 21st Floor, The Ambience Court, Sector 19D, Plot No. 2, Vashi, Navi Mumbai, Maharashtra- 400705
CIN: U90000MH2005PTC152235

Consolidated Statement of Cash Flows for the year ended March 31, 2022

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
	Rs.	Rs.
Net Decrease In Cash And Cash Equivalents	-82.11	-440.52
Cash And Cash Equivalent, Beginning Of Year	1,376.19	1,816.71
Cash And Cash Equivalent, End Of Year	1,294.08	1,376.19

Notes:

The above Cash Flow Statement has been prepared under the "Indirect Method" set out in Accounting Standard (AS-3) "Cash Flow Statements" notified under the Companies (Accounting Standard) Rules, 2006

As per our attached report of even date

For Shrirang S. Hardikar & Co.
Chartered Accountants
FRN 147243W

Shrirang S. Hardikar
Shrirang S. Hardikar
Proprietor
Membership No. 144708



For and on behalf of Board of Directors
SFC ENVIRONMENTAL TECHNOLOGIES
PRIVATE LIMITED



Sandeep Asolkar
Sandeep Asolkar
Director
DIN: 00097828

Y V V Satyanarayana
Y V V Satyanarayana
Director
DIN: 02064547

Place: Navi Mumbai
Date: 07/12/2022

SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

CIN: U90000MH2005PTC152235

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2022

(Currency : Indian Rupees in Million)

1.0 Disclosure pursuant to Note no. 6(A)(a,b & c) of Part I of Schedule III to the Companies Act, 2013

Share Capital	As at 31 March 2022		As at 31 March 2021	
	Number	Rs.	Number	Rs.
Authorised				
Equity Shares of Rs.10/- each	60,00,000	60.00	60,00,000	60.00
Issued Subscribed & fully Paid up				
Equity Shares of Rs.10/- each fully paid	60,00,000	60.00	60,00,000	60.00
Total	60,00,000	60.00	60,00,000	60.00

1.1 Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule III to the Companies Act, 2013

Particulars	Equity Shares		Equity Shares	
	As at 31 March 2022		As at 31 March 2021	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	60,00,000	60.00	60,00,000	60.00
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Any other movement (please specify)	-	-	-	-
Shares outstanding at the end of the year	60,00,000	60.00	60,00,000	60.00

1.2 Disclosure pursuant to Note no. 6(A)(e) of Part I of Schedule III to the Companies Act, 2013

- Right to receive dividend as may be approved by the Board of Directors / Annual General Meeting.

1.3 Disclosure pursuant to Note no. 6(A)(f) of Part I of Schedule III to the Companies Act, 2013

(i) Equity shares held by its holding company:

Particulars	As at 31 March 2022		As at 31 March 2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Enviropro Water Tech Pvt. Ltd. - Holding Company	48,00,000	80%	48,00,000	80%

Disclosure pursuant to Note no. 6(A)(g) of Part I of Schedule III to the Companies Act, 2013

(ii) Details of equity shares held by each shareholder holding more than 5% shares:

Name of Shareholder	Equity Shares		Equity Shares	
	As at 31 March 2022		As at 31 March 2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Enviropro Water Tech Pvt. Ltd.	48,00,000	80%	48,00,000	80%
Aparna Kapoor	3,00,000	5%	3,00,000	5%
Sandeep Asolkar	9,00,000	15%	9,00,000	15%



Note No.2

Reserves & Surplus	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
(a) Securities Premium Account		
Opening balance	11.60	11.60
Add: Current year Transfers	-	-
Closing Balance	11.60	11.60
(b) General Reserves		
Opening balance	55.17	55.41
Add: Current year Transfers	-	-0.24
Closing Balance	55.17	55.17
(c) Surplus in Statement of Profit and Loss		
Opening balance	2,341.73	2,032.47
Add: Profit for the year	839.11	317.15
Less: Dividend Paid	-	3.06
Add: Profit & Loss Appropriation	0.26	-
Less: MVAT Refund FY 2013-14 Written-off	-0.01	-
Less : Short Provision	-	4.83
Closing Balance	3,180.85	2,341.73
(d) Unappropriated capital reserve	21.37	21.37
(e) Foreign Exchange Fluctuation Reserve	8.77	8.77
(f) Capital Reserve	-	-
Total	3,277.76	2,438.64

Note No.3

Long Term Borrowings	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Secured		
Term Loan		
From Banks	-	1.65
From Others		
Unsecured		
Term Loan		
From Related Parties	5.90	3.90
From Others	0.64	-
Total	6.54	5.55

Note No.4

Deferred Tax	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Opening Deferred Tax Liability	2.29	2.71
Deferred Tax Liability/(Asset) on account of:	-0.05	0.05
	-	-0.47
Net Deferred Tax Liability	2.23	2.29



Note No.5

Long Term Provisions	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
(a) Provision for Employee benefits	-	-
(b) Provision for severance payments	8.41	8.33
(c) Provision for Taxation	0.12	0.21
(d) Other Provisions	34.75	31.79
(e) Provision for Overtime	2.84	2.38
(f) Provision for not consumption vacations	14.15	13.72
(g) Provision for law and consulting cost	0.55	0.56
(h) Provision for external services	25.62	5.71
Total	86.43	62.69

Note No.6

Short Term Borrowings	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Secured		
Loans repayable on demand		
From banks (including Overdrafts & Buyer's Credit)	472.58	226.30
Unsecured		
From Others	-	-
Total	472.58	226.30

Note No.7

Trade Payables	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Acceptances		
Other than Acceptances		
Total outstanding due to:		
- Micro, Small Enterprises	129.74	133.28
- Others	710.81	567.07
Total	840.55	700.35

Note No.8

Other Current Liabilities	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
(a) Interest Accrued but not due on Borrowings		
(b) Advance received from Customers	112.26	232.47
(c) Other Payables	10.38	13.06
Statutory Liabilities (includes Professional Tax, Tax Deducted at Source, etc)	74.12	126.26
GST Payable	-7.20	6.75
- Expenses Payable to Employees	6.66	1.78
(d) Provisions for Expenses	2.38	156.36
(e) Interest provision to GWMC	-	3.82
(f) Transitory item-Other deferred Item	1.83	2.74
(g) Social Security	3.56	-
(h) Advance received from sale of assets	-	4.50
Total	203.99	547.74



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Note No.9

Short Term Provisions	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Provisions for Income Tax	57.59	46.01
OTHERS	5.70	0.28
Total	63.29	46.28

Note No.11

Non-Current Investments	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Trade Investments (Unquoted, At Cost, Fully Paid)	-	-
Investment in Equity Shares	-	-
<u>In Subsidiary Companies:</u>		
1,91,29,600 Equity Shares of Rs.10/- each of Hindustan Waste Treatment Pvt. Ltd.	276.36	248.78
Participating interest to interconnection Companies	0.23	0.23
Participating interests	0.00	0.00
Investment Properties		
Puranik Abitante	9.08	28.70
Godrej- The Tress	164.46	214.18
Godrej Serinity-401	71.23	71.23
Leena Heritage	22.74	24.70
Other Investment:		
Investment in Mutual Funds	190.50	-
Investment in Hidaway Hospitality	-	64.47
Other Investment		
Investment in JV Endress Hauser & CEPL	0.32	0.32
Investment in JV Gharpure Engg & CEPL	0.02	0.02
Shares of Abhinav Sahakar Bank Ltd	0.61	0.61
Securities for Provision (Severance Payments)	25.12	25.12
Total	760.67	678.35

Note No.12

Long Term Loans and Advances	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Unsecured, considered good		
(a) Security Deposits	47.93	40.24
(b) Other Loans and Advances	0.83	-
Unsecured, Considered good*	-	1.03
(c) Loan given to subsidiary companies	-0.00	-
Total	48.75	41.27



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Note No.13

Other Non Current Assets	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Unsecured Considered Good		
a) Retention	10.70	11.14
b) MVAT Refund	2.45	7.63
(c) Balance with Revenue Authorities	0.43	0.28
Total	13.57	19.05

Note No.14

Inventories	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Stock-in-trade (At lower of Cost and Net Realisable Value)	478.69	151.43
Un-Billed Services	18.04	52.54
Raw Material	-	74.35
Work-in-progress	-	32.10
Total	496.73	310.42

Note No.15

Trade Receivables	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Unsecured, considered good	1,197.33	-
Trade Receivables Trade Receivables outstanding for a period exceeding Six months from the date they were due for payment	269.60	279.05
Other Trade Receivables	291.65	859.23
Total	1,758.57	1,138.28

Note No.16

Cash and Cash Equivalents	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Cash in Hand	0.65	0.50
Balances with banks		
In Current Accounts	207.48	224.56
In Deposit Accounts	1,083.70	1,151.04
In Dividend Distribution Accounts	0.02	0.00
In Unicredit Accounts	0.02	0.05
In Accounts Separato	0.68	0.00
In Saving Book	1.52	0.04
Total	1,294.08	1,376.19



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Note No.17

Short Term Loans and Advances	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Unsecured, Considered good		
(a) Loans & Advances to Employees	4.48	0.07
(b) Prepaid Expenses	5.78	4.82
(c) Balance With Revenue Authorities	-	6.62
(d) Advances given to the Creditors	165.94	121.54
(e) Loans & Advances to Related Parties	80.00	-
(f) Advance to Others	6.68	0.14
Total	262.88	133.18

Note No.18

Other Current Asset	As at 31 March 2022	As at 31 March 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
(a) Advance Income Tax	39.05	52.54
(b) Others	0.34	1.03
(c) GST - Input Credit	32.28	0.86
(d) Deposits	-	1.46
(e) Prepaid Expenses	0.36	0.18
(f) Provision for Employee Benefit	-	0.08
(g) Balance With Revenue Authorities	44.29	0.14
(h) Drawback - ICEGATE Receivable	1.91	-
(i) FD Interest accrued but not due	2.01	-
(j) Amount receivable against sale of Krishna Flat	9.38	-
(k) Receivable against Sale of Assets	1.76	-
Total	131.38	56.29

Note No.19

Revenue From Operations	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Sale of Traded Goods	3,688.23	2,610.25
Sale of Services	1,153.25	84.18
Total	4,841.48	2,694.43

Note No.20

Other Income	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
(i) Interest Income -	3.72	0.56
- On deposits with banks	57.63	69.07
- On Loans	0.28	0.03
- On Loan to subsidiaries	-0.00	6.60
- from customers for deferred payments	3.45	-
(ii) Dividend Income from subsidiaries	-	-
(iii) Royalty Fees	-	-
(iv) Duty Drawback	4.82	-
(v) Insurance Claim	0.87	-



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(iii) Other Operating Income	1.54	32.52
(iv) Other non-operating income -	-	-
- Profit on Sale of Fixed Assets (net)	10.64	-
- Profit on Sale of Investment (net)	25.17	2.44
- Sundry Balances Written Back	-	2.79
- Rent	-	0.09
Discount	0.02	0.01
L.C Issue Interest	0.16	0.62
Profit from JV	-0.00	-0.00
(v) Other Income	1.02	1.03
(vi) Foreign Exchange Gain	13.64	0.03
(vii) Research Premium	1.71	-
(viii) Grants	0.72	-
(ix) Covid - 19 grants		
- tax free	3.47	-
- tax able	16.41	-
Total	145.27	115.77

Note No.21

Cost of material consumed	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Purchase of Traded Goods - (Refer note no. 34A)		
Packaging Material	2.81	0.14
Imported	1,132.77	516.13
Indogenous	1,722.29	1,069.70
Purchased services/supplies	257.71	230.80
Consumables	0.46	0.74
Total	3,116.04	1,817.51

Note No.22

Changes in Inventories of Stock-in-Trade	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Inventories at the end of year	341.18	212.23
Inventories at the beginning of year	113.80	198.34
Inventories of SFCU	-34.48	-19.35
Inventory WIP- VWT		-93.65
Net (increase) / decrease	-261.86	-126.88

Note No.23

Employee Benefits Expense	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
(a) Salaries, Wages and Bonus	385.38	317.05
(b) Contribution to Provident Fund and Other Funds	17.77	14.47
(c) Staff Welfare Expenses	9.71	5.07
(d) Legal fees prescribed for social securities Expenses and others	16.25	19.51
Total	429.11	356.11



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Note No.24

Finance Cost	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Interest on Borrowings	12.99	13.05
Other Borrowing Costs	16.88	11.07
Total	29.88	24.12

Note No.25

Other Operating Expenses	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Discount Allowed	-	0.30
Consultancy Charges	41.91	31.01
Inspection & Testing Charges	9.10	4.58
O & M Expenses	13.81	11.43
Other Operating Expenses	0.06	0.05
Contributions to Trade Associations	0.10	0.11
Packing & Forwarding Expenses	32.04	0.10
Site Expenses	0.20	0.34
Technical Literature	0.00	0.02
Charges for Money Transfer	1.53	2.66
Global Valuation Allowance receivables	-0.13	1.63
Book value Fixed Assets (losses)	-0.00	0.00
Insurance	0.93	0.27
EDP- support /services/consultancy	0.52	0.77
Managerial Remuneration	5.72	4.80
Rent, Service and lease expenses	8.55	8.39
Transit Insurance Charges	2.33	1.54
Payment to Auditors	3.77	0.88
Printing & Stationery Expenses	5.01	1.16
Professional Fees & Legal Expenses	39.77	25.62
Interest on Delayed payment	2.32	2.43
Travelling Expenses	0.66	3.35
Other Foreign Exchange Loss	65.34	-
Rates & Taxes	7.63	8.79
Telephone & Internet charges	1.84	3.11
Vehicle Expenses	2.04	2.03
Electricity Expenses	3.16	2.29
Postage & Courier Expenses	1.53	0.77
Security Charges	1.04	0.92
Repairs & Maintenance	9.71	6.17
Computer Expenses	1.75	3.12
Other Insurance	3.91	2.86
Brokerage Charges	1.50	0.61
Commission Fees	0.11	0.18
Miscellaneous Expenses	11.68	2.14
Bad Debts Written Off	27.75	2.58
Transportation Charges	43.45	32.19
Rent	1.48	-
Travelling Expenses	25.92	12.25
Hotel Lodging & Boarding Expenses	14.55	9.70
Conveyance Expenses	1.52	0.10
Advertisement Expenses	2.91	16.85
Business Promotion Expenses	3.78	2.53
Canteen Expenses	0.28	0.12
Donation	2.01	0.17



CSR Expenditure	7.40	6.65
Other Bank Charges	2.59	0.88
Other Foreign Exchange Loss	-	7.79
Prior Period Expenses	-0.21	0.04
Business & Exhibition Charges	0.54	-
Rental Expenses	-	0.18
GST Expense- ITC/Reverse Charge	0.05	0.06
Office Expenses	0.09	-
Vigilance	0.06	0.11
Software	0.37	0.13
Tender	0.04	-
Guest House Rent	1.79	1.68
Insurance	0.09	1.63
Tender Fees	-	0.00
Membership & Subscription Fees	0.04	0.06
Entertainment Expense	0.02	0.05
Water Charges	0.31	0.13
House Keeping Charges	0.22	0.12
Stamp Duty	2.95	0.01
Sub Contracting Service	-	26.14
Service Charges	1.08	0.92
Hire Charges	0.09	0.07
Consumption of Store and Spares	0.04	0.02
Total	420.63	257.61

Project Cost	For the year ended 31	For the year ended 31
	March, 2022	March, 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Subcontract Charges	-	-
Purchases	73.11	73.11
Transport Charges	3.33	2.48
Hire Charges	0.10	-
Repairs & Maintenance	0.17	-
Electricity Charges	3.66	-
Freight Charges	1.15	0.38
Insurance Expenses	0.01	0.01
Salaries & Wages	1.14	0.35
Labour Cess @ Goa	1.19	0.02
Site Expenses	9.14	-
Survey Fees	0.74	0.18
Project Consultancy Charges	0.07	0.07
Interest on Advance from GWMC	0.41	0.41
Food & Canteen	9.85	3.82
Guest House Rent	2.31	0.27
Bank Charges & Facility Processing Fees	3.39	1.33
Interest on OD	4.45	2.68
Interest on SFC Loan	6.04	-
Stamp Duty Registration Charges (Bank Facility)	5.63	5.63
Other Expenses	-	2.54
	0.06	0.35
	-	-
Total	125.95	93.65

Tax Expense	For the year ended 31	For the year ended 31
	March, 2022	March, 2021
	CONSOLIDATED	CONSOLIDATED
	Rs.	Rs.
Current Tax/Corporate Income Tax	-	-
Deferred Tax	288.58	97.62
withholding tax on capital yeilds non creditable	2.99	-0.84
	-	-1.37
	-	-
Total	291.56	95.41

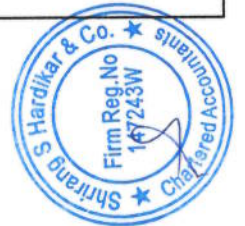


SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

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

9 Disclosure pursuant to Note no. I (i), (ii), (iii); Note no. J (i), (ii); Note no. J and Note no. L of Part I of Schedule III to the Companies Act, 2013

	Fixed Asset		Gross Block				Accumulated Depreciation				Net Block			
	Balance as at 1 April 2021	Rs.	Additions during the year	Rs.	Disposals during the year	Rs.	Balance as at 31 March 2022	Rs.	Depreciation charge for the year	Rs.	Balance as at 31 March 2022	Rs.	Balance as at 31 April 2021	Rs.
(a) Property, Plant and Equipments														
Buildings	325.00		2.28		4.50		322.79		10.84		135.31		187.47	198.15
Furniture and Fixtures	22.72		0.68		0.21		23.19		1.42		17.82		5.37	6.27
Vehicles	92.76		11.16		10.35		93.56		8.00		69.71		23.86	21.77
Office equipment	33.83		2.39		-		36.22		2.77		31.34		4.88	5.26
Computers	43.44		6.50		-		49.94		4.95		42.25		7.69	5.89
Electrical Installations	2.24		0.81		-		3.06		0.23		2.03		1.02	0.44
Plant and Machinery	42.97		5.91		0.63		48.25		3.34		38.89		9.36	6.76
Land	61.14		-		-		61.14		-		-		61.14	61.14
Solar Power Plant	1.34		-		-		1.34		0.14		0.51		0.84	0.97
Total (i)	625.45		29.73		15.68		639.49		31.69		337.87		301.62	306.64
Tangible Assets (Under Lease)														
Total (ii)														
Total	625.45		29.73		15.68		639.49		31.69		337.87		301.62	306.64
(b) Intangible Assets														
Patents	64.46		-		-		64.46		0.18		64.28		0.17	0.36
Software	6.44		0.23		-		6.67		0.25		6.19		0.48	0.50
Total (ii)	70.90		0.23		-		71.13		0.43		70.48		0.65	0.85
(c) Capital Work In Progress (iii)														
(d) Intangible assets under Development														
(e) Goodwill on Consolidation														
Total (I + ii + iii)	696.34		29.96		15.68		710.62		32.12		408.35		28.08	335.58



RATIOS

Following Ratios to be disclosed	31-03-2022			31-03-2021			Difference in %
	Numerator	Denominator	Ratio	Numerator	Denominator	Ratio	
(a) Current Ratio(in times) Current Asset / Current Liability	3,943.64	1,580.40	2.495	3,108.00	1,520.67	2.044	22.09%
(b) Debt-Equity Ratio(in times) Long & Short Term Borrowings / Shareholders Fund	479.12	3,337.76	0.144	231.85	2,498.64	0.093	54.70%
(c) Debt Service Coverage Ratio EBITDA / (Principal + Interest)	803.33	2,918.20	27.53%	260.24	2,344.12	11.10%	147.96%
(d) Return on Equity(in %) PAT / Average Shareholders Funds	2,929.72	403.57	7.259	1,788.42	295.87	6.045	20.10%
(e) Inventory Turnover Ratio(in times) Cost of Goods Sold / Average Inventory	4,841.48	310.15	15.610	2,694.43	153.33	17.573	-11.17%
(f) Trade Receivables Turnover Ratio(in times) Revenue from Operations / Average Trade Receivables	3,400.75	770.45	4.414	2,041.87	549.11	3.719	18.70%
(g) Trade Payables Turnover Ratio(in times) (Cost of materials consumed + Changes in inventories of stock-in-trade + Other expenses) / Average Trade Payable	4,841.48	2,363.23	2.049	2,694.43	1,587.33	1.697	20.69%
(h) Net Capital Turnover Ratio(in times) Revenue from Operations / Working capital (i.e., Total current	803.33	4,841.48	16.59%	260.24	2,694.43	9.66%	71.79%
(i) Net Profit Ratio(in %) PAT / Revenue from Operations	1,156.89	3,344.29	34.59%	412.22	2,504.19	16.46%	110.15%
(j) Return on Capital Employed(in %) EBITDA / (Shareholders Funds + Long Term Borrowings)							



26 SIGNIFICANT ACCOUNTING POLICIES

26.01 CORPORATE INFORMATION AND BASIS OF ACCOUNTING

SFC Environmental Technologies Private Limited ("The Company") and its subsidiaries (Collectively referred to as "Group") provides advanced technologies in the fields of Municipal Sewage & Solid Waste Treatment in India and abroad. As at 31st March 2022, Enviropro Tech Private Limited owned 80% of the equity share capital of the company and has the ability to control its operating and financial policies. The company's registered office is in Navi Mumbai, Maharashtra and it has four subsidiaries in India and one subsidiary in Austria. The Consolidated Financial Statements of the Company and its subsidiary (together the 'Group') have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under the relevant provisions of the Companies Act, 2013 ("the Act"). The Consolidated Financial Statements have been prepared on accrual basis under the historical cost convention.

26.02 PRINCIPLES OF CONSOLIDATION

The Consolidated Financial Statements relate to SFC Environmental Technologies Private Limited (the 'Company') and its subsidiaries and associate (collectively referred to as 'the Group'). The Consolidated Financial Statements have been prepared on the following basis:

- (i) In respect of subsidiary companies, the financial statements have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses and as far as possible after eliminating intra-group balances and intra-group transactions resulting in unrealized profits or losses in accordance with Accounting Standard 21 - "Consolidated Financial Statements" notified under the relevant provisions of the Act.
- (ii) The Consolidated Financial Statements includes one subsidiary incorporated outside India, whose financial statements have been prepared in accordance with the local laws and the generally accepted accounting practices as applicable locally. These financial statements have been re-stated in Indian rupees considering them as non-integral part of the Group's operations and the resultant exchange gain/loss on conversion has been carried forward as Foreign Currency Translation Reserve. In the opinion of the Management, based on the analysis of the significant transactions of this subsidiary, no material adjustments are required to be made to comply with group accounting policies / Indian GAAP.
- (iii) In case of associate, where the Company directly or indirectly through subsidiaries holds more than 20% of equity or exercises significant influence over the investee, investments are accounted for using Equity method in accordance with Accounting Standard (AS-23) "Accounting for Investments in Associates in Consolidated Financial Statements" notified under the relevant provisions of the Act.
- (iv) The difference between the cost of investment in the subsidiaries/associate, over the parent's portion of equity of the subsidiaries/associate, at the date on which investment is made is recognised in the financial statements as Goodwill or Capital Reserve as the case may be.
- (v) The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and appropriate adjustments are made to the financial statements of subsidiaries when they are used in preparing the Consolidated Financial Statements that are presented in the same manner as the Company's separate financial statements except for accounting policy followed by a subsidiary, SFC Umwelttechnik GmbH for depreciation and amortisation of fixed assets using different method than the method used by the Parent.
- (vi) The audited financial statements of associate and the subsidiaries are considered for the purpose of consolidation and are drawn upto March 31, 2022. The reporting period of these financial statements is same as the reporting period of the Company.



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

(vii) Minority Interest in the Net Assets of the consolidated subsidiaries consists of:

- (a) The amount of equity attributable to the minorities at the date on which the investment in the subsidiaries is made; and
(b) The minorities' share of movements in equity since the date the parent subsidiary relationship came into existence.

Minority interest's share in the Net Loss for the year of the consolidated subsidiaries is identified and adjusted against the Loss after tax of the Group.

(viii) The companies considered in the consolidated financial statements are:

Sr. No.	Name of Entity	Nature of Relationship	Percentage of Holding	Country of Incorporation
1	Intergeo Solid Waste Management Private Limited #	Subsidiary	100%	India
2	Chavare Engineering Private Limited #	Subsidiary	51%	India
3	Navitas Waste Treatment Private Limited #	Subsidiary	100%	India
4	Vasudha Waste Treatment Pvt. Ltd. #	Subsidiary	74%	India
5	SFC Umwelttechnik GmbH #	Subsidiary	82%	Austria
6	Hindustan Waste Treatment Pvt. Ltd. \$	Associate	49%	India

Shareholding is through SFC Environmental Technologies Private Limited

\$ Shareholding is through a subsidiary, Navitas Waste Treatment Private Limited

26.03 As required by Accounting Standard (AS-23) "Accounting for Investments in Associates in Consolidated Financial Statements" notified under the relevant provisions of the Act, the carrying amounts of investments in Associates is adjusted for post acquisition change in the Company's share in the net assets of the associates after eliminating unrealized profits or losses, if any.

26.04 USE OF ESTIMATES

The preparation of the financial statements in conformity with generally accepted accounting principles ("GAAP") in India requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements. Management believes that the estimates made in the preparation of financial statements are prudent and reasonable. Actual future period's results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

26.05 REVENUE RECOGNITION

Revenue/Income and Cost/ Expenditure are accounted on accrual as and when they are earned or incurred.

Interest income is recognized on time proportionate basis, based on the underlying interest rates.

26.06 PROPERTY PLANT AND EQUIPMENTS, CAPITAL WORK-IN-PROGRESS & DEPRECIATION

Property, Plant and Equipment are stated at cost of acquisition less accumulated depreciation and impairment loss. The cost includes purchase price and other attributable expenses related to the acquisition and installation of the asset including freight, duties, taxes and costs of installation of the fixed assets. Depreciation on fixed assets is provided under Written Down Value method as per Schedule II to the Act.

Assets acquired but not ready for use are classified under Capital Work in Progress.

26.07 INTANGIBLE ASSETS & AMORTIZATION

In Accordance with AS 26 – 'Intangible Assets', acquired are initially recognized at cost and are subsequently carried at cost less accumulated amortization and accumulated impairment losses. These costs are amortized over a period of 10 years, which is the shorter of their estimated useful lives and periods of contractual rights.



26.08 IMPAIRMENT OF ASSETS

In accordance with AS 28 - 'Impairment of Assets', where there is an indication of impairment of the Company's assets, the carrying amounts of the Company's assets are reviewed at each Balance sheet date to determine whether there is an impairment. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use.

An impairment loss is recognized whenever the carrying amount of the asset or cash generating unit exceeds its recoverable amount. An impairment loss is recognized in the Statement of Profit and Loss or against revaluation surplus where applicable.

Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life.

26.09 INVENTORIES

Cost of inventory comprises of purchase cost and other costs incurred in bringing the goods to their present location and condition in accordance with AS-2.

Items of inventory are measured at Cost or Net Realizable Value whichever is lower.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

Cost is determined on specific identification basis as under:

1. Components, Stores and Spares – At Cost
2. Trading goods – At Cost.

26.10 EMPLOYEE BENEFITS

(a) Post-employment benefits

(i) Defined contribution plans

The Company has defined contribution plans for post-employment benefits in the form of Provident Fund which are administered through Government of India. Provident Fund contribution classified as defined contribution plans as the Company's contributions to defined contribution plans are charged to the Statement of Profit and Loss as incurred.

(ii) Defined Benefits Plan

The Company's gratuity benefit scheme is a funded defined benefit plan. The Company has administered through group gratuity scheme with Life Insurance Corporation of India. The Company's obligation in respect of gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods and discounting that benefit to determine its present value. The present value is determined based on actuarial valuation at the balance sheet date using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan are based on the market yields on Government securities as at the balance sheet date. Actuarial gains and losses are recognized immediately in the Statement of Profit and Loss.



SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

26.11 TAXATION

Income tax expense comprises current Income Tax and Deferred Tax; and are accounted for in accordance with AS 22 on 'Accounting for Taxes on Income'.

Current Taxes

Current tax is measured at the amount expected to be paid to / recovered from the taxation authorities, using the applicable tax rates and in accordance with the provisions of Indian Income Tax Act, 1961.

Deferred Taxes

The tax effect of the timing differences that result between taxable income and accounting income and are capable of reversal in one or more subsequent periods are recorded as a deferred tax asset or deferred tax liability. Deferred Tax assets and liabilities are measured using the tax rates and the tax laws that have been enacted or substantively enacted at the balance sheet date. The effect of a change in tax rates on deferred tax assets and liabilities is recognized in the period that includes the enactment date.

Deferred Tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in the future, however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is virtual certainty, supported by convincing evidence of recognition of such assets. Deferred Tax assets are reassessed for the appropriateness of their respective carrying values at each balance sheet date.

26.12 CASH FLOW STATEMENT

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future, operating cash receipts or payments and item of income or expenses associated with investing and financing cash flows. The cash flows from operating, Investing and financing activities of the Company are segregated.

Cash and Cash Equivalents for the purpose of cash flow statement comprise cash on hand and cash at bank including fixed deposit with original maturity period of three months or less and short term highly liquid investments with an original maturity of three months or less.

26.13 FOREIGN CURRENCY TRANSACTIONS

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction. Net exchange gain or losses resulting in respect of foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss.

Monetary foreign currencies denominated current assets and current liabilities outstanding at the year-end are translated at the period end exchange rates and the resulting net gain or loss is recognized in the Statement of Profit and Loss.

26.14 EARNINGS PER SHARE

The basic earnings per equity share are computed by dividing the net profit attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share, and also the weighted average number of equity shares, which may be issued on the conversion of all dilutive potential shares, unless the results would be anti-dilutive.



26.15 PROVISIONS & CONTINGENCIES

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources embodying economic benefits and a reliable estimate can be made of the amount of the obligation. A disclosure for a 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. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

26.16 INVESTMENTS

Investments are classified as current or long term in accordance with AS 13 on 'Accounting for investments'.

Current investments are stated at the lower of cost and fair value. Any reduction in the carrying amount and any reversals of such transactions are charged or credited to the Statement of Profit and Loss.

Long term investments are stated at cost. Provision for diminution is made to recognize a decline, other than temporary, in the value of such investments.

26.17 BORROWING COSTS

Borrowing costs are recognized in Statement of Profit and Loss using the effective interest method except for those costs that are directly attributable to the construction or development of properties and assets under construction. This includes those costs on borrowings acquired specifically for the construction or development of properties and assets under construction, as well as those in relation to general borrowings used to finance the construction or development of properties and assets under constructions.

The actual borrowing costs incurred during the period up to the issuance of the temporary occupation permit less any investment income on temporary investment of these borrowings, are capitalized in the cost of the property under development. Borrowing costs on general borrowings are capitalized by applying a capitalization rate to construction or development expenditures that are financed by general borrowings.



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

Contingent Liabilities and Capital Commitments (to the extent not provided for)	As at 31 March 2022	As at 31 March 2021
	Rs.	Rs.
(i) Contingent Liabilities		
Bank Guarantees	134.89	196.81
Corporate Guarantees Given		
Chavare Engineering Pvt. Ltd.	160.00	160.00
Hindustan Waste Treatment Pvt. Ltd.	-	-
Others		
	294.89	356.81
(ii) Capital commitments		
Estimated Amount of Contracts remaining to be Executed on Capital Account and not provided for	-	-
	-	-
	294.89	356.81

28 Payment to Auditor (excluding GST)

Particulars	As at 31 March 2022	As at 31 March 2021
	(Rs.)	(Rs.)
As auditor		
- For Statutory Audit	3.72	0.83
- For Tax Audit	0.05	0.05
Total	3.77	0.88

29 Earnings Per Share

Basic and diluted earnings per share is calculated by dividing the net profit/ loss for the year attributable to equity shareholders (net profit/ loss for the year less dividends on preference shares and dividend tax thereon) by the weighted average number of equity shares outstanding during the year.

The calculation of basic and diluted earnings per share is based on the earnings and numbers of shares as computed below:

Particulars		For the year 31 March, 2022	For the year 31 March, 2021
Profit attributable to equity shareholders (Rs.)	A	839.11	317.15
Weighted average number of equity shares outstanding during the year			
- Basic	B	60,00,000.00	60,00,000.00
- Diluted	C	60,00,000.00	60,00,000.00
Earnings Per Share (Rs.)			
- Basic	A/B	139.85	52.86
- Diluted	A/C	139.85	52.86
Nominal Value of Shares (Rs.)		10.00	10.00

30 Dues to Small Scale, Micro & Medium Enterprises:

There are Micro, Small and Medium Enterprises, to whom the Company owes dues. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company and has been relied upon by the statutory auditors of the Company.



31 Retirement benefit Plans**(i) Defined Contribution Plan**

The Company makes contributions towards provident fund to a defined contribution retirement benefit plan for qualifying employees. The provident fund plan is administered by Regional Provident Fund Commissioners. Eligible employees received benefits from the said provident fund plan.

(ii) Defined Benefit Plan

Company makes annual contribution to the Employee's Group Gratuity Assurance Scheme, administered by the Life Insurance Corporation of India ('LIC'), a funded defined benefit plan for qualifying employees. The scheme provides for lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to fifteen days salary payable for each completed year of service or part thereof in excess of six months. Vesting occurs on completion of five years of service or immediately in case of death while in service.

The following table sets out the status of the gratuity plan for the year ended March 31, 2022 as required under AS 15 (Revised)

A. Assumptions at the Valuation Date

Particulars	As at 31 March, 2022	As at 31 March, 2021
Discount rate	7.00%	7.25%
Salary Escalation	5.00%	5.00%
Attrition Rate (%)	2.00%	2.00%
Mortality Table	Indian Assured Lives Mortality	Indian Assured Lives Mortality
Retirement age	60 years	60 years
Expected return on plan assets	8.75%	8.75%

B. Change in the Present Value of Defined Benefit Obligation

Particulars	As at 31 March, 2022	As at 31 March, 2021
	(Rs.)	(Rs.)
Present value of obligations as at beginning of year	20.47	17.72
Interest Cost	1.43	1.28
Current Service Cost	1.70	1.69
Benefits Paid	- 0.63	- 0.13
Actuarial (gain)/ loss on obligations	1.27	- 0.09
Present value of obligations as at end of year	24.24	20.47

C. Change in the fair value of plan assets

Particulars	As at 31 March, 2022	As at 31 March, 2021
	(Rs.)	(Rs.)
Fair value of plan assets at beginning of year	20.55	16.86
Expected return on plan assets	1.54	1.39
Contributions	1.00	2.43
Benefits Paid	- 0.63	- 0.13
Actuarial gain/(loss) on Plan assets	NIL	NIL
Fair value of plan assets at the end of year	22.46	20.55

D. Amount Recognized in the Balance Sheet:

Particulars	As at 31 March, 2022	As at 31 March, 2021
	(Rs.)	(Rs.)
Present value of obligations as at the end of year	24.24	20.47
Fair value of plan assets at beginning of year	22.46	20.55
Funded status	NIL	NIL
Net asset/(liability) recognized in balance sheet	- 1.79	0.08



E. Expenses Recognized in the Statement of Profit & Loss:

Particulars	As at 31 March, 2022	As at 31 March, 2021
	(Rs.)	(Rs.)
Current Service Cost	1.70	1.69
Interest Cost	1.43	1.28
Expected Return on Plan Assets	- 1.54	- 1.39
Net Actuarial (gain)/ loss recognized in the year	1.27	0.09
Expenses recognised in statement of Profit and loss	2.87	1.50

Expected rate of return on plan assets is based on expectation of the average long term rate of return expected to prevail over the estimated term of the obligation on the type of the investments assumed to be held by LIC, since the fund is managed by LIC.

The estimates of future salary increases, considered in actuarial valuation, takes into account the inflation, seniority, promotions and other relevant factors.

The information on Experience Adjustments has not been provided as the same is not being disclosed by actuary i.e. Life Insurance Corporation of India, in its valuation reports

Note: The above data has been disclosed on the basis of information available with the Group and to the extent such information has been disclosed in the financial statements of the constituents.

32 Segment Reporting

The group is engaged in the business of Supplying core equipment in sewage treatment plant. The other activity which the group undertakes is the erection, commissioning and installation of the solid waste treatment plant and also maintenance of the plant in operation. Therefore, within the meaning of segments as defined in Accounting Standard 17, both these activities constitute two separate reportable business segments.

Particulars	C-Tech Business	Solid Waste Management Project	Total
Supply of Traded Goods	3,688.23	-	3,688.23
Supply of Services	284.76	868.49	1,153.25
Revenue from Operations	3,972.99	868.49	4,841.48
Less: Cost of Goods Sold			
Purchases	2,363.42	752.62	3,116.04
Changes in Inventories	-158.35	-103.51	-261.86
Cost of Goods Sold	2,205.07	649.11	2,854.18
Less: Direct Expenses	127.29	141.68	268.97
Gross Profit	1,640.63	77.70	1,718.33

The group has Geographical segments as secondary segment. During the year, carrying amount of segment assets or capital expenditure for the segment outside India did not exceed 10% of the carrying amount of total assets of all segments or total capital expenditure for all segments respectively. However, during the FY 2020-21, revenue from operations outside India has exceeded 10% of the total revenue of the group. Hence, in terms of AS-17, we have disclosed the following details for the segments identified.

FY 2021-22

Particulars	Austria	India	Total
Segment Revenue (Revenue from Operations)	412.48	4,429.00	4,841.48
Total Carrying amount of Segment Assets	205.73	4,891.26	5,096.99
Total Cost incurred during the period to acquire segment assets (Tangible and Intangible Fixed Assets)	2.30	27.66	29.96

FY 2020-21

Particulars	Austria	India	Total
Segment Revenue (Revenue from Operations)	292.71	2,401.72	2,694.43
Total Carrying amount of Segment Assets	202.49	3,979.76	4,182.25
Total Cost incurred during the period to acquire segment assets (Tangible and Intangible Fixed Assets)	0.63	18.47	19.10



33 Related Party Transactions:

Name of Related Parties where control exist :

Sr. No.	Name of the party	Nature of relationship
1	Sandeep Asolkar	Managing Director
2	Aparna Kapoor	Director up to 10th Nov 2021
3	Sandeep Parab	Director
4	Veera Venkata Satyanarayana Yannamani	Director
5	Sarvesh Garg	Director
6	Crest IT Consulting Pvt. Ltd.	Company where there is one Common Director up to 10th Nov 2021
7	Enviropro Water Tech Pvt. Ltd.	Holding Company

B. Names of related parties where there were transactions during the year:

Sr. No.	Name of the party	Nature of relationship
1	Sandeep Asolkar	Managing Director
2	Aparna Kapoor	Director up to 10th Nov 2021
3	Sandeep Parab	Director
4	Veera Venkata Satyanarayana Yannamani	Director
5	Sarvesh Garg	Director
6	Crest IT Consulting Pvt. Ltd.	Company where there is one Common Director up to 10th Nov 2021

C. Details of transactions with related party during the year:

Sr. No.	Name	Nature of Transaction	For the year ended 31 March, 2022 (Rs.)
1	Sandeep Asolkar	Directors Remuneration and Incentives	34.82
2	Aparna Kapoor	Directors Remuneration and Incentives up to 10th Nov 2021	8.68
3	Sandeep Parab	Directors Remuneration and Incentives	11.86
4	Veera Venkata Satyanarayana Yannamani	Directors Remuneration and Incentives	10.80
5	Sarvesh Garg	Directors Remuneration and Incentives	11.14
6	Crest IT Consulting Pvt. Ltd.	Purchase of Service & Material up to 10th Nov 2021	2.46
		Purchase of Assets up to 10th Nov 2021	0.04



34 The details of derivative instruments and foreign currency exposures are as under:

A. The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are as given below:

Particulars	As At March 31, 2022	
	USD in Millions	EURO in Millions
Trade Payables	4.31	0.05
Buyers Credit	Nil	Nil
Receivables	2.88	Nil

B. The Company entered into forward cover transaction to hedge the foreign currency risk in respect of import. The following is the Outstanding Foreign Exchange Contract entered into by the Company as on March 31, 2022.

Currency	Buy/Sell	Cross Currency	As At March 31, 2022
			Amount in Foreign Currency (Millions)
USD	Buy	INR	1.47
EUR	Buy	INR	0.21

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Additional Information pursuant to Para II of the Schedule III to the Companies Act, 2013.

A. Expenditure in Foreign Currency

Particulars	For the year March 31, 2022 (Rs.)	For the year March 31, 2021 (Rs.)
Expenditures by Indian Entities		
Inspection Fees	1.82	2.43
Import Purchases	1,132.77	516.13
Computer Expenses	Nil	0.12
Professional Fees	23.47	0.06
Travelling Expenses	1.47	Nil
Hotel Lodging & Boarding	0.44	Nil
Other Expenses	0.47	Nil
Expenditures by SFCU Austria		
Purchases of Traded Goods	301.64	247.60
Employee Benefits Expense	77.05	53.91
Finance Costs	0.91	1.43
Other Operating Expenses	0.03	0.05
Contributions to Trade Associations	0.10	-
Technical Literature	0.00	0.02
Charges for Money Transfer	1.53	2.66
Insurance	0.66	1.62
EDP- support /services/consultancy	0.52	0.77
Rent, Service and lease expenses	7.34	7.56
Payment to Auditors	2.62	-
Printing & Stationery Expenses	0.01	-
Rates & Taxes	0.17	0.48
Telephone & Internet charges	0.31	0.34
Electricity Expenses	0.19	-
Repairs & Maintenance	0.12	0.10
Other Insurance	1.34	0.69
Travelling Expenses	4.37	1.57
Advertisement Expenses	0.01	0.04
Business Promotion Expenses	0.25	0.06
Donation	0.03	0.02
Consultancy Charges	-	3.47
Contributions to Voluntary trade Associations	-	0.11
Postage & Courier Expenses	-	0.02
Office Expenses	0.08	-



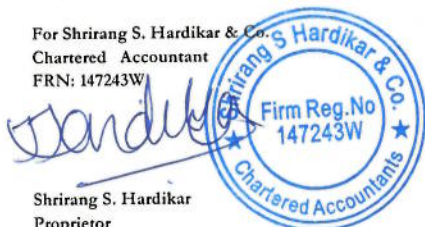
B. Earnings in Foreign Exchange

Particulars	For the year March 31,2022 (Rs.)	For the year March 31,2021 (Rs.)
Earnings by SFCU Austria		
Sale of Products	262.36	148.09
Sale of Services	150.12	144.62
Total	412.48	292.71
Earnings by Indian Entities		
Earnings in Foreign Exchange: (Export of Services)	364.93	Nil

- 36 As per provisions of the Companies Act, 2013 the Holding Company was required to spend Rs. 7.39 Million on CSR activities during the preceding year. The Company had incurred expenditure relating to CSR activities amounting to Rs. 7.40 Million and the same is reflected in Other Expenses in Notes.
- 37 The group holds all the immovable property in its name
- 38 The group has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
- 39 The group has not granted any amount in the form of loans or Advances to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person other than that mentioned in related party transactions.
- 40 There is no Capital-Work-in Progress (CWIP) as at year ended 31st March 2022 and hence no ageing schedule is applicable.
- 41 There is no Intangible assets under development as at year ended 31st March 2022 and hence no ageing schedule is applicable.
- 42 The group does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
- 43 The group has availed working capital loans and hence filed the reconciliation of quarterly returns or statements of current assets with banks or financial institutions and such returns are in agreement with books of accounts.
- 44 None of the Companies in the group is not declared as willful defaulter by any bank or financial institution (as defined under the Companies Act,2013) or consortium thereof or any other lender in accordance with RBI guidelines.
- 45 Utilisation of Borrowed funds and share premium:
(i) The group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries)
(ii) The group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party)
- 46 The group does not have any transactions with struck-off Companies under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- 47 The group does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- 48 The group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- 49 The group has not entered into any Scheme(s) of Arrangements in terms of sections 230 to 237 of the Companies Act, 2013.
- 50 The group does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the year (previous year) in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.
- 51 The group has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 52 Previous year figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/disclosure.
- 53 Consolidated financial statement have been prepared as per the requirement of Section 129 (3) of the Companies Act 2013.

As per our attached report of even date

For Shirrang S. Hardikar & Co.
Chartered Accountant
FRN: 147243W



Shrirang S. Hardikar
Proprietor
Membership No.144708

Place: Navi Mumbai
Date: 07/12/2022

For and on behalf of Board of Directors
SFC ENVIRONMENTAL TECHNOLOGIES PRIVATE LIMITED

Sandeep Asolkar
Director
DIN: 00097828

Y. V. Satyanarayana
Director
DIN: 02064547