



# Vivid Infrasolutions Pvt. Ltd.

## DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the Annual Report and the Audited Accounts of Vivid Infrasolutions Private Limited ("Company"), for the financial year ended 31st March, 2022.

### FINANCIAL HIGHLIGHTS

The financial highlights of your Company for the year ended 31<sup>st</sup> March, 2022 and 31<sup>st</sup> March, 2021 is as under:

Particulars	Year Ending 31.03.2022	Year Ending 31.03.2021
Revenue From Operations	1,42,36,008	5,06,56,320
Other Income	75,257	0
<b>Total Revenue</b>	<b>1,43,11,265</b>	<b>5,06,56,320</b>
<b>Total Expenses</b>	<b>1,41,80,619</b>	<b>5,05,08,928</b>
Profit Before Tax	1,30,646	1,47,391
Less: Tax Expenses		
Current Tax	34,000	0
Deferred Tax	(2,000)	(1,979)
Excess Provisions for tax of earlier years	(10,67,222)	
<b>Profit After Tax</b>	<b>(9,68,576)</b>	<b>1,45,412</b>

### BUSINESS OPERATIONS

During the year under review, the total revenue has decreased from Rs. 5,06,56,320/- in the previous year to Rs. 1,42,36,008/- in the current year. The Company has incurred a net loss of Rs. 9,68,576/- in current year as against profit of Rs. 1,45,412/- earned in the previous year. Directors are continuously looking for avenues for future growth of the Company.

### DIVIDEND

Your Directors have not recommended any dividend on the Equity Shares for the financial year under review considering the funds required for future growth plans.

### TRANSFER TO RESERVES

During the financial year no amount transfers to reserves.

### DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint Venture or Associate Company.



# Vivid Infrasonolutions Pvt. Ltd.

## DIRECTORS' REPORT

### SHARE CAPITAL

The paid up Share Capital as on 31<sup>st</sup> March, 2022 was Rs. 1,00,000/-. During the year under review, your Company has not issued shares with differential voting rights nor granted stock options nor sweat equity. There is no change in the shareholding of directors of your Company.

### PUBLIC DEPOSITS

Your Company has not been accepting any deposits from the public and hence there are no unpaid/unclaimed deposits nor there is any default in repayment thereof.

### CHANGE IN THE NATURE OF BUSINESS

There is no change in the nature of business of the Company during the year under review.

### EXTRACT OF ANNUAL RETURN

In terms of provisions of Section 92(3) of the Companies Act, 2013, an extract of Annual Return in prescribed format is annexed to this Report as "Annexure I".

### PARTICULARS OF LOANS GRANTED, GUARANTEE PROVIDED AND INVESTMENTS MADE PURSUANT TO THE PROVISIONS OF SECTION 186 OF THE COMPANIES ACT, 2013

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the financial year under review and hence the said provision is not applicable.

### BOARD MEETINGS

During the year your Company has held 7 (Seven) Board Meetings which were held on 11<sup>th</sup> May, 2021, 13<sup>th</sup> August, 2021, 10<sup>th</sup> September, 2021, 21<sup>st</sup> November, 2021, 30<sup>th</sup> November, 2021, 6<sup>th</sup> December, 2021 and 8<sup>th</sup> March, 2022. The Board Meetings has been held during the year in such a manner that not more than 120 days shall intervene between two consecutive meetings of the board as prescribed under Section 173 of the Companies Act, 2013. As per section 167(1)(b), all the directors have attended atleast one Board Meeting held during the financial year.

The names of members of the Board, their attendance at the Board Meetings are as under:

S. No.	Name of Director	Designation	Number of Meeting attended/Total Meeting held during the F.Y 2021-22
1.	Hemant Baldev Mewada	Director	7/7
2.	Sameer Vishvanath Attavar	Director	7/7





# Vivid Infrasonolutions Pvt. Ltd.

## DIRECTORS' REPORT

### PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, EXPENDITURE ON RESEARCH AND DEVELOPMENT & FOREIGN EXCHANGE EARNINGS AND OUTGO

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

#### a. Conservation of energy

I	the steps taken or impact on conservation of energy	Company's operation does not consume significant amount of energy.
li	the steps taken by the company for utilizing alternate sources of energy.	Not applicable, in view of comments in clause (i)
lii	the capital investment on energy conservation equipment's	Not applicable, in view of comments in clause (i)

#### b. Technology absorption

I	the effort made towards technology absorption	Nil
li	the benefits derived like product improvement cost reduction product development or import substitution	Nil
lii	in case of imported technology (important during the last three years reckoned from the beginning of the financial year)	Nil
	(a) the details of technology imported	-
	(b) the year of import;	-
	(c) whether the technology been fully absorbed	-
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	-
Iv	the expenditure incurred on Research and Development	Nil

#### c. Foreign exchange earnings and outgo

	Current Year	Previous Year
Foreign exchange earnings	NIL	NIL
Foreign exchange outgo	NIL	NIL

## 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:



# **Vivid Infrasonolutions Pvt. Ltd.**

## **DIRECTORS' REPORT**

- (a) that in the preparation of the Annual Financial Statements for the year ended 31<sup>st</sup> March, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (b) that such accounting policies as mentioned in Note 1 of the Notes to the Financial Statements have been selected and applied consistently and judgements and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of your Company as at 31<sup>st</sup> March, 2022 and of the loss of your Company for the year ended on that date;
- (c) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities;
- (d) that the Annual Financial Statements have been prepared on a going concern basis;
- (e) that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

## **AUDIT COMMITTEE**

Your Company is not required to constitute an Audit Committee since it does not fall within the class of companies prescribed under the Companies (Meetings of the Board and its Powers) Rules, 2014.

## **NOMINATION AND REMUNERATION COMMITTEE**

Your Company is not required to constitute a Nomination and Remuneration Committee since it does not fall within the class of companies prescribed under the Companies (Meetings of the Board and its Powers) Rules, 2014.

## **PARTICULARS OF EMPLOYEES**

During the year under review, none of the employees were in receipt of monthly or yearly remuneration in excess of limits prescribed under Section 197(12) of the Companies Act, 2013, read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

## **DIRECTORS**

There is no change in the composition of the Board of Directors of the Company during the year under review.

## **COMPLIANCE OF SECRETARIAL STANDARDS**

During the year under review, your Company has complied with the applicable Secretarial





# **Vivid Infrasonolutions Pvt. Ltd.**

## **DIRECTORS' REPORT**

Standards issued by the Institute of Company Secretaries of India.

### **BUSINESS RISK MANAGEMENT**

The nature of risk is dynamic of business and entrepreneurship. The risk to the business is look after by the Directors of your Company and take necessary steps to mitigate the same.

### **INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY**

Your Company's Internal Financial Control System is commensurate with the size, scale and complexity of its operations.

The management monitors and evaluates the efficacy and adequacy of internal financial control system in the Company.

Managing these internal financial controls systems has been appropriately delegated to key employees who report discrepancies / exceptions on an immediate basis to the Directors of your company. These systems are reviewed from time to time and requisite improvements are implemented to mitigate the operating risks.

### **AUDITORS AND AUDITOR'S REPORT**

#### **Statutory Auditors**

M/s. YRKDAJ & Associates LLP (Firm Reg. No.: 100288W), Chartered Accountants, the Statutory Auditors of the Company, was appointed for five years from 2018 - 19 to 2022 - 23 at the Annual General Meeting held on 29th September, 2018. In view of the amendment to Section 139 of the Companies Act, 2013, the Company is not required to ratify the re-appointment of the Statutory Auditor at every Annual General Meeting. Hence, the item of ratification of re-appointment of Statutory Auditor is not considered in this Annual General Meeting. In view of the same M/s. YRKDAJ & Associates LLP, Chartered Accountants will continue to act as Statutory Auditors of your Company for Financial Year 2022-23.

The notes on financial statements referred to in the Auditors Report are self- explanatory and do not call for any further comments and explanations. The Auditors Report does not contain any qualification, reservation or adverse remark.

#### **Cost Auditors**

Your Company is not required to maintain cost records as per the Companies (Cost Records and Audit) Amendments Rules, 2014.

### **COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, REMUNERATION AND DISCHARGE OF THEIR DUTIES**



# **Vivid Infrasonolutions Pvt. Ltd.**

## **DIRECTORS' REPORT**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company.

### **RELATED PARTY TRANSACTIONS**

All the related party transactions were in the ordinary course of business and arm's length details of which are maintained as per Companies Act and disclosed in notes to the Financial Statement.

### **CORPORATE SOCIAL RESPONSIBILITY**

The provisions of Section 135 of the Companies Act, 2013 with respect to the expenditure on CSR activities were not applicable to the Company, during the period under review.

### **DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURT OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

There are no significant/material orders passed by the regulators/courts/tribunals during the year under review which would impact the going concern status of your Company and its future operations.

### **DETAILS OF MATERIAL CHANGES AND COMMITMENT OCCURRED DURING PERIOD AFFECTING FINANCIAL POSITION OF COMPANY**


There are no material changes and commitments 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.


### **ACKNOWLEDGEMENTS**

Your Directors would like to thank and place on record their appreciation for the support and co-operation provided to your Company by its Shareholders, their employees, regulatory authorities and its bankers.

Your Directors would also like to place on record their appreciation for the efforts put in by employees of the Company during the year.

By Order of the Board of Directors  
For Vivid Infrasonolutions Private Limited

Sd/-   
Sameer V. Attavar  
Chairman and Director  
DIN: 01827382

Sd/-   
Hemant Mewada  
Director  
DIN: 06425684



Date: September 29, 2022  
Place: Navi Mumbai

# ANNUAL ACCOUNTS

2021-2022

**VIVID ELECTROMECH PRIVATE LIMITED**  
(CIN No: U31200MH1990PTC057679)

VIVID HOUSE,  
PLOT No. A-173/7, M.I.D.C., T.T.C.,  
INDUSTRIAL AREA KHAIRNE,  
NAVI MUMBAI - 400710





## INDEPENDENT AUDITORS' REPORT

To the Members of **VIVID ELECTROMECH PVT LTD**

### Report on the Financial Statements

#### Opinion

1. We have audited the accompanying financial statements of **VIVID ELECTROMECH PVT LTD** ('the Company'), which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss (including other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India specified under section 133 of the Act, of the state of affairs of the Company as at March 31, 2022, and its profit (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

#### Basis of Opinion

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

#### Information other than the Financial Statements and Auditor's Report thereon

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

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



In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management for the Financial Statements**

5. 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 financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income and cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
7. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

8. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
9. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern; and
  - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
10. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
11. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

## **Report on Other Legal and Regulatory Requirements**

12. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
13. As required by section 143(3) of the Act, we report that:
- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c. the Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement, dealt with by this Report are in agreement with the books of account;



- d. in our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014 except AS 15 & AS 28;
- e. on the basis of written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of Section 164 of the Companies Act, 2013.
- 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 II” and
- g. The Company has not paid any managerial remuneration during the year.
- h. With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanation given to us:-
  - i) The Company do not have any pending litigations on its financial position in its financial statements;
  - 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.

For **YRKDAJ & ASSOCIATES LLP**,  
Chartered Accountants  
Firm Reg No.W100288



**Diwakar S. Shetty**

Partner

M. No. 155126

UDIN :22155126AXVOXA4918



**Place :** Mumbai

**Date :** 30<sup>th</sup> September, 2022

## **“ANNEXURE I “TO THE INDEPENDENT AUDITORS’ REPORT**

Referred to in paragraph 1 under ‘Report on Other Legal and Regulatory Requirement’ section of our report of even date to the members of **VIVID ELECTROMECH PRIVATE LIMITED** on the financial statements as of and for the year ended 31<sup>st</sup> March 2022

- i)
  - a) The company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment;
  - b) The company is not having any intangible assets; hence this clause is not applicable;
  - c) All the Property, Plant and Equipment have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification
  - d) All the title deeds of immovable properties are held in the name of the company
  - e) The Company has not revalued its property, plant and equipment (including right of use of assets) or intangible asset of both during the financial year;
  - f) There is no any proceeding have been initiated or pending against company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the company and the nature of its business. In our opinion and according to the information and explanations given to us, the company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- iii) As per the information and explanations given to us, during the year the company has granted loans as unsecured to 3 parties covered in the Registers maintained under Section 189 of the Act by the respective entities as below

Sr. No.	Name of the Party	Amount (Rs.)
1.	Sameer Attavar	47,78,108/-
2.	Meeta Attavar	27,42,449/-
3.	Vishvanath Attavar	3,00,000/-

- iv) In our opinion and according to information and explanations given to us, the Company has not complied with provisions of the Section 185 and 186 of the Act in respect of loans, investments, guarantees and security.



- v) In our opinion and according to information and explanations given to us, the Company has not accepted any deposits from the public in accordance with the provisions of Section 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder.
- vi) Central Government has not prescribed the maintenance of cost records under section 148 (1) of the Companies Act, 2013.
- vii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, ESIC, Income Tax, VAT, CST, Service Tax Custom Duty, Excise Duty, GST and material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, ESIC, Income Tax, VAT, CST, Service Tax Custom Duty, Excise Duty, GST and material statutory dues were in arrears as at 31<sup>st</sup> March, 2022 for a period of more than six months from the date they became payable.

According to the information and explanations given to us, there are no dues that have not been deposited by the Company on account of disputes.

- viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of accounts, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company
- ix)
  - (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender; hence this clause is not applicable;
  - (b) The company has not declared willful defaulter by any bank or financial institution or other lender, hence this clause is not applicable;
  - (c) The company has raised a term loans of INR 4 crores during the year out of which INR 3.72 crores have been used for repayment of working capital loan
  - (d) The company has not raised any short term fund; hence this clause is not applicable;
  - (e) The company has not taken any any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures; hence this clause is not applicable;
  - (f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies; hence this clause is not applicable.

- x)
  - a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, the provisions of clause 3(x) of the Order is not applicable.
  - b) The Company has not issued any Debentures during the year. Accordingly, the provisions of clause 3(x) of the Order is not applicable.
- xi)
  - a) No fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.
  - b) During the year, no report under sub-section 12 of section 143 of the Companies Act, 2013 has been filed by cost auditor / secretarial auditor or by using Form ADT -4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
  - c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- xii) The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Accordingly, provisions of clause 3(xii)(a)/(b)/(c) of the Order is not applicable to the Company.
- xiii) In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with Section 177 and 188 of Act, where applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv)
  - (a) The Central Government has not prescribed to appoint internal auditor under section 138 of the Act, for any of the services rendered by the Company;
  - (b) This clause is not applicable to the company.
- xv) According to the information and explanation given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with him.
- xvi)
  - a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.
  - b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act. 1934.
  - c) There is no Core Investment Company as a part of the Group. Hence, the requirement to report on clause 3(xvi)(d) of the Order is not applicable to the Company.
- xvii) The company has not incurred cash losses in the financial year and in the immediately.



- xviii) There is no resignation of statutory auditors during the year; hence this clause is not applicable
- xix) On the basis of the financial ratios as disclosed in the notes to the financial statements, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx) The provisions of section 135 of the Companies Act, 2013 are not applicable to the Company. Accordingly, the requirement to report on clauses 3(xx)(a)/(b) of the Order are not applicable to the Company.

For **YRKDAJ & ASSOCIATES LLP**,  
Chartered Accountants  
Firm Reg No.W100288



**Diwakar S. Shetty**

Partner

M. No. 155126

UDIN :22155126AXVOXA4918



**Place :** Mumbai

**Date :** 30<sup>th</sup> September, 2022

## **Annexure II to the Independent Auditors' Report**

(Referred to in our report of even date)

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act**

We have audited the internal financial controls over financial reporting of **VIVID ELECTROMECH PRIVATE LIMITED** ("the Company") as at 31st March, 2022 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

#### **Responsibilities of Management for Internal Financial Controls**

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

#### **Auditor's Responsibility for the Audit of the Internal Financial Controls with Reference to Financial Statements**

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

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

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

## Meaning of Internal Financial Controls with Reference to Financial Statements

A Company's internal financial control with reference to 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:

- a. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- b. 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
- c. 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 with Reference to Financial Reporting

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

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **YRKDAJ & ASSOCIATES LLP**,  
Chartered Accountants  
Firm Reg No. W100288



**Diwakar S. Shetty**

Partner

M. No. 155126

UDIN :22155126AXVOXA4918



**Place :** Mumbai

**Date :** 30<sup>th</sup> September, 2022

**VIVID ELECTROMECH PRIVATE LIMITED**

CIN : U31200MH1990PTC057679

**Balance Sheet as at 31st March, 2022**

(All amounts in Indian Rupees in Thousands unless otherwise stated)

Particulars	Note No	2021-22	2020-21
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	23,346	23,346
(b) Reserves and Surplus	2	19,000	15,313
<b>(2) Share application money pending allotment</b>		-	-
<b>(3) Non-Current Liabilities</b>			
(a) Long Term Borrowings	3	4,931	7,537
(b) Deferred Tax Liability		-	-
<b>(4) Current Liabilities</b>			
(a) Short Term Borrowings	4	75,168	22,500
(b) Trade payables	5		
(i) Micro, Small and Medium Enterprises		-	-
(ii) Others		2,50,336	1,71,812
(c) Other current liabilities	6	15,962	3,559
(d) Short-term provisions	7	-	-
<b>Total</b>		<b>3,88,743</b>	<b>2,44,067</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) (i) Property, Plant and Equipment	8	69,057	62,631
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Deferred tax assets (net)		75	136
(c) Other Non-Current Assets	9	1,650	1,748
<b>(2) Current assets</b>			
(a) Inventories		34,493	51,056
(b) Trade receivables	10	2,51,293	1,06,400
(c) Cash and cash equivalents	11	8,052	6,972
(d) Short-term loans and advances	12	18,839	8,262
(e) Other current assets	13	5,286	6,863
<b>Total</b>		<b>3,88,743</b>	<b>2,44,067</b>

**Significant Accounting Policies and Notes to Accounts**20  
21

As per our report of even date

For **YRKDAJ & ASSOCIATES LLP**  
CHARTERED ACCOUNTANTS

**DIWAKAR S. SHETTY**

Partner

M. No. 155126

UDIN :22155126AXVOXA4918

MUMBAI

DATED : 30/09/2022



For and on behalf of the Board


**Sameer Attavar**

Director

DIN: 01827382


**Meeta Attavar**

Director

DIN: 09614137



**VIVID ELECTROMECH PRIVATE LIMITED****CIN : U31200MH1990PTC057679****Statement of Profit and Loss for the year ended 31st March, 2022**

(All amounts in Indian Rupees in Thousands unless otherwise stated)

Particulars	Note No	2021-22	2020-21
I. Revenue from operations		5,87,473	3,19,262
Less- Excise Duty		-	-
Revenue from operations (Net of Excise)		5,87,473	3,19,262
II. Other Income	14	450	685
<b>III. Total Revenue (I + II)</b>		<b>5,87,923</b>	<b>3,19,947</b>
<u>IV. Expenses:</u>			
Cost of materials consumed	15	5,01,503	2,78,372
Purchase of Stock-in-Trade			
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	16	16,563	(1,750)
Employee benefit expense	17	32,843	25,201
Financial costs	18	5,858	2,988
Depreciation and amortization expense	8	3,611	3,256
Other expenses	19	22,183	7,143
<b>Total Expenses</b>		<b>5,82,561</b>	<b>3,15,211</b>
V. Profit before exceptional and extraordinary items and tax	(III - IV)	5,362	4,737
VI. Exceptional Items			
VII. Profit before extraordinary items and tax (V - VI)		5,362	4,737
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII - VIII)		5,362	4,737
X. Tax expense:			
(1) Current tax		-	-
(2) Deferred tax Income : Less / (Add)		61	(61)
(3) Short/Excess Provisions for tax of earlier years		1,389	-
XI. Profit/(Loss) for the period	(XI-X)	3,912	4,798
XII. Earning per equity share:			
(1) Basic		0.02	0.02
(2) Diluted		0.02	0.02
<b>Significant Accounting Policies</b>	20		
<b>Notes to Accounts</b>	21		

As per our report of even date

**For YRKDAJ & ASSOCIATES LLP**

CHARTERED ACCOUNTANTS


**DIWAKAR S. SHETTY**

Partner

M. No. 155126

UDIN :22155126AXVOXA4918

MUMBAI

DATED : 30/09/2022

For **and on behalf of the Board**

**Sameer Attavar**

Director

DIN: 01827382


**Meeta Attavar**

Director

DIN: 09614137

**VIVID ELECTROMECH PRIVATE LIMITED****CIN : U31200MH1990PTC057679****Cash Flow Statement for the year ended 31st March, 2022**

(All amounts in Indian Rupees in Thousands unless otherwise stated)

<b>CASH FLOW STATEMENT</b>	<b>2021-22</b>	<b>2020-21</b>
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before Tax	5,362	4,737
Adjustments for:		
+ Depreciation/Amortisation	3,611	3,256
+ Interest & financing Charges	5,858	2,988
+ Short Term Capital Gain	-	-
+ Revaluation Reserve Trf	(225)	(225)
+ Excess/ Short Provision of Earlier Years	(1,389)	-
- Interest Income/Dividend Income/Rent Income	(223)	(297)
Operating Profit before Working Capital changes	12,994	10,458
(Increase) / Decrease in Current Assets	(1,26,753)	(38,471)
Increase / (Decrease) in Current Liabilities	1,43,595	44,005
Cash Generated from Operations	29,836	15,992
- Direct Tax Paid	-	-
<b>Net Cash (used in) / generated from operating activities</b>	<b>29,836</b>	<b>15,992</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
+ Sale of Fixed Asset		
- Purchase of fixed Asset	(10,038)	(879)
- Purchase of Investments	98	98
+ Sale of Investments	-	-
+ Short Term Capital Gain	-	-
+ Dividend Received/ Interest Received/ Rent Income	223	297
<b>Net Cash (used in) / generated from investing activities</b>	<b>(9,717)</b>	<b>(484)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
- Dividend / Interest Paid	(5,858)	(2,988)
+ Equity Share capital Issued	-	-
+ Increase in Securities Premium	-	-
- Decrease in Share Application money	-	-
+ Increase / (Decrease) in Loan	(2,606)	(14,251)
+ (Increase) / Decrease in Loans & Advances	(10,577)	(1,854)
<b>Net Cash (used in) / generated from financing activities</b>	<b>(19,040)</b>	<b>(19,093)</b>
<b>Net (Decrease)/Increase in Cash &amp; Cash Equivalents</b>	<b>1,080</b>	<b>(3,585)</b>
<b>Cash &amp; Cash Equivalents at the beginning of the year</b>	<b>6,972</b>	<b>10,557</b>
<b>Cash &amp; Cash Equivalents at the end of the year</b>	<b>8,052</b>	<b>6,972</b>

As per our report of even date

**For YRKDAJ & ASSOCIATES LLP**

CHARTERED ACCOUNTANTS


**DIWAKAR S. SHETTY**

Partner

M. No. 155126

UDIN :22155126AXVOXA4918

MUMBAI

DATED : 30/09/2022

**For and on behalf of the Board**

**Sameer Attavar**

Director

M. No. 155126


**Meeta Attavar**

Director

DIN: 09614137

**VIVID ELECTROMECH PRIVATE LIMITED**

The following stated analytical ratios for the year ended March 31, 2022 and March, 2021

Sr. No.	Ratio	Numerator/ Denominator	Ratio (2021-22)	Ratio (2020-21)
1	Current ratio	$\frac{\text{Current Asset}}{\text{Current Liabilities}}$	0.93	0.91
2	Debt-Equity ratio	$\frac{\text{Total Debts}}{\text{Shareholders Equity}}$	11.64	19.50
3	Debt Service Coverage ratio	$\frac{\text{Earnings available for debt service}}{\text{Debt Service}}$	#DIV/0!	#DIV/0!
4	Return on Equity ratio ( ROE)	$\frac{\text{Net Profits after taxes – Preference Dividend}}{\text{Average Shareholder's Equity}}$	16.76%	20.55%
5	Inventory Turnover Ratio	$\frac{\text{Cost of goods sold OR sales}}{\text{Average Inventory}}$	23.84	11.06
6	Trade Receivables turnover ratio	$\frac{\text{Net Credit Sales}}{\text{Average Accounts Receivable}}$	3.28	3.61
7	Trade payables turnover ratio	$\frac{\text{Net Credit Purchases}}{\text{Average Trade Payables}}$	2.38	1.74
8	Net capital turnover ratio	$\frac{\text{Net Sales}}{\text{Average working capital}}$	(24.99)	(17.43)
9	Net profit ratio	$\frac{\text{Net Profit after Tax}}{\text{Net Sales}}$	0.67%	1.50%
10	Return on Capital employed (ROCE)	$\frac{\text{Earning before interest and taxes}}{\text{Capital Employed}}$	23.73%	16.72%
11	Return on Investment (ROI)	$\frac{\{MV(T1) - MV(T0) - \text{Sum } [C(t)]\}}{\{MV(T0) + \text{Sum } [W(t) * C(t)]\}}$	#DIV/0!	#DIV/0!

Where:

T1 = End of time period

T0 = Beginning of time period

t = Specific date falling between T1 and T0

MV(T1) = Market Value at T1

MV(T0) = Market Value at T0

C(t) = Cash inflow, cash outflow on specific date

W(t) = Weight of the net cash flow (i.e. either net inflow or net outflow) on day 't', calculated as  $[T1 - t] / T1$

Companies may provide ROI separately for each asset class (e.g., equity, fixed income, money market, etc.).

# VIVID ELECTROMECH PRIVATE LIMITED

## Notes forming part of the financial statements

(All amounts in Indian Rupees in Thousands unless otherwise stated)

### Note 1 Share capital

Particulars	As at 31st March, 2022		As at 31st March, 2021	
	Number of shares	Amount (Rs.)	Number of shares	Amount (Rs.)
(a) Authorised Equity shares of Rs.100/- each with voting rights	3,00,000	30,000	3,00,000	30,000
(b) Issued Equity shares of Rs.100/- each with voting rights	2,33,460	23,346	2,33,460	23,346
(c) Subscribed and fully paid up Equity shares of Rs.100/- each with voting rights	2,33,460	23,346	2,33,460	23,346
<b>Total</b>	<b>2,33,460</b>	<b>23,346</b>	<b>2,33,460</b>	<b>23,346</b>

#### Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31st March, 2022		As at 31st March, 2021	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Sameer Attavar	1,60,200	68.62%	1,60,200	68.62%
Meeta Attavar	13,500	5.78%	13,500	5.78%
Ishita Attavar	29,614	12.68%	29,614	12.68%
Vishvanath Attavar	536	0.23%	536	0.23%
Hridhan Attavar	29,610	12.68%	29,610	12.68%
<b>Total</b>	<b>2,33,460</b>	<b>100.00%</b>	<b>2,33,460</b>	<b>100.00%</b>

#### Details of shares held by Promoters

Name of Promoters	As at 31st March, 2022		As at 31st March, 2021	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Sameer Attavar	1,60,200	68.62%	1,60,200	68.62%
Meeta Attavar	13,500	5.78%	13,500	5.78%
Ishita Attavar	29,614	12.68%	29,614	12.68%
Vishvanath Attavar	536	0.23%	536	0.23%
Hridhan Attavar	29,610	12.68%	29,610	12.68%
<b>Total</b>	<b>2,33,460</b>	<b>100.00%</b>	<b>2,33,460</b>	<b>100.00%</b>

#### Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Name of Promoters	As at 31st March, 2022		As at 31st March, 2021	
	Number of shares	Amount (Rs.)	Number of shares	Amount (Rs.)
At the Beginning of the year	2,33,460.00	23,346.00	2,33,460.00	23,346.00
Issued during the year	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>2,33,460.00</b>	<b>23,346.00</b>	<b>2,33,460.00</b>	<b>23,346.00</b>



# VIVID ELECTROMECH PRIVATE LIMITED

NOTES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31st March , 2022

(All amounts in Indian Rupees in Thousands unless otherwise stated)

	AS AT 31st March, 2022 Rs.	AS AT 31st March, 2021 Rs.
<b>NOTE NO.:- 2</b>		
<b>RESERVES AND SURPLUS</b>		
Balance brought forward	9,464	4,665
Add:- Profit earned during the year	3,912	4,798
Less: Bonus Share Issued	-	-
Balance carried forward	13,376	9,464
<b>Revaluation Reserves</b>	5,450	5,675
Less: Transferred to Profit & Loss A/c Last Year	225	225
	5,225	5,450
<b>Security Premium</b> (29,700 Shares @ Rs. 102 per Share)	400	400
	<b>19,000</b>	<b>15,313</b>
<b>NOTE NO.:- 3</b>		
<b>LONG TERM BORROWINGS</b>		
<u>FROM BANKS</u>		
<u>Secured</u>		
Kotak Drawdown	-	-
Kotak Mahindra Bank (Car Loan)	556	1,010
Kotak Mahindra Bank - MSME Loan	3,604	4,517
Kotak Mahindra Bank - Term Loan	770	2,010
	<b>4,931</b>	<b>7,537</b>
<b>NOTE NO.:- 4</b>		
<b>SHORT TERM BORROWINGS</b>		
Kotak Mahindra Bank - Working Capital (Secured against Factory Premises)	32,397	22,500
Kotak Mahindra Bank - Draw Down	37,993	-
Kotak Mahindra Bank - LC	4,778	-
	<b>75,168</b>	<b>22,500</b>
<b>NOTE NO.:- 5</b>		
<b>TRADE PAYABLES</b>		
Sundry Creditors for Goods	2,50,236	1,67,745
Sundry Creditors for Services	-	3,666
Sundry Creditors for Labour Contractors	100	400
	<b>2,50,336</b>	<b>1,71,812</b>

# VIVID ELECTROMECH PRIVATE LIMITED

NOTES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31st March , 2022

(All amounts in Indian Rupees in Thousands unless otherwise stated)

	AS AT 31st March, 2022 Rs.	AS AT 31st March, 2021 Rs.
<b>NOTE NO.:-6</b>		
<b>OTHER CURRENT LIABILITIES</b>		
Sundry Creditors for Expenses	2,708	1,879
Statutory Dues	12,004	430
Security Deposits	1,250	1,250
	<b>15,962</b>	<b>3,559</b>
<b>NOTE NO.:- 7</b>		
<b>SHORT TERM PROVISIONS</b>		
Provision for Income Tax	-	-
	-	-
<b>NOTE NO :- 9</b>		
<b>OTHER NON CURRENT ASSETS</b>		
Deferred Keyman Insurance Policy	361	361
Shares with Mechtech Exim Private Limited	200	200
Kotak Bank Keyman insurance	588	686
Share Application with Earth Essence Pvt Ltd	500	500
	<b>1,650</b>	<b>1,748</b>
<b>NOTE NO :- 10</b>		
<b>TRADE RECEIVABLE</b>		
Sundry Debtors		
(Unsecured but considered good)		
Due for more than Six Months	-	-
Others	2,51,293	1,06,400
	<b>2,51,293</b>	<b>1,06,400</b>
<b>NOTE NO :- 11</b>		
<b>CASH &amp; CASH EQUIVALENT</b>		
Cash in Hand	437	796
<u>Cash with Scheduled Banks</u>		
Bank of Maharashtra a/c no.-47942(cur)	50	112
Kotak Mahindra Bank a/c no.-5514(Cur)	0	2
Kotak Mahindra Bank a/c no.-1994(Cur)	73	110
Kotak Mahindra Bank a/c no.-4675(OD a/c)	-	3,799
<u>Deposit with Banks</u>		
Fd with bank	7,492	2,152
	<b>8,052</b>	<b>6,972</b>
<b>NOTE NO :- 12</b>		
<b>SHORT TERM LOANS &amp; ADVANCES</b>		
Work Expense Advance	6,471	3,334
Advance to Suppliers/ Contractor	9,692	4,928
Advance to Related Parties	2,676	-
	<b>18,839</b>	<b>8,262</b>
<b>NOTE NO :- 13</b>		
<b>OTHER CURRENT ASSTS</b>		
Deposits with Tax Authorities	4,214	5,233
Prepaid Expense	144	42
Other Deposits	927	1,588
	<b>5,286</b>	<b>6,863</b>

# VIVID ELECTROMECH PRIVATE LIMITED

NOTES ANNEXED TO AND FORMING PART OF PROFIT & LOSS ACCOUNT  
FOR THE YEAR ENDED 31ST MARCH 2022  
(All amounts in Indian Rupees in Thousands unless otherwise stated)

	FOR THE PERIOD 31st March, 2022 Rs.	FOR THE PERIOD 31st March, 2021 Rs.
<b>NOTE NO.:- 14</b>		
<b>OTHER INCOME</b>		
Interest on FD	223	297
Interest on VAT Refund	-	103
Credit Balance w/off	2	
Duty Drawback	-	60
Dividend	0	-
Revaluation Reserve Transferred	225	225
	<b>450</b>	<b>685</b>
<b>NOTE NO. :- 15</b>		
<b>PURCHASE OF STOCK IN TRADE</b>		
Add: Purchases during the year (Net of Excise Duty)	4,69,487	2,57,596
Add: Direct Expenses		
Power & Fuel	1,511	1,167
Wages & Labour Charges	22,144	15,467
Transport	7,840	4,028
Loading & Unloading	521	115
	<b>5,01,503</b>	<b>2,78,372</b>
	<b>5,01,503</b>	<b>2,78,372</b>
<b>NOTE NO. :- 16</b>		
<b>CHANGE IN INVENTORIES</b>		
Opening Stock	51,056	49,306
Less: Closing Stock	34,493	51,056
	<b>16,563</b>	<b>(1,750)</b>
<b>NOTE NO :- 17</b>		
<b>EMPLOYEES BENEFIT EXPENSES</b>		
Bonus	746	1,618
Salary	23,779	18,293
Directors Remuneration	3,900	2,500
Staff Welfare Expenses	4,058	2,414
Leave Encashment	-	29
MLWF	2	5
ESIC	64	43
Provident Fund	296	299
	<b>32,843</b>	<b>25,201</b>
<b>NOTE NO :- 18</b>		
<b>FINANCIAL COST</b>		
Bill Dis Charges	497	178
Interest on Loan	1,021	360
Interest on Overdraft	3,237	1,783
BG Commission	20	217
LCBD Charges	138	3
LC Charges	74	143
OD Renewal Charges	868	233
Forex Reconciliation Account	3	69
	<b>5,858</b>	<b>2,988</b>

**VIVID ELECTROMECH PRIVATE LIMITED****NOTES ANNEXED TO AND FORMING PART OF PROFIT & LOSS ACCOUNT****FOR THE YEAR ENDED 31ST MARCH 2022**

(All amounts in Indian Rupees in Thousands unless otherwise stated)

	FOR THE PERIOD 31st March, 2022 Rs.	FOR THE PERIOD 31st March, 2021 Rs.
<b>NOTE NO :- 19</b>		
<b>OTHER EXPENSES</b>		
Business promotion	2,229	926
Auditors Remuneration	150	200
Conveyance	4,960	1,982
Brokerage	847	65
Festival Expense	56	10
Insurance	224	242
Printing & Stationery	95	87
Professional & Legal Fees	337	377
Rent,Rates & Taxes	3,813	456
Repairs & Maintenance	473	478
Security Charges	949	382
Miscellaneous Expenses	6,307	1,355
Travelling Expense	438	90
Telephone Charges	644	171
Office Expenses	316	245
LD Charges	103	-
Website Expense	48	49
Water Charges	195	-
Tender Fees	-	29
	<b>22,183</b>	<b>7,143</b>



**Vivid Electromech Pvt Ltd.**

(All amounts in Indian Rupees in Thousands unless otherwise stated)

**Fixed Assets Schedule as on 31st March, 2022**

<b>NOTE NO.:- 8</b>		<b>GROSS BLOCK</b>				<b>DEPRECIATION</b>				<b>NET BLOCK</b>	
<b>Description Of Assets</b>	<b>Rate %</b>	<b>As At 01 April 2021</b>	<b>ADDITIONS DURING THE YEAR</b>	<b>DEDUCTIONS DURING THE YEAR</b>	<b>TOTAL AS AT 31 MARCH 2022</b>	<b>Up To 01 April 2021</b>	<b>Deductions During The Year</b>	<b>For The Year</b>	<b>Total As At 31 MARCH 2022</b>	<b>As At 31 MARCH 2022</b>	<b>As At 31 March 2021</b>
Land at A-163	0.00%	205	-	-	205	-	-	-	-	205	205
Land at A-163 Revaluation	0.00%	3,200	-	-	3,200	-	-	-	-	3,200	3,200
Land at A-173/7	0.00%	37,459	-	-	37,459	-	-	-	-	37,459	37,459
Factory Building Vashi at A-163 Revaluation	0.00%	4,500	-	-	4,500	2,700	-	225	2,925	1,575	1,800
Factory Building Vashi at A-163	10.00%	7,645	-	-	7,645	5,177	-	247	5,424	2,221	2,468
Factory Building Vashi at A-173/7	10.00%	11,595	-	-	11,595	3,065	-	853	3,918	7,677	8,530
Staff Quarters	5.00%	116	-	-	116	56	-	3	59	56	59
Plant & Machinery	13.91%	8,488	3,640	-	12,128	6,234	-	689	6,923	5,205	2,254
CCTV Camera	13.91%	66	-	-	66	45	-	3	48	18	21
EPBX System	13.91%	96	-	-	96	81	-	2	83	13	15
Fax Machine	13.91%	5	-	-	5	5	-	0	5	1	1
Telephone	13.91%	658	217	-	874	316	-	63	379	495	342
Television	13.91%	107	85	-	192	19	-	24	43	149	88
Air Conditioner	13.91%	45	111	-	156	35	-	4	39	117	10
Printer	13.91%	34	-	-	34	18	-	2	20	14	17
Crane	13.91%	147	-	-	147	109	-	5	114	33	38
PP Tank	13.91%	2,788	-	-	2,788	542	-	312	854	1,934	2,246
Water Cooler	13.91%	86	-	-	86	17	-	10	27	59	68
Furniture & Fixture	18.10%	3,589	-	-	3,589	2,292	-	235	2,527	1,062	1,297
Generator	13.91%	-	5,200	-	5,200	-	-	111	111	5,089	-
Scooter	25.89%	1	-	-	1	1	-	0	1	0	0
Motor Car	25.89%	4,664	-	-	4,664	2,391	-	588	2,979	1,685	2,273
Software	40.00%	269	500	-	769	267	-	91	358	411	3
Computer	40.00%	1,123	285	-	1,408	887	-	143	1,029	379	236
<b>Total</b>		<b>86,887</b>	<b>10,038</b>	<b>-</b>	<b>96,925</b>	<b>24,256</b>	<b>-</b>	<b>3,611</b>	<b>27,867</b>	<b>69,057</b>	<b>62,631</b>
<b>Previous Year</b>		<b>86,008</b>	<b>879</b>	<b>-</b>	<b>86,887</b>	<b>21,000</b>	<b>-</b>	<b>3,256</b>	<b>24,256</b>	<b>62,631</b>	<b>65,008</b>

## **VIVID ELECTROMECH PRIVATE LIMITED**

NOTE:20

### **SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2022 & STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2022**

#### **Corporate Information**

VIVID ELECTROMECH PVT LTD (VEPL) is a private limited company domiciled in India and incorporated under Companies Act, 1956. The Company is primarily engaged in manufacturing of Electrical Switchboards (LT Electrical Switchboards, HT Electrical Switchboards and Busbar Trunking) and it supplies it to all over India and abroad.

#### **Significant Accounting Policies**

##### **Basis for Preparation**

The financial statements have been prepared on an accrual basis and under the historical cost convention. The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified in the Companies (Accounting Standards) Rules, 2006 and the Companies (Accounting Standards) Amendment Rules, 2016 which continue to apply under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other relevant provisions of the Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

The financial statements are presented in INR, which is also the Company's functional currency and all values are rounded to the nearest thousand (INR ,000), except when otherwise indicated.

##### **Significant accounting judgements, estimates and assumptions**

While preparing the financial statements management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expense. The actual results are likely to differ from the judgments, estimates and assumptions made by management, and will seldom equal the estimated results. Information about significant judgments estimates and assumptions that have the most significant effect on recognition and measurement of assets liabilities income and expenses as discussed below.

##### **Use of Estimates**

The preparation of financial statements in conformity with Indian GAAP requires management to make judgments, estimates and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. The application of accounting policies that require critical accounting estimates involving complex and subjective judgments

and the use of assumptions in these financial statements. Accounting estimates could change from period to period. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements

### **Revenue Recognition**

Revenue is recognized on accrual basis. The Income is Net of Taxes

### **Taxation**

Current tax is determined as the amount of tax payable in respect of taxable income for the period. Deferred tax is recognized on timing differences between taxable and accounting income/expenditure that originates in one period and are capable of reversal in one or more subsequent period(s). Deferred Tax Liability is recognized on the basis of virtual/reasonable certainty about its liability, as applicable.

### **Property, plant and equipment**

Property, plant and equipment are stated at cost, less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by the management.

However in absence of Original Cost of Assets purchased prior to 1st April, 2008, WDV has been taken as original cost in the Fixed Assets Schedule. Land & Building of factory at plot no. A-163 in vashi is stated at Revalued cost at the value determined by the valuers.

### **Depreciation**

- a. Assets carried at Historical Cost: The depreciation is provided at the written down value method at the rates specified in the schedule XIV of Old Companies Act, 1956 which is not in consonance with sub-paragraph (a) Part 'C' Paragraph 4(a) in Schedule II of the Companies Act, 2013 and as per AS 6.
- b. Revalued Assets : Depreciation is provided on Straight Line Method based on the balance estimated useful life of the Revalued Assets. The difference between depreciation provided on revalued amount and on Historical costs is transferred from Revaluation Reserve to the Statement of Profit and Loss.

### **Impairment**

Property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the Statement of Profit and Loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable

amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated depreciation) had no impairment loss been recognized for the asset in prior years.

### **Other intangible assets**

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective individual estimated useful lives on a WDV basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition, and other economic factors (such as the stability of the industry, and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the asset. Amortization methods and useful lives are reviewed periodically including at each financial year end.

### **Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are charged to revenue in the period they occur.

### **Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

### **Contingent Liabilities**

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities if any are not recognized but are disclosed in the notes to accounts. Contingent Assets if any are neither recognized nor disclosed in the financial statements.



**NOTE-21**  
**NOTES TO ACCOUNTS**

1. In the opinion of the Board, the current assets, loans and advances are approximately of the value stated, if realised in the ordinary course of business. Provisions for depreciation and all known liabilities are adequate and not in excess of the amount reasonably necessary.
2. Balances of creditors, debtors, loans and advances are subject to confirmation by the respective parties. Inventory and Cash Balance is as valued & certified by Management.
3. As per records of the company, there is no expenditure incurred on employees who were in receipt of remuneration of not less than Rs.60.00 lacs per annum when employed through out the year or Rs.5.00 Lakhs per month when employed for part of the year.
4. Contingent Liabilities not provided for:  
No liabilities have been provided for interest and penalties that may be payable for violation of the laws applicable for irregular payment of PT, PF, ESIC and TDS as applicable to the company.
5. The company has not received any intimation, as on 31<sup>st</sup> March, 2022, from its suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.

6. *Details of Fees paid/payable to Auditors*

	<u>2021-2022</u>	<u>2020-2021</u>
	Rs.	Rs.
Audit Fees -	1,50,000/-	2,00,000/-

7. *Payments made towards Directors' Remuneration*

	<u>2021-2022</u>	<u>2020-2021</u>
	Rs.	Rs.
Remuneration	25,00,000/-	39,00,000/-

8. The related parties as per AS -18 are as under

S. No.	Names	Relationship
1.	Sameer Attavar	Key Management Personnel
2.	Meeta Attavar	Key Management Personnel
3.	Vishvanath Attavar	Relative
4.	Smriti Attavar	Relative of Director
5.	Ishita Attavar	Relative of Director
6.	Vivid Infrsolution Pvt. Ltd.	Associate Company

9. *Transactions during the reporting period with related parties are as under:*

Name of Payee	Nature of Transaction	Amount (Rs.)	Relation
Sameer Attavar	Loan Given	47,78,108/-	Director
	Loan Received back	25,21,373/-	
	Remuneration	15,00,000/-	
Meeta Attavar	Loan Given	27,42,449/-	Director
	Loan Received back	24,22,700/-	
	Remuneration	14,00,000/-	
Vishvanath Attavar	Loan Given	3,00,000/-	Director Relative
Vivid Infrsolution Pvt. Ltd.	Loan Given	32,77,884/-	Associate Company
	Loan Received back	32,77,884/-	
	Sales	96,13,905/-	
	Purchase	46,53,050/-	

10. Calculation of Deferred Tax Assets as per AS 22 as on 31<sup>st</sup> March, 2022:

Particulars	Amount (Rs.)
WDV As Per Income Tax	6,23,48,432/-
WDV As Per Companies Act	6,20,61,418/-
Timing Difference	2,87,014/-
Deferred Tax Asset	74,624/-

Note:- WDV of revalued figures and block of building at Plot No. A-163 have not been considered for the purpose of deferred tax calculation.

11. Previous year's figures have been regrouped, re-arranged and reclassified wherever found necessary to facilitate comparison.

Signatures to Note 1 to 21

As per our report of even date

For YRKDAJ AND ASSOCIATES LLP,  
CHARTERED ACCOUNTANTS



**DIWAKAR S. SHETTY**  
Partner  
M. No. 155126

*For and on behalf of the board,*

Sameer Attavar  
**Director**  
DIN: 01827382

Meeta Attavar  
**Director**  
DIN: 09614137

**MUMBAI**

Date: 30<sup>th</sup> September, 2022

UDIN :22155126AXVOXA4918