



Vivid Electromech Pvt. Ltd.

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the Annual Report and the Audited Accounts of Vivid Electromech Private Limited ["Company"], for the financial year ended 31st March, 2023.

FINANCIAL HIGHLIGHTS

The financial highlights of your Company for the year ended 31st March, 2023 and 31st March, 2022 is as under:

| Particulars | Year Ending 31.03.2023 | Year Ending 31.03.2022 |
|--|---------------------------|---------------------------|
| Revenue From Operations | 59,51,37,849 | 58,74,72,679 |
| Other Income | 27,43,024 | 4,49,901 |
| Total Revenue | 59,78,80,872 | 58,79,22,580 |
| Total Expenses | 59,31,08,740 | 58,25,60,746 |
| Profit Before Tax | 47,72,133 | 53,61,834 |
| Less: Tax Expenses | | |
| Current Tax | 0 | 0 |
| Deferred Tax | 6,30,093 | 61,000 |
| Short/Excess Provisions for tax of earlier years | 27,63,834 | 13,88,773 |
| Profit After Tax | 13,78,206 | 39,12,061 |

BUSINESS OPERATIONS

During the year under review, the total revenue has increased from Rs. 58,74,72,679/- in the previous year to Rs. 59,51,37,849/- in the current year. The Company has earned a net profit of Rs. 13,78,206/- in current year as against net profit of Rs. 39,12,061/- 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

For the financial year ended 31st March, 2023, the Company is proposed to carry an amount of Rs. 13,78,206/- to General Reserve Account.



Vivid Electromech Pvt. Ltd.

DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES

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

SHARE CAPITAL

The paid up Share Capital as on 31st March, 2023 was Rs. 2,33,46,000/-. During the year under review, your Company has not issued shares with differential voting rights nor granted stock options nor sweat equity.

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 the Company has not complied with provisions of the Section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantee and security.

BOARD MEETINGS

During the year your Company has held 7 (Seven) Board Meetings which were held on April 22, 2022, July 8, 2022, September 30, 2022, November 14, 2022, February 13, 2023, March 1, 2023 and March 28, 2023. 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.



Vivid Electromech Pvt. Ltd.

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 2022-23 |
|--------|-----------------------------|-------------|--|
| 1. | Vishvanath Dayanand Attavar | Director | 7/7 |
| 2. | Sameer Vishvanath Attavar | Director | 7/7 |

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



Vivid Electromech Pvt. Ltd.

| | 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:

- (a) that in the preparation of the Annual Financial Statements for the year ended 31st March, 2023, 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 31st March, 2023 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



Vivid Electromech Pvt. Ltd.

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 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.

PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

The Company has formulated a policy on 'Prevention of Women's Rights at Workplace as per the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013. The policy has been widely disseminated. There were no cases of Sexual Harassment received by the Company in FY 2021-22.

AUDITORS AND AUDITOR'S REPORT

Statutory Auditors

M/s. Y R K D A J & Associates (Firm Reg. No.: 100288W), Chartered Accountants, Mumbai were appointed as Statutory Auditors for a period of 3 Years from 2024 to 2026 and payment of remuneration are to be confirmed and approved in the ensuing Annual General Meeting. The Company has received a certificate from the above Auditors to the effect that if they are



Vivid Electromech Pvt. Ltd.

reappointed, it would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

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

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.

VALUATION - ONE TIME SETTLEMENT

The Company has not done any settlement for loans obtained from Banks or Financial Institutions; hence the disclosure requirements are not applicable.



Vivid Electromech Pvt. Ltd.

DISCLOSURE ON INSOLVENCY AND BANKRUPTCY CODE 2016


There are no applications made or any proceeding pending under the Insolvency and Bankruptcy Code 2016, hence the disclosure requirements are not applicable.

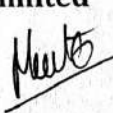
ACKNOWLEDGEMENTS

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 Electromech Private Limited

Sd/- 
Sameer V. Attavar
Chairman
DIN: 01827382

Sd/- 
Meeta Attavar
Director
DIN: 09614137



Date: August 31, 2023

Place: Navi Mumbai

ANNUAL ACCOUNTS

2022-2023

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, 2023, 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, 2023, 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, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, 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 : 23155126BGSISX5428



Place : Mumbai
Date : 31st August, 2023

“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 31st March 2023

- 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 revalued its Land & Building situated at Plot No. A-173/7, M.I.D.C., T.T.C. Industrial Area Khairne, Navi Mumbai and Plot No. 163, M.I.D.C., T.T.C. Industrial Area Khairne, Navi Mumbai during the financial year and the revaluation was carried out through registered valuer. The impact of change in the value of assets are given below

Revaluation of Land at Plot No. A163 & A173/7

| Particulars | Plot No. A163 | Plot No. A173/7 |
|---|-------------------|--------------------|
| Land Cost | 205,000 | 37,459,335 |
| Revaluation done in earlier years | 3,200,000 | - |
| Land Cost as per Books as on 01-04-2022 | 3,405,000 | 37,459,335 |
| Revaluation during the year | 65,484,600 | 100,319,865 |
| Land Value shown as on 31-03-2023 | 68,889,600 | 137,779,200 |
| Change in % | 1923.19% | 267.81% |

Revaluation of Building at Plot No. A163 & A173/7

| Particulars | Plot No. A163 | Plot No. A173/7 |
|---|-------------------|-------------------|
| Building WDV | 2,742,034 | 9,477,799 |
| Revaluation done in earlier years (Net of Write off) | 1,575,000 | - |
| Building WDV as per Books as on 01-04-2022 | 4,317,034 | 9,477,799 |
| Revaluation during the year | 21,422,966 | 47,678,001 |
| Building WDV shown as on 31-03-2023 (before depreciation) | 25,740,000 | 57,155,800 |
| Change in % | 496.24% | 503.05% |

- 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 2 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 | 1,00,65,196/- |
| 2. | Meeta Attavar | 42,26,462/- |

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 except for Profession Tax which was deposited on annual basis.

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 31st March, 2023 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 1.50 crores during the year and the same has 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 : 23155126BGSISX5428



Place : Mumbai

Date : 31st August, 2023

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, 2023 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, 2023, 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 : 23155126BGSISX5428



Place : Mumbai
Date : 31st August, 2023

VIVID ELECTROMECH PRIVATE LIMITED

CIN : U31200MH1990PTC057679

Balance Sheet as at 31st March, 2023

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

| Particulars | Note No | 2022-23 | 2021-22 |
|--|---------|-----------------|-----------------|
| I. EQUITY AND LIABILITIES | | | |
| (1) Shareholder's Funds | | | |
| (a) Share Capital | 1 | 23,346 | 23,346 |
| (b) Reserves and Surplus | 2 | 2,53,663 | 19,000 |
| (2) Share application money pending allotment | | - | - |
| (3) Non-Current Liabilities | | | |
| (a) Long Term Borrowings | 3 | 4,880 | 4,931 |
| (b) Deferred Tax Liability | | 555 | - |
| (4) Current Liabilities | | | |
| (a) Short Term Borrowings | 4 | 59,789 | 75,168 |
| (b) Trade payables | 5 | | |
| (i) Micro, Small and Medium Enterprises | | - | - |
| (ii) Others | | 2,66,389 | 2,50,336 |
| (c) Other current liabilities | 6 | 9,980 | 15,962 |
| (d) Short-term provisions | 7 | - | - |
| Total | | 6,18,603 | 3,88,743 |
| II. ASSETS | | | |
| (1) Non-current assets | | | |
| (a) (i) Property, Plant and Equipment | 8 | 3,29,274 | 69,057 |
| (ii) Intangible assets | | - | - |
| (iii) Capital work-in-progress | | - | - |
| (iv) Intangible assets under development | | - | - |
| (b) Deferred tax assets (net) | | - | 75 |
| (c) Other Non-Current Assets | 9 | 5,958 | 1,650 |
| (2) Current assets | | | |
| (a) Inventories | | 88,625 | 34,493 |
| (b) Trade receivables | 10 | 1,59,845 | 2,51,293 |
| (c) Cash and cash equivalents | 11 | 9,349 | 8,052 |
| (d) Short-term loans and advances | 12 | 19,297 | 18,839 |
| (e) Other current assets | 13 | 6,255 | 5,286 |
| Total | | 6,18,603 | 3,88,743 |

Significant Accounting Policies and
Notes to Accounts

20
21

As per our report of even date

For **YRKDAJ & ASSOCIATES LLP**
CHARTERED ACCOUNTANTS

Sd/-
DIWAKAR S. SHETTY
Partner

M. No. 155126
UDIN :23155126BGSISX5428
MUMBAI
DATED : 31/08/2023



For and on behalf of the Board

Sd/-
Sameer Attavar
Director
DIN: 01827382

Sd/-
Meeta Attavar
Director
DIN: 09614137

VIVID ELECTROMECH PRIVATE LIMITED

CIN : U31200MH1990PTC057679

Statement of Profit and Loss for the year ended 31st March, 2023

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

| Particulars | Note No | 2022-23 | 2021-22 |
|---|------------|-----------------|-----------------|
| I. Revenue from operations | | 5,95,138 | 5,87,473 |
| Less- Excise Duty | | - | - |
| Revenue from operations (Net of Excise) | | 5,95,138 | 5,87,473 |
| II. Other Income | 14 | 2,743 | 450 |
| III. Total Revenue (I + II) | | 5,97,881 | 5,87,923 |
| <u>IV. Expenses:</u> | | | |
| Cost of materials consumed | | | |
| Purchase of Stock-in-Trade | 15 | 5,60,784 | 5,01,503 |
| Changes in inventories of finished goods, work-in-progress and Stock-in-Trade | 16 | (54,132) | 16,563 |
| Employee benefit expense | 17 | 45,933 | 32,843 |
| Financial costs | 18 | 11,117 | 5,858 |
| Depreciation and amortization expense | 8 | 9,277 | 3,611 |
| Other expenses | 19 | 20,129 | 22,183 |
| Total Expenses | | 5,93,109 | 5,82,561 |
| V. Profit before exceptional and extraordinary items and tax | (III - IV) | 4,772 | 5,362 |
| VI. Exceptional Items | | | |
| VII. Profit before extraordinary items and tax (V - VI) | | 4,772 | 5,362 |
| VIII. Extraordinary Items | | - | - |
| IX. Profit before tax (VII - VIII) | | 4,772 | 5,362 |
| X. Tax expense: | | | |
| (1) Current tax | | - | - |
| (2) Deferred tax Income : Less / (Add) | | 630 | 61 |
| (3) Short/Excess Provisions for tax of earlier years | | 2,764 | 1,389 |
| XI. Profit/(Loss) for the period | (XI-X) | 1,378 | 3,912 |
| XII. Earning per equity share: | | | |
| (1) Basic | | 0.01 | 0.02 |
| (2) Diluted | | 0.01 | 0.02 |
| Significant Accounting Policies | 20 | | |
| Notes to Accounts | 21 | | |

As per our report of even date

For YRKDAJ & ASSOCIATES LLP
CHARTERED ACCOUNTANTS

Sd/-

DIWAKAR S. SHETTY

Partner

M. No. 155126

UDIN :23155126BGSISX5428

MUMBAI

DATED : 31/08/2023



For and on behalf of the Board

Sd/-

Sameer Attavar

Director

DIN: 01827382

Sd/-

Meeta Attavar

Director

DIN: 09614137

VIVID ELECTROMECH PRIVATE LIMITED

CIN : U31200MH1990PTC057679

Cash Flow Statement for the year ended 31st March, 2023

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

| CASH FLOW STATEMENT | 2022-23 | 2021-22 |
|---|-----------------|-----------------|
| A CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit before Tax | 4,772 | 5,362 |
| Adjustments for: | | |
| + Depreciation/Amortisation | 9,277 | 3,611 |
| + Interest & financing Charges | 11,117 | 5,858 |
| + Short Term Capital Gain | - | - |
| + Revaluation Reserve Trf | (1,620) | (225) |
| + Excess/ Short Provision of Earlier Years | (2,764) | (1,389) |
| - Interest Income/Dividend Income/Rent Income | (393) | (223) |
| Operating Profit before Working Capital changes | 20,389 | 12,994 |
| (Increase) / Decrease in Current Assets | 36,347 | (1,26,753) |
| Increase / (Decrease) in Current Liabilities | (5,309) | 1,43,595 |
| Cash Generated from Operations | 51,427 | 29,836 |
| - Direct Tax Paid | - | - |
| Net Cash (used in) / generated from operating activities | 51,427 | 29,836 |
| B CASH FLOW FROM INVESTING ACTIVITIES | | |
| + Sale of Fixed Asset | | |
| - Purchase of fixed Asset | (34,588) | (10,038) |
| - Purchase of Investments | (4,308) | 98 |
| + Sale of Investments | | |
| + Short Term Capital Gain | - | - |
| + Dividend Received/ Interest Received/ Rent Income | 393 | 223 |
| Net Cash (used in) / generated from investing activities | (38,503) | (9,717) |
| C CASH FLOW FROM FINANCING ACTIVITIES | | |
| - Dividend / Interest Paid | (11,117) | (5,858) |
| + Equity Share capital Issued | - | - |
| + Increase in Securities Premium | - | - |
| - Decrease in Share Application money | - | - |
| + Increase / (Decrease) in Loan | (51) | (2,606) |
| + (Increase) / Decrease in Loans & Advances | (459) | (10,577) |
| Net Cash (used in) / generated from financing activities | (11,626) | (19,040) |
| Net (Decrease)/Increase in Cash & Cash Equivalents | 1,298 | 1,080 |
| Cash & Cash Equivalents at the beginning of the year | 8,052 | 6,972 |
| Cash & Cash Equivalents at the end of the year | 9,349 | 8,052 |

As per our report of even date

For YRKDAJ & ASSOCIATES LLP

CHARTERED ACCOUNTANTS


DIWAKAR S. SHETTY

Partner

M. No. 155126

UDIN :23155126BGSISX5428

MUMBAI

DATED : 31/08/2023



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, 2023 and March, 2022

| Sr. No. | Ratio | Numerator/ Denominator | Ratio (2022-23) | Ratio (2021-22) |
|---------|-----------------------------------|--|--------------------|--------------------|
| 1 | Current ratio | <u>Current Asset</u> Current Liabilities | 0.84 | 0.93 |
| 2 | Debt-Equity ratio | <u>Total Debts</u> Shareholders Equity | 1.76 | 11.64 |
| 3 | Debt Service Coverage ratio | <u>Earnings available for debt service</u> Debt Service | #DIV/0! | #DIV/0! |
| 4 | Return on Equity ratio (ROE) | <u>Net Profits after taxes – Preference</u> <u>Dividend</u> Average Shareholder's Equity | 5.90% | 16.76% |
| 5 | Inventory Turnover Ratio | <u>Cost of goods sold OR sales</u> Average Inventory | 17.34 | 23.84 |
| 6 | Trade Receivables turnover ratio | <u>Net Credit Sales</u> Average Accounts Receivable | 2.90 | 3.65 |
| 7 | Trade payables turnover ratio | <u>Net Credit Purchases</u> Average Trade Payables | 2.17 | 2.51 |
| 8 | Net capital turnover ratio | <u>Net Sales</u> Average working capital | (11.27) | (24.99) |
| 9 | Net profit ratio | <u>Net Profit after Tax</u> Net Sales | 0.23% | 0.67% |
| 10 | Return on Capital employed (ROCE) | <u>Earning before interest and taxes</u> Capital Employed | 5.63% | 23.73% |
| 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, 2023 | | As at 31st March, 2022 | |
|---|------------------------|---------------|------------------------|---------------|
| | 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 |
| | | | | |
| Total | 2,33,460 | 23,346 | 2,33,460 | 23,346 |

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

| Class of shares / Name of shareholder | As at 31st March, 2023 | | As at 31st March, 2022 | |
|---------------------------------------|------------------------|-----------------------------------|------------------------|-----------------------------------|
| | 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% |
| Total | 2,33,460 | 100.00% | 2,33,460 | 100.00% |

Details of shares held by Promoters

| Name of Promoters | As at 31st March, 2023 | | As at 31st March, 2022 | |
|----------------------------------|------------------------|-----------------------------------|------------------------|-----------------------------------|
| | 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% |
| Total | 2,33,460 | 100.00% | 2,33,460 | 100.00% |

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, 2023 | | As at 31st March, 2022 | |
|---|------------------------|------------------|------------------------|------------------|
| | 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 | - | - | - | - |
| Outstanding at the end of the year | 2,33,460.00 | 23,346.00 | 2,33,460.00 | 23,346.00 |

VIVID ELECTROMECH PRIVATE LIMITED**NOTES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31st March , 2023**

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

| | AS AT 31st March, 2023 Rs. | AS AT 31st March, 2022 Rs. |
|---|----------------------------------|----------------------------------|
| <u>NOTE NO.:- 2</u> | | |
| RESERVES AND SURPLUS | | |
| Balance brought forward | 13,376 | 9,464 |
| Add:- Profit earned during the year | 1,378 | 3,912 |
| Add:- Earlier year adjustment of RR | 450 | - |
| Less: Bonus Share Issued | - | - |
| Balance carried forward | 15,204 | 13,376 |
| Revaluation Reserves | | |
| Balance brought forward | 5,225 | 5,450 |
| Add :- Addition during the year | 2,34,905 | - |
| Less :- Earlier year adjustment | 450 | |
| Less: Transferred to Profit & Loss A/c Last Year | 1,620 | 225 |
| | 2,38,060 | 5,225 |
| Security Premium | | |
| (29,700 Shares @ Rs. 102 per Share) | 400 | 400 |
| | 2,53,663 | 19,000 |
| <u>NOTE NO.:- 3</u> | | |
| <u>LONG TERM BORROWINGS</u> | | |
| <u>FROM BANKS</u> | | |
| <u>Secured</u> | | |
| Kotak Drawdown | - | - |
| Kotak Mahindra Bank (Car Loan) | - | 556 |
| Diamler Financial Services PL (Car Loan) | 4,880 | |
| Kotak Mahindra Bank - MSME Loan | - | 3,604 |
| Kotak Mahindra Bank - Term Loan | - | 770 |
| | 4,880 | 4,931 |
| <u>NOTE NO.:- 4</u> | | |
| <u>SHORT TERM BORROWINGS</u> | | |
| Kotak Mahindra Bank - Working Capital (Secured against Factory Premises) | 30,530 | 32,397 |
| Kotak Mahindra Bank - Draw Down -1 | 15,389 | 37,993 |
| Kotak Mahindra Bank - Draw Down -2 | 13,871 | |
| Kotak Mahindra Bank - LC | - | 4,778 |
| | 59,789 | 75,168 |
| <u>NOTE NO.:- 5</u> | | |
| TRADE PAYABLES | | |
| Sundry Creditors for Goods | 2,66,389 | 2,50,236 |
| Sundry Creditors for Services | - | - |
| Sundry Creditors for Labour Contractors | - | 100 |
| | 2,66,389 | 2,50,336 |

VIVID ELECTROMECH PRIVATE LIMITED**NOTES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31st March , 2023**

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

| | AS AT 31st March, 2023 Rs. | AS AT 31st March, 2022 Rs. |
|---|----------------------------------|----------------------------------|
| <u>NOTE NO.:-6</u> OTHER CURRENT LIABILITIES | | |
| Sundry Creditors for Expenses | 4,873 | 2,708 |
| Statutory Dues | 3,857 | 12,004 |
| Security Deposits | 1,250 | 1,250 |
| | 9,980 | 15,962 |
| <u>NOTE NO.:- 7</u> SHORT TERM PROVISIONS | | |
| Provision for Income Tax | - | - |
| | - | - |
| <u>NOTE NO :- 9</u> OTHER NON CURRENT ASSETS | | |
| Deferred Keyman Insurance Policy | 361 | 361 |
| Shares with Mechtech Exim Private Limited | - | 200 |
| Kotak Bank Keyman insurance | 588 | 588 |
| Share Application with Earth Essence Pvt ltd | - | 500 |
| Unifi Capital Private Limited - Blended Rangoli | 5,008 | - |
| | 5,958 | 1,650 |
| <u>NOTE NO :- 10</u> TRADE RECEIVABLE | | |
| Sundry Debtors | | |
| (Unsecured but considered good) | | |
| Due for more than Six Months | - | - |
| Others | 1,59,845 | 2,51,293 |
| | 1,59,845 | 2,51,293 |
| <u>NOTE NO :- 11</u> CASH & CASH EQUIVALENT | | |
| Cash in Hand | 403 | 437 |
| <u>Cash with Scheduled Banks</u> | | |
| Bank of Maharashtra a/c no.-47942(cur) | 7 | 50 |
| Kotak Mahindra Bank a/c no.-5514(Cur) | 0 | 0 |
| Kotak Mahindra Bank a/c no.-1994(Cur) | 7 | 73 |
| Kotak Mahindra Bank a/c no.-4675(OD a/c) | - | - |
| <u>Deposit with Banks</u> | | |
| Fd with bank | 8,932 | 7,492 |
| | 9,349 | 8,052 |
| <u>NOTE NO :- 12</u> SHORT TERM LOANS & ADVANCES | | |
| Work Expense Advance | 3,626 | 6,471 |
| Advance to Suppliers/ Contractor | 1,380 | 9,692 |
| Advance to Related Parties | 14,292 | 2,676 |
| | 19,297 | 18,839 |
| <u>NOTE NO :- 13</u> OTHER CURRENT ASST'S | | |
| Deposits with Tax Authorities | 5,156 | 4,214 |
| Prepaid Expense | 160 | 144 |
| Other Deposits | 939 | 927 |
| | 6,255 | 5,286 |

VIVID ELECTROMECH PRIVATE LIMITED**NOTES ANNEXED TO AND FORMING PART OF PROFIT & LOSS ACCOUNT**

FOR THE YEAR ENDED 31ST MARCH 2023

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

| | FOR THE PERIOD 31st March, 2023 Rs. | FOR THE PERIOD 31st March, 2022 Rs. |
|---|--|--|
| NOTE NO.:- 14 | | |
| OTHER INCOME | | |
| Interest on FD | 393 | 223 |
| Purchase Bill Discount | 592 | - |
| Credit Balance w/off | 3 | 2 |
| Duty Drawback | 75 | - |
| Dividend | 9 | 0 |
| Exchange Gain | 52 | |
| Revaluation Reserve Transferred | 1,620 | 225 |
| | 2,743 | 450 |
| NOTE NO. :- 15 | | |
| PURCHASE OF STOCK IN TRADE | | |
| Add: Purchases during the year (Net of Excise Duty) | 5,08,808 | 4,69,487 |
| Add: Direct Expenses | | |
| Power & Fuel | 1,887 | 1,511 |
| Wages & Labour Charges | 41,203 | 22,144 |
| Transport | 8,339 | 7,840 |
| Loading & Unloading | 547 | 521 |
| | 5,60,784 | 5,01,503 |
| | 5,60,784 | 5,01,503 |
| NOTE NO. :- 16 | | |
| CHANGE IN INVENTORIES | | |
| Opening Stock | 34,493 | 51,056 |
| Less: Closing Stock | 88,625 | 34,493 |
| | (54,132) | 16,563 |
| NOTE NO :- 17 | | |
| EMPLOYEES BENEFIT EXPENSES | | |
| Bonus | 898 | 746 |
| Salary | 34,104 | 23,779 |
| Directors Remuneration | 4,650 | 3,900 |
| Staff Welfare Expenses | 5,937 | 4,058 |
| MLWF | 3 | 2 |
| ESIC | 47 | 64 |
| Provident Fund | 294 | 296 |
| | 45,933 | 32,843 |
| NOTE NO :- 18 | | |
| FINANCIAL COST | | |
| Bill Dis Charges | 1,460 | 497 |
| Interest on Loan | 3,400 | 1,021 |
| Interest on Overdraft | 4,740 | 3,237 |
| BG Commission | (4) | 20 |
| LCBD Charges | 787 | 138 |
| LC Charges | - | 74 |
| OD Renewal Charges | 734 | 868 |
| Forex Reconciliation Account | - | 3 |
| | 11,117 | 5,858 |

VIVID ELECTROMECH PRIVATE LIMITED**NOTES ANNEXED TO AND FORMING PART OF PROFIT & LOSS ACCOUNT**
FOR THE YEAR ENDED 31ST MARCH 2023

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

| | FOR THE PERIOD 31st March, 2023 Rs. | FOR THE PERIOD 31st March, 2022 Rs. |
|-----------------------------|--|--|
| <u>NOTE NO :- 19</u> | | |
| OTHER EXPENSES | | |
| Business promotion | 1,674 | 2,229 |
| Bad Debts | 445 | - |
| Auditors Remuneration | 150 | 150 |
| Conveyance | 4,654 | 4,960 |
| Brokerage | 1,924 | 847 |
| Discount | 62 | - |
| Festival Expense | 72 | 56 |
| Insurance | 225 | 224 |
| Printing & Stationery | 1,321 | 95 |
| Professional & Legal Fees | 179 | 337 |
| Rent,Rates & Taxes | 1,316 | 3,813 |
| Repairs & Maintenance | 1,247 | 473 |
| Security Charges | 507 | 949 |
| Subletting Expense | 487 | - |
| Miscellaneous Expenses | 2,263 | 6,307 |
| Travelling Expense | 1,805 | 438 |
| Telephone Charges | 631 | 644 |
| Office Expenses | 831 | 316 |
| LD Charges | - | 103 |
| Website Expense | 114 | 48 |
| Water Charges | 221 | 195 |
| | 20,129 | 22,183 |

Vivid Electromech Pvt Ltd.

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

Fixed Assets Schedule as on 31st March, 2023

| NOTE NO.:- 8 | | GROSS BLOCK | | | | DEPRECIATION | | | | NET BLOCK | |
|---|--------|---------------------|---------------------------|-----------------------------|---------------------------|---------------------|-----------------------------|--------------|---------------------------|---------------------|---------------------|
| Description Of Assets | Rate % | As At 01 April 2022 | ADDITIONS DURING THE YEAR | DEDUCTIO NS DURING THE YEAR | TOTAL AS AT 31 MARCH 2023 | Up To 01 April 2022 | Deducti ons During The Year | For The Year | Total As At 31 MARCH 2023 | As At 31 MARCH 2023 | As At 31 March 2022 |
| Land at A-163 | 0.00% | 205 | - | - | 205 | - | - | - | - | 205 | 205 |
| Land at A-163 Revaluation | 0.00% | 3,200 | 65,485 | - | 68,685 | - | - | - | - | 68,685 | 3,200 |
| Land at A-173/7 | 0.00% | 37,459 | - | - | 37,459 | - | - | - | - | 37,459 | 37,459 |
| Land at A-173/7 Revaluation | 0.00% | - | 100,320 | - | 100,320 | - | - | - | - | 100,320 | - |
| Factory Building Vashi at A-163 Revaluation | 0.00% | 4,500 | 21,423 | - | 25,923 | 2,925 | - | 561 | 3,486 | 22,437 | 1,575 |
| Factory Building Vashi at A-163 | 10.00% | 7,645 | - | - | 7,645 | 5,424 | - | 222 | 5,646 | 1,999 | 2,221 |
| Factory Building Vashi at A-173/7 Revaluation | 10.00% | - | 47,678 | - | 47,678 | - | - | 1,060 | 1,060 | 46,618 | - |
| Factory Building Vashi at A-173/7 | 10.00% | 11,595 | - | - | 11,595 | 3,918 | - | 768 | 4,686 | 6,909 | 7,677 |
| Staff Quarters | 5.00% | 116 | - | - | 116 | 59 | - | 3 | 62 | 54 | 56 |
| Plant & Machinery | 13.91% | 12,128 | 24,547 | - | 36,675 | 6,923 | - | 2,516 | 9,439 | 27,236 | 5,205 |
| CCTV Camera | 13.91% | 66 | - | - | 66 | 48 | - | 2 | 51 | 15 | 18 |
| EPBX System | 13.91% | 96 | - | - | 96 | 83 | - | 2 | 84 | 11 | 13 |
| Fax Machine | 13.91% | 5 | - | - | 5 | 5 | - | 0 | 5 | 1 | 1 |
| Telephone | 13.91% | 874 | 133 | - | 1,007 | 379 | - | 80 | 459 | 549 | 495 |
| Television | 13.91% | 192 | - | - | 192 | 43 | - | 21 | 64 | 128 | 149 |
| Air Conditioner | 13.91% | 156 | 407 | - | 562 | 39 | - | 17 | 56 | 506 | 117 |
| Printer | 13.91% | 34 | - | - | 34 | 20 | - | 2 | 22 | 12 | 14 |
| Crane | 13.91% | 147 | - | - | 147 | 114 | - | 5 | 119 | 28 | 33 |
| PP Tank | 13.91% | 2,788 | - | - | 2,788 | 854 | - | 269 | 1,123 | 1,665 | 1,934 |
| Water Cooler | 13.91% | 86 | - | - | 86 | 27 | - | 8 | 35 | 51 | 59 |
| Furniture & Fixture | 18.10% | 3,589 | 660 | - | 4,249 | 2,527 | - | 205 | 2,732 | 1,517 | 1,062 |
| Generator | 13.91% | 5,200 | - | - | 5,200 | 111 | - | 708 | 819 | 4,381 | 5,089 |
| Scooter | 25.89% | 1 | - | - | 1 | 1 | - | 0 | 1 | 0 | 0 |
| Motor Car | 25.89% | 4,664 | 8,613 | - | 13,277 | 2,979 | - | 2,503 | 5,482 | 7,795 | 1,685 |
| Software | 40.00% | 769 | - | - | 769 | 358 | - | 164 | 523 | 247 | 411 |
| Computer | 40.00% | 1,408 | 228 | - | 1,637 | 1,029 | - | 162 | 1,192 | 445 | 379 |
| Total | | 96,925 | 269,493 | - | 366,418 | 27,867 | - | 9,277 | 37,144 | 329,274 | 69,057 |
| Previous Year | | 86,887 | 10,038 | - | 96,925 | 24,256 | - | 3,611 | 27,867 | 69,057 | 62,631 |

Vivid Electromech Pvt Ltd.

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

Schedule of Fixed Assets As Per Income Tax Act, 1961 (A.Y.2023-24)

| Description Of Assets | Rate Of Dep | Op. WDV as on 01.04.2022 | Additions before 30.09.2022 | Additions after 30.09.2022 | Total | Depreciation | Cl. WDV as on 31.03.2023 |
|-----------------------------------|-------------|--------------------------------|-----------------------------------|----------------------------------|---------------|--------------|--------------------------------|
| Land at A-163 | 0.00% | 205 | - | - | 205 | - | 205 |
| Land - A-173/7 | 0.00% | 37,459 | - | - | 37,459 | - | 37,459 |
| Plant & Machinery | 15.00% | 4,809 | 16,595 | 7,952 | 29,356 | 3,807 | 25,549 |
| Factory Building Vashi at A-163 | 10.00% | 77 | - | - | 77 | 8 | 69 |
| Factory Building Vashi at A-173/7 | 10.00% | 7,608 | - | - | 7,608 | 761 | 6,847 |
| Telephone | 15.00% | 474 | 133 | - | 607 | 91 | 516 |
| Air Conditioner | 15.00% | 110 | - | 407 | 517 | 47 | 470 |
| Television | 15.00% | 144 | - | - | 144 | 22 | 122 |
| Water Cooler | 15.00% | 56 | - | - | 56 | 8 | 48 |
| Printer | 15.00% | 14 | - | - | 14 | 2 | 12 |
| Crane | 15.00% | 27 | - | - | 27 | 4 | 23 |
| PP Tank | 15.00% | 1,841 | - | - | 1,841 | 276 | 1,565 |
| Furniture & Fixture | 10.00% | 1,780 | 65 | 595 | 2,440 | 214 | 2,226 |
| Generator | 15.00% | 4,810 | - | - | 4,810 | 722 | 4,089 |
| Motor Car | 15.00% | 2,272 | 8,613 | - | 10,884 | 1,633 | 9,252 |
| Software | 40.00% | 400 | - | - | 400 | 160 | 240 |
| Computer | 40.00% | 340 | - | 228 | 568 | 182 | 387 |
| TOTAL | | 62,426 | 25,405 | 9,183 | 97,014 | 7,936 | 89,078 |

VIVID ELECTROMECH PRIVATE LIMITED

NOTE:20

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2023 & STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2023

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 & A-173/7 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 31st March, 2023, 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>2022-2023</u> | <u>2021-2022</u> |
|--------------|------------------|------------------|
| | Rs. | Rs. |
| Audit Fees - | 1,50,000/- | 1,50,000/- |

7. *Payments made towards Directors' Remuneration*

| | <u>2022-2023</u> | <u>2021-2022</u> |
|--------------|------------------|------------------|
| | Rs. | Rs. |
| Remuneration | 46,50,000/- | 25,00,000/- |

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 |
|----|--------------------|----------|

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 | 87,10,883/- | Director |
| | Loan Received back | 7,00,000/- | |
| | Remuneration | 31,00,000/- | |
| Meeta Attavar | Loan Given | 45,26,315/- | Director |
| | Loan Received back | 6,21,325/- | |
| | Remuneration | 15,50,000/- | |
| Vishvanath Attavar | Salary | 5,50,000/- | Director Relative |
| Bina Attavar | Salary | 5,50,000/- | Director Relative |

10. Calculation of Deferred Tax Assets as per AS 22 as on 31st March, 2023:

| Particulars | Amount (Rs.) |
|--------------------------|---------------|
| WDV As Per Income Tax | 5,14,13,365/- |
| WDV As Per Companies Act | 5,35,49,783/- |
| Timing Difference | 21,36,418/- |
| Deferred Tax Liability | 74,624/- |

Note:- WDV of revalued figures and Land 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 and on behalf of the board,

For YRKDAJ AND ASSOCIATES LLP,
CHARTERED ACCOUNTANTS



DIWAKAR S. SHETTY
Partner
M. No. 155126




Sameer Attavar
Director
DIN: 01827382



Meeta Attavar
Director
DIN: 09614137

MUMBAI

Date: 31st August, 2023

UDIN : 23155126BGSISX5428