

**K.C. MALHOTRA & CO.**  
**CHARTERED ACCOUNTANTS**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Members of Isgec Engineering and Projects Limited

### **Report on the Audit of the Ind AS Financial Statements**

#### **Opinion**

We have audited the accompanying Ind AS financial statements of Isgec Engineering and Projects Limited ("the Company"), which comprise the Balance sheet as at March 31 2024, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the statement of Changes in Equity for the year then ended, and notes to the Ind AS financial statements, including a Summary of Material Accounting Policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit of the Ind AS 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 Ind AS Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the 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 Ind AS financial statements.

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

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

Our opinion on the Ind AS 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 Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the



Ind AS financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibility of Management for the Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS 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.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the Ind AS 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. but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- 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.
- Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;



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- (e) On the basis of the 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, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to 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' Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (g) The provisions of Section 197 read with Schedule V of the Act are not applicable to the Company for the year ended March 31, 2024;
- (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, as amended in our opinion and to the best of our information and according to the explanations given to us:
- a. The Company does not have any pending litigations which would impact its financial position;
  - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - d. a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and




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- c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- e. No dividend has been declared or paid during the year by the Company.
- f. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024

**For K. C. Malhotra & Co.**  
Chartered Accountants  
ICAI Firm Registration Number.000057N

  
**Ramesh Malhotra**  
Partner  
Membership Number: 013624  
UDIN: 24013624BKGVMB5394  
Place of Signature: New Delhi  
Date: May 13, 2024



**ANNEXURE 1 REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING OF "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR AUDIT REPORT OF EVEN DATE**

Re: Isgec Engineering and projects Limited ('the Company')

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i)(a)(A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment
- (i)(a)(B) There is no intangible assets and accordingly the requirement to report on clause 3(i)(a) is not applicable to the Company.
  - (i)(b) Property, plant and equipment have been physically verified by the management during the year and no material discrepancies were noticed on such verification.
  - (i)(c) According to the information and explanations given to us, the allotment letter and possession letter of freehold land and building i.e. Villa No.17B in the "Woodside" residential villa development project, Tehsil Kasauli, Solan, Himachal Pradesh is in the name of the company. However, the title deed of this immovable property is not registered in the name of the company.
  - (i)(d) The company has not revalued its property, plant and equipment during the year ended 31<sup>st</sup>.March,2024
  - (i)(e) There are no proceedings initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act,1988(45 of 1988) and rules made thereunder.
- (ii)(a) The maintenance of cost records has not been prescribed to the company by the Central Government under Section 148(1) of the Companies Act, 2013.Thus reporting under clause 3(vi) of the order is not applicable to the company.
- (ii)(b) The Company has not been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has not granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(a), (b), (c), (d), (e) and (f) of the Order is not applicable to the Company.



- (iv) There are no loans, investments, guarantees, and security in respect of which provisions of Sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.
- (v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- (vi) The maintenance of cost records has not been prescribed to the company by the Central Government under Section 148(1) of the Companies Act, 2013. Thus reporting under clause 3(vi) of the order is not applicable to the company.
- (vii)(a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including income-tax, cess and other statutory dues applicable to it. The provisions related to provident fund, employees' state insurance, sales tax, duty of excise, duty of customs, goods and services tax, and value added taxes are not applicable to the Company. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (b) There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, customs duty, excise duty, value added tax, cess, and other statutory dues which have not been deposited on account of any dispute.
- (viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, 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 did not have any outstanding loans or borrowings or interest thereon due to any lender during the year. Accordingly, the requirement to report on clause ix(a) of the Order is not applicable to the Company.
- (ix)(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (ix)(c) The Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.
- (ix)(d) The Company did not raise any funds during the year hence, the requirement to report on clause (ix)(d) of the Order is not applicable to the Company.
- (ix)(e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.
- (ix)(f) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on Clause 3(ix)(f) of the Order is not applicable to the Company.



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- (x)(a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments). Accordingly, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
- (x)(b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.
- (xi)(a) No fraud/material fraud by the Company or no fraud/material fraud on the Company has been noticed or reported during the year.
- (xi)(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 us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (xi)(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. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the order are not applicable to the Company.
- (xiii) Transactions with the related parties are in compliance with Section 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of Section 177 are not applicable to the Company and accordingly the requirements to report under clause 3(xiii) of the Order insofar as it relates to Section 177 of the Act is not applicable to the Company.
- (xiv) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(a) and (b) of the Order are not applicable to the Company.
- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- (xvi)(a) The provisions of Section 45-1A 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.
- (xvi)(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.
- (xvi)(c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.





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- (xvi)(d) 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 current financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in note 17 to the financial statements, ageing and expected dates of realization 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 the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The provisions of Section 135 of the Companies Act, 2013 are not applicable to the Company and hence, the requirement to report on clause 3(xx)(a) and (b) of the Order are not applicable to the Company.

**For K. C. Malhotra & Co.**

Chartered Accountants

ICAI Firm Registration Number: 000057N

**Ramesh Malhotra**

**Partner**

Membership Number: 013624

UDIN: 24013624BKGVMB5394

Place of Signature: New Delhi

Date: May 13, 2024



**ANNEXURE II REFERRED TO IN PARAGRAPH 2(g) UNDER THE HEADING OF “REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS” OF OUR AUDIT REPORT OF EVEN DATE**

Re: Isgec Engineering and Projects Limited) (‘the Company’)

**Report on the Internal Financial Controls under Section 143(3)(i) of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of Isgec Engineering and Projects Limited (“the Company”) as of March 31, 2024 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended March 31, 2024

**Management’s Responsibility for Internal Financial Controls**

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

**Auditor’s Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and 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 Ind AS 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 internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls Over Financial Reporting**

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in



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


**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

**Opinion**

In 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 March 31, 2024, 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 K. C. Malhotra & Co**  
Chartered Accountants  
ICAI Firm Registration Number 000057N

  
Ramesh Malhotra  
Partner  
Membership No: 013624  
UDIN: 24013624BKGVMB5394  
Place of signature: New Delhi  
Date: May 13, 2024



**Isgec Engineering and projects Limited**  
**CIN: U29248HR2007PLC036695**  
**Balance Sheet as at 31st March, 2024**

(INR in Thousands)

	Note No.	31.03.2024	31.03.2023
<b>ASSETS</b>			
<b>Non - current assets</b>			
(a) Property, plant and equipment	3	31,231.03	31,689.48
(b) Financial assets			
(i) Investments			
(ii) Trade receivables			
(iii) Loans			
(iv) Others			
(c) Deferred tax assets (net)			
(d) Other non - current assets			
<b>Total non-current assets</b>		<b>31,231.03</b>	<b>31,689.48</b>
<b>Current assets</b>			
(a) Inventories			
(b) Financial assets			
(i) Investments			
(ii) Trade receivables			
(iii) Cash and cash equivalents	4	127.45	104.92
(iv) Other Bank Balance	4	10,248.82	9,352.02
(v) Others	5	364.44	276.66
(c) Current tax assets (net)	6	12.27	44.80
(d) Other current assets			
<b>Total current assets</b>		<b>10,752.98</b>	<b>9,778.40</b>
<b>Total assets</b>		<b>41,984.01</b>	<b>41,467.88</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	7(a)	40,000.00	40,000.00
(b) Other equity	7(b)	1,948.61	1,438.38
<b>Total equity</b>		<b>41,948.61</b>	<b>41,438.38</b>
<b>LIABILITIES</b>			
<b>Non - current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings			
(ii) Trade payables			
(iii) Other financial liabilities			
(b) Provisions			
(c) Deferred tax liabilities (net)			
(d) Other non - current liabilities			
<b>Total non-current liabilities</b>		-	-
<b>Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings			
(ii) Trade payables			
ii(a) Total outstanding dues to micro enterprises and small enterprises			
(ii)(b) Total outstanding dues of creditors other than to micro enterprises and small enterprises	8	35.40	29.50
(iii) Other financial liabilities			
(b) Other current liabilities			
(c) Provisions			
(d) Current tax liabilities (net)			
<b>Total current liabilities</b>		<b>35.40</b>	<b>29.50</b>
<b>Total equity and liabilities</b>		<b>41,984.01</b>	<b>41,467.88</b>

The accompanying notes form an integral part of the financial statements

In terms of our report of even date  
**For K.C.Malhotra & Co.**  
Chartered Accountants  
(Firm Regn.No.000057N)

(Ramesh Malhotra)  
Partner  
Membership No.013624  
Place: New Delhi  
Date : 13th May, 2024



For and on behalf of the Board of directors

*(Signature)*

Krishore Chatnani  
Director  
DIN: 07805465

*(Signature)*

V. K. Luthra  
Director  
DIN: 02837289

Isgec Engineering and projects Limited

CIN: U29248HR2007PLC036695

Statement of profit and loss for the year ended 31st March, 2024

(INR in Thousands)

Income	Note No.	31.03.2024	31.03.2023
Revenue from contracts with customers		-	-
Other Income	9	1,510.22	1,348.25
<b>Total income</b>		<b>1,510.22</b>	<b>1,348.25</b>
<b>Expenses</b>			
Employee benefit expense	10	265.38	241.80
Depreciation	3	458.44	481.91
Other expenses	11	37.55	35.25
<b>Total expenses</b>		<b>761.37</b>	<b>758.96</b>
<b>Profit/ (loss) before tax</b>		<b>748.85</b>	<b>589.29</b>
Income tax expense			
(a)Current tax	12	238.62	204.36
(b)Deferred tax		-	-
<b>Profit / (loss) for the year</b>		<b>510.23</b>	<b>384.93</b>
Other comprehensive income		-	-
<b>Total comprehensive income / (loss) for the year</b>		<b>510.23</b>	<b>384.93</b>
Earnings per equity share			
Basic & Diluted	13	0.128	0.096

The accompanying notes form an integral part to the financial statements

In terms of our report of even date  
For K.C.Malhotra & Co.  
Chartered Accountants  
(Firm Registration No. - 000057N)

(Ramesh Malhotra)  
Partner  
Membership No. 013624  
Place: New Delhi  
Date : 13th May, 2024



For and on behalf of the Board of directors

Kishore Chatnani  
Director  
DIN: 07805465

V. K. Luthra  
Director  
DIN: 02837289



**Isgec Engineering and projects Limited**  
CIN: U29248HR2007PLC036695  
Statement of Cash flow for the year ended 31st March, 2024

(INR in Thousands)

Particulars	Note No.	31.03.2024	31.03.2023
<b>Cash flow from operating activities</b>			
Profit before tax		748.85	589.29
<b>Adjustments for:</b>			
Interest Income	9	(646.03)	(483.02)
Depreciation	3	458.44	481.91
<b>Operating profit/(loss) before working capital changes</b>		<b>561.26</b>	<b>588.18</b>
<b>Adjustment for Changes in working Capital</b>			
(Increase)/Decrease in other financial assets	5	(87.78)	(43.25)
Increase/(Decrease) in trade payables	8	5.90	-
Increase/(Decrease) in financial liabilities		-	-
<b>Cash generated from Operations</b>		<b>479.39</b>	<b>544.93</b>
Direct Taxes Paid		(206.09)	(215.50)
<b>Net Cash Flow from Operating Activities</b>		<b>273.30</b>	<b>329.43</b>
<b>Cash flow from Investing activities</b>			
Fixed deposits made		(10,248.82)	(9,352.02)
Proceeds from maturity of fixed deposits		9,352.02	8,523.31
Interest Received	9	646.03	483.02
<b>Net Cash used in Investing Activities</b>		<b>(250.76)</b>	<b>(345.69)</b>
<b>Cash flow from financing activities</b>			
<b>Net Cash used in financing activities</b>		-	-
Net increase (decrease) in cash and cash equivalents		22.54	(16.26)
Cash and Cash equivalents at beginning of the year	4	104.92	121.18
<b>Cash and Cash equivalents at the end of the year</b>	4	<b>127.46</b>	<b>104.92</b>
<b>Components of cash and cash equivalents</b>			
Balance with banks		127.45	104.92
<b>Cash and cash equivalents</b>		<b>127.45</b>	<b>104.92</b>

Notes :

- The above cash flow statement has been prepared under the Indirect Method set out in Indian Accounting Standard (IND AS) 7.
- Reconciliation of liabilities arising from financing activities:

Particulars	Borrowings
Opening balance as on 1st.April,2023	-
Non-cash changed due to:	
-Interest expense	-
-Others	-
Cash flows during the year	-
Closing balance as on 31st.March,2024	-

- Previous year's figures have been regrouped /reclassified wherever necessary to correspond with the current year's classification/disclosure.

The accompanying notes form an integral part of the financial statements

In terms of our report of even date

**For K.C.Malhotra & Co.**  
Chartered Accountants  
(Firm Regn.No.000057N)

(Ramesh Malhotra)  
Partner  
Membership No.013624  
Place: New Delhi  
Date : 13th May, 2024



For and on behalf of the Board of directors

*Kishore Chatnani*  
Kishore Chatnani  
Director  
DIN: 07805465

*V. K. Luthra*  
V. K. Luthra  
Director  
DIN: 02887289

**Isgec Engineering and projects Limited**  
**Notes to the financial statements for the quarter ended 31st March, 2024**

**Statement of changes in equity**

**A : Equity share capital**

<b>As at 1st.April,2022</b>	40,000
Changes in equity share capital due to prior period errors	-
<b>Restated Balance at 01.04.2022</b>	40,000
Changes in equity share capital	-
<b>As at 1st.April,2023</b>	40,000
Changes in equity share capital due to prior period errors	-
<b>Restated Balance at 01.04.2023</b>	40,000
Changes in equity share capital	-
<b>As at 31st March, 2024</b>	40,000

**B: Other equity**

(IN INR)

Particulars	Capital reserve	Securities premium	General reserve	Retained earnings	Total
<b>Balance as at 1st.April,2022</b>			-	1,053.45	1,053.45
Profit/ (loss) for the year		-	-	384.93	384.93
Other comprehensive income		-	-	-	-
<b>Total comprehensive income</b>				1,438.38	1,438.38
<b>Balance as at 31st.March,2023</b>		-	-	1,438.38	1,438.38
<b>Balance as at 1st.April,2023</b>		-	-	1,438.38	1,438.38
Profit/ (loss) for the year		-	-	510.23	510.23
Other comprehensive income		-	-	-	-
<b>Total comprehensive income</b>				1,948.61	1,948.61
<b>Balance as at 31st March,2024</b>				1,948.61	1,948.61

The accompanying notes form an integral part to the financial statements

**In terms of our report of even date**

**For K. C. Malhotra & Co.**

Chartered Accountants  
(Firm Regn. No. 000057N)

(Ramesh Malhotra)  
Partner  
Membership No. 013624  
Place: New Delhi  
Date : 13th May, 2024



**For and on behalf of the Board of directors**

*Kishore Chatnani*  
Kishore Chatnani  
Director  
DIN: 07805465

*V. K. Luthra*  
V. K. Luthra  
Director  
DIN: 02837289

**Isgec Engineering and Projects Limited**

Notes to the financial statements for the quarter ended 31st March, 2024

**Note 3: Property, plant and equipment**

Particulars	Land (Free Hold)	Building	Total
<b>Year ended 31st.March,2023</b>			
Opening Gross carrying amount	22,275.9	13,864.0	36,139.9
Additions	-	-	-
Disposals	-	-	-
<b>Closing gross carrying value</b>	<b>22,275.9</b>	<b>13,864.0</b>	<b>36,139.9</b>
<b>Accumulated depreciation</b>			
Depreciation charge during the year	-	3,968.48	3,968.48
Disposals	-	481.91	481.91
<b>Closing accumulated depreciation</b>	<b>-</b>	<b>4,450.40</b>	<b>4,450</b>
<b>Net carrying amount</b>	<b>22,275.87</b>	<b>9,413.61</b>	<b>31,689.48</b>
<b>Year ended 31st.March,2024</b>			
Opening Gross carrying amount	22,275.87	13,864.00	36,139.87
Additions	-	-	-
Disposals	-	-	-
<b>Closing gross carrying value</b>	<b>22,275.87</b>	<b>13,864.00</b>	<b>36,139.87</b>
<b>Accumulated depreciation</b>			
Opening accumulated depreciation	-	4,450.40	4,450.40
Depreciation charge during the year	-	458.44	458.44
Disposals	-	-	-
<b>Closing accumulated depreciation</b>	<b>-</b>	<b>4,908.84</b>	<b>4,908.84</b>
<b>Net carrying amount</b>	<b>22,275.87</b>	<b>8,955.16</b>	<b>31,231.03</b>

**Note (i) Disclosure under IND AS 16**

There is no item of property, plant and equipment which has retired from active use and has not been classified as held for sale in accordance with IND AS 105





**Isgec Engineering and projects Limited**  
**Notes to the financial statements for the quarter ended 31st March, 2024**

**Note 4 : Current financial assets -Cash and cash equivalents**

(IN INR)

Particulars	31.03.2024	31.03.2023
<b>Balances with banks</b>		
-In current account	127.45	104.92
<b>Total</b>	<b>127.45</b>	<b>104.92</b>
<b>Other Bank Balance</b>		
Bank fixed deposit with maturity		
-within one year	10,248.82	9,352.02
<b>Total</b>	<b>10,248.82</b>	<b>9,352.02</b>
<b>Total Current financial assets -cash and cash equivalents</b>	<b>10,376.27</b>	<b>9,456.94</b>

**Note 5 :Current financial assets -others**

(IN INR)

Particulars	31.03.2024	31.03.2023
Interest accrued but not due on deposits	364.44	276.66
<b>Total current financial assets -others</b>	<b>364.44</b>	<b>276.66</b>

**Note 6 :Current tax assets /(liabilities) (net)**

(IN INR)

Particulars	31.03.2024	31.03.2023
Prepaid Income Taxes	250.89	441.53
Less: Provisions for income- tax	238.62	396.73
<b>Current tax assets/(liabilities) (net)</b>	<b>12.27</b>	<b>44.80</b>



**Isgec Engineering and projects Limited**  
**Notes to the financial statements for the quarter ended 31st March, 2024**

**Note 7 (a) : Equity share capital**

(INR in Thousands)

Particulars	31.03.2024		31.03.2023	
	Number of shares	Amount	Number of shares	Amount
Authorised share capital Equity shares of 10/- each with voting rights	5,000,000	50,000	5,000,000	50,000
Issued,subscribed and paid up Equity shares of Rs.10/-each fully paid up with voting rights	4,000,000	40,000	4,000,000	40,000
<b>Total Equity share capital</b>	<b>4,000,000</b>	<b>40,000</b>	<b>4,000,000</b>	<b>40,000</b>

**(i) Terms and rights attached to equity shares**

The Company has only one class of equity shares having a par value of Rs 10 per share. Each share holder is entitled to one vote per share. The dividend proposed by the board of directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of Liquidation of the company, the holders of the equity shares will be entitled to receive the remaining assets of the company, after distribution of all the preferential amounts. The distribution will be in proportion to the number of equity shares held by each of the equity shareholders.

**(ii) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:**

(INR in Thousands)

Particulars	31.03.2024		31.03.2023	
	No. of shares	Amount	No. of shares	Amount
<b>Equity shares</b>				
At the commencement of the year	4,000,000	40,000	4,000,000	40,000
Add: issued during the year	-	-	-	-
<b>At the end of the year</b>	<b>4,000,000</b>	<b>40,000</b>	<b>4,000,000</b>	<b>40,000</b>

**(iii) Equity Shares of the company held by the holding company**

Particulars	31.03.2024	31.03.2023
Isgec Heavy Engineering Limited *	4,000,000	4,000,000

**(iv) Detail of equity shares held by shareholders holding more than 5% shares of total number of equity shares**

Particulars	31.03.2024		31.03.2023	
	No. of shares	% of holding	No. of shares	% of holding
<b>Equity shares with voting rights</b>				
Isgec Heavy Engineering Limited *	4,000,000	100	4,000,000	100

\* Out of 4,000,000 equity shares held by Isgec Heavy Engineering Limited 6 equity shares are held by 6 individuals holding 1 share each as nominee of Isgec Heavy Engineering Limited

**(v) Shareholding of Promoters:**

**Shares held by promoters:**

Promoter name	31.03.2024		31.03.2023	
	Number of shares	% of total shares	Number of shares	% of total shares
Isgec Heavy Engineering Limited	4,000,000	100%	4,000,000	100%



**Isgec Engineering and projects Limited**  
**Notes to the financial statements for the quarter ended 31st March, 2024**

**Note 7(b) :Other equity**

Particulars	31.03.2024	31.03.2023
Retained earnings (i)	1,948.61	1,438.38
<b>Total other equity</b>	<b>1,948.61</b>	<b>1,438.38</b>

**(i) Retained earnings**

	31.03.2024	31.03.2023
Opening balance	1,438.38	1,053.45
Profit/ (loss) for the year	510.23	384.93
<b>Closing balance</b>	<b>1,948.61</b>	<b>1,438.38</b>

**Retained earnings**

This comprises company's undistributed profit/(loss) after taxes

**Note 8 :Current financial liabilities -Trade payables**

	31.03.2024	31.03.2023
Dues to micro, small and medium enterprises #	-	-
Payables Other than MSME	35.40	29.50
<b>Total current financial liabilities -Trade payables</b>	<b>35.40</b>	<b>29.50</b>

**# Disclosures as per Micro,Small and Medium Enterprises Development Act,2006 (MSMED)**

Particulars	31.03.2024	31.03.2023
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years	-	-



**Isgec Engineering and projects Limited**  
**Notes to the financial statements for the quarter ended 31st March, 2024**

**Ageing of Trade Payables**

Particulars	Outstanding as on March 31, 2024 for the following period from the due date of payment			
	Not due	Less than 1 year	1 year to 2 years	Total
i) MSME	-	-	-	-
ii) Others	35.40	-	-	35.40
iii) Disputed dues - MSME	-	-	-	-
iv) Disputed dues - Others	-	-	-	-
<b>Total</b>	<b>35.40</b>	<b>-</b>	<b>-</b>	<b>35.40</b>

Particulars	Outstanding as on March 31, 2024 for the following period from the due date of payment			
	Not due	Less than 1 year	1 year to 2 years	Total
i) MSME	-	-	-	-
ii) Others	29.50	-	-	29.50
iii) Disputed dues - MSME	-	-	-	-
iv) Disputed dues - Others	-	-	-	-
<b>Total</b>	<b>29.50</b>	<b>-</b>	<b>-</b>	<b>29.50</b>



**Isgec Engineering and projects Limited**  
**Notes to the financial statements for the quarter ended 31st March, 2024**

**Note 9: Other income**

(INR in Thousands)

Particulars	31.03.2024	31.03.2023
Interest on Fixed Deposit with Banks	646.03	483.02
Rent Received	864.00	864.00
Interest on Income Tax Refund	0.19	1.23
<b>Total Other income</b>	<b>1,510.22</b>	<b>1,348.25</b>

**Note 10: Employee Benefits Expense**

(INR in Thousands)

Particulars	31.03.2024	31.03.2023
Salary	265.38	241.80
<b>Total Employee Benefit expense</b>	<b>265.38</b>	<b>241.80</b>

**Note 11: Other expenses**

(INR in Thousands)

Particulars	31.03.2024	31.03.2023
Professional Expenses	1.50	1.50
Auditors Remuneration *	35.40	29.50
Audit Expenses	-	-
Filing Fee	-	3.60
Rates & Taxes	-	-
Bank Charges	0.65	0.65
<b>Total Other expenses</b>	<b>37.55</b>	<b>35.25</b>
* Include GST	5.40	4.50

**Note 12: Income tax expense**

(INR in Thousands)

Particulars	31.03.2024	31.03.2023
<b>(a) Income tax expense</b>		
(a) Current tax	238.62	204.36
Tax relating to earlier year (net)	-	-
<b>Total Current tax</b>	<b>238.62</b>	<b>204.36</b>
<b>(b) Deferred Tax</b>		
Decrease / (Increase) in deferred tax asset	-	-
<b>Total deferred tax expense / (benefit)</b>	<b>-</b>	<b>-</b>
<b>Total Income tax expense</b>	<b>238.62</b>	<b>204.36</b>

**Reconciliation of tax expense and accounting profit multiplied by India's tax rate:**

(INR in Thousands)

Particulars		
Profit/ (Loss) before income tax expense	748.85	589.29
<b>Tax at Indian tax rate of 25.168 %</b>	<b>188.47</b>	<b>148.31</b>
Tax effects of amounts which are not deductible in calculating taxable income	115.38	121.29
Tax on standard deduction allowed under income from house property	(65.24)	(65.24)
Change in tax rate (deferred tax)	-	-
Previous year tax	-	-
<b>Income tax expense</b>	<b>238.62</b>	<b>204.36</b>



**Isgec Engineering and projects Limited**  
**Notes to the financial statements for the quarter ended 31st March, 2024**

**Note 13 : Earnings per share (EPS)**

Particulars	(INR in Thousands)	
	31.03.2024	31.03.2023
Profit/(loss) attributable to equity shareholders	510.23	384.93
Weighted average number of equity shares	4,000,000	4,000,000
Nominal value of equity shares	10	10
Basic and Diluted earnings per share	0.128	0.096

**Note 14: Related party disclosures**

<b>a) Enterprises exercising control</b>	
<b>i) Holding company</b>	Isgec Heavy Engineering Limited
<b>b) Enterprises where control of (a) (i) exists</b>	
<b>i) Subsidiaries</b> (Extent of holding)	Saraswati Sugar Mills (100%) Freelook Softwares Private Limited (100%) Isgec covema Limited (100%) Isgec Exports Limited (100%) Eagle Press & Equipment Co. Limited, Canada (100%) Isgec Investments Pte Limited, Singapore (100%)
<b>ii) Joint ventures</b>	Isgec Hitachi Zosen Limited (51 % control) Isgec Foster Wheeler Boilers Private Limited (51% control) Isgec Titan Metal Fabricators Private Limited (51% control) Isgec Redicam Enviro Solutions Private Limited (51% control)
<b>c) Key Management Personnel</b>	
<b>i) Non-executive directors</b>	Mr Ranjit Puri Mr Aditya Puri Mr Kishore Chatnani Mr Vinod Kumar Luthra

**Note 14.1: Disclosure of transactions between the Related parties and the status of outstanding balances as at 31st.March,2024**

Particulars		31.03.2024	31.03.2023
<b>i) Holding company</b>			
Isgec Heavy Engineering Limited	Rent received	864.00	864.00
<b>ii) Subsidiaries/Joint ventures</b>		--	--
<b>iii) Key Management Personnel</b>		--	--

**Note 15 : Fair value measurements**

Financial instruments by category	Note No.	Carrying Value		Fair value	
		31.03.2024	31.03.2023	31.03.2024	31.03.2023
<b>Financial assets at amortised cost</b>					
Cash and cash equivalents	4	10,376.27	9,456.94	10,376.27	9,456.94
Other financial assets	5	364.44	276.66	364.44	276.66
<b>Total financial assets</b>		<b>10,740.71</b>	<b>9,733.61</b>	<b>10,740.71</b>	<b>9,733.61</b>
<b>Financial liabilities at amortised cost</b>					
Trade payables	8	35.40	29.50	35.40	29.50
<b>Total financial liabilities</b>		<b>35.40</b>	<b>29.50</b>	<b>35.40</b>	<b>29.50</b>

The carrying amounts of trade payables, cash and cash equivalents and other financial assets are considered to be the same as their fair values, due to their short term nature.

**Note 16 : Segment Information**

The company business activity falls within a single primary business segment viz. property comprising of building on rent identified in accordance with principles enunciated in Indian Accounting Standards As-108. Segment Reporting. Hence, business segment is not applicable.  
 The Board of Directors of the company has been identified as the Chief Decision Maker (CODM). The company has not started its commercial activities and hence, there are no additional disclosures to be provided other than those already provided in the financial statements.



**Isgec Engineering and projects Limited**

Notes to the financial statements for the quarter ended 31st March, 2024

**17. Ratio Analysis**

Sl. No.	Ratios	Numerator	Denominator	FY 2023-2024	FY 2022-2023	Percentage variance	Explanation for any change in the ratio by more than 25% as compared to the preceding year.
1	Current Ratio	Current assets	Current liabilities	303.76	331.47	-8.36	
2	Debt-Equity Ratio	Total debt	Total equity	NA	NA	-	
3	Debt Service Coverage Ratio	Earning before interest, tax and depreciation & amortisation	Short & long term borrowings	NA	NA	-	
4	Return on Equity Ratio *	Profit after tax	Total equity	1.22%	0.93%	30.94	It is due to higher profit earned because of higher interest rate on FD.
5	Inventory Turnover Ratio	Revenue from operation	Average inventory	NA	NA	-	
6	Trade Receivables Turnover Ratio	Revenue from operation	Average trade receivables	NA	NA	-	
7	Trade Payables Turnover Ratio	Revenue from operation	Average trade payables	NA	NA	-	
8	Net Capital Turnover Ratio	Revenue from operation	Average working capital	NA	NA	-	
9	Net Profit Ratio *	Profit after tax	Revenue from operation	NA	NA	-	
10	Return on Capital Employed	Profit before interest and tax	Total equity + short & long term borrowings	1.79%	1.42%	25.53	It is due to higher profit earned because of higher interest rate on FD.
11	Return on Investment	Profit after tax	Total of assets side	1.22%	0.93%	30.92	

\* Profit after tax before other comprehensive income

**18. Other Statutory Information**

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The Company does not have any transactions with companies struck off.
- (iii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company has not advanced or loaned or invested funds in any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary
  - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
  - (b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
- (vi) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
  - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (vii) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).



**Note 19 : Financial risk management**

The company's financial liabilities comprise only trade payable for services. The main purpose of these financial liabilities is to manage finances for the company's operations and financial assets include cash and cash equivalents and other financial assets measured at amortised cost. The company is exposed to Market risk, credit risk and liquidity risk.

**(a) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprises three types of risk: currency rate risk, interest rate risk and other price risks, such as equity price and commodity price risk. Financial instruments affected by market risks include loans and borrowings, deposits and derivative financial instruments.

**(b) Credit risk**

Credit risk is the risk that a counterparty will not meet the obligation under a financial instrument or customer contract, leading to a financial loss. The company is exposed from its financing activities including deposits with banks and other financial instruments. Credit risk on cash and cash equivalents is limited as we generally invest in deposits with banks. Investments primarily include certificates of deposits which are funds deposited at a bank for a specified time period.

The board of directors reviews and agrees policies for managing each of these risks. The limits are set to minimise the concentration of risks, and therefore mitigate loss through counterparty's potential failure to make payments.

**(b) Liquidity risk**

Liquidity risk is defined as the risk that company will not be able to settle or meet its obligation on time or at a reasonable price. The Company's objective is to at all times maintain optimum levels of liquidity to meet its cash and its liquidity requirements. The company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate source of financing through the use of short term bank deposits. In addition, processes and policies related to such risk are overseen by senior management. Management monitors the Company's liquidity position through rolling, forecast on the basis of expected cash flows.

**Maturities of financial liabilities**

The following table summarises the maturity profile of the company's financial liabilities at the reporting date based on contractual undiscounted payments. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

(INR in Thousands)

Contractual maturities of financial liabilities	less than three months
<b>As at 31st March, 2023</b>	
Trade payables	29.50
Other Liabilities	-
<b>Total</b>	<b>29.50</b>
<b>As at 31st March, 2024</b>	
Trade payables	35.40
Other Liabilities	-
<b>Total</b>	<b>35.40</b>

**Note 20:** The company is not having any contingent liabilities, commitments and litigations as on 31st.March,2024 (31st.March,2023 Nil)

**Note 21** The Code on Social Security, 2020 ("Code") relating to employee benefits during employment and post employment benefits received Indian Parliament's approval and Presidential assent in September 2020. The Code has been published in the Gazette of India and subsequently, on November 13, 2020, draft rules were published, and stakeholders' suggestions were invited. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

**Note 22** Previous year's figures have been regrouped /reclassified wherever necessary to correspond with the current year's classification/disclosure

In terms of our report of even date  
For K.C.Malhotra & Co.  
Chartered Accountants  
(Firm Regn.No. 000057N)

(Ramesh malhotra)  
Partner  
Membership No. 013624  
Place: New Delhi  
Date : 13th May, 2024



For and on behalf of the Board of directors

Kishore Chatnani  
Director  
DIN: 07805465

V. K. Luthra  
Director  
DIN: 02837289