

SHAH P M AND ASSOCIATES

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To the Members of Konstelec Engineers Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Konstelec Engineers Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and notes to the standalone financial statements, including a summary of significant 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 standalone 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, 2021, its profit, and its cash flows for the year ended on that date.

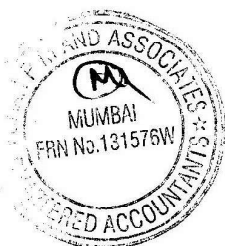
Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) 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 standalone 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 standalone 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 opinion on the standalone financial statements.

Emphasis of Matter

We draw attention to Note 37 of the financial statements, which describes the uncertainties arising from COVID 19 pandemic and impacting the Company's operations and estimates related to impairment of assets, which are dependent on future developments regarding the severity and duration of the pandemic.

Our opinion is not modified in respect of this matter.



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Other Matters

Further to the continuous spreading of COVID -19 across India, this has resulted in restrictions on a physical visit to the client locations and the need for carrying out alternative audit procedures as per the Standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI).

As a result of the above, most of the audit was carried out based on remote access of the data as provided by the management. This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/ Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. We have been represented by the management that the data provided for our audit purposes is correct, complete, reliable, and are directly generated by the accounting system of the Company without any further manual modifications.

We bring to the attention of the users that the audit of the standalone financial statements has been performed in the aforesaid conditions.

Our audit opinion is not modified in respect of the above.

Information other than the Standalone financial statements and auditors' report thereon

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

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our 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. The Board of Director's report is not made available to us at the date of this auditor's report. We have nothing to report in this regard.

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and



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maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

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

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

1. Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. 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 system in place and the operating effectiveness of such controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. 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



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standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. 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 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 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 it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of written representations received from the directors as on March 31, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, from being appointed as a director in terms of section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;



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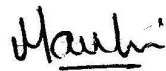
(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – Refer Note 25 and 26 to the standalone financial statements;
- ii. The Company has disclosed forward booking contract outstanding as at 31 March 2021 in its standalone financial statements – Refer note 26 to the standalone financial statements.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For SHAH P M AND ASSOCIATES

Chartered Accountants

ICAI Firm Registration No: 131576W



per MAULIN Y. SHAH

Partner

Membership No: 137282

UDIN: 21137282AAAAEP2792

Place: Mumbai

Date: 25 September 2021



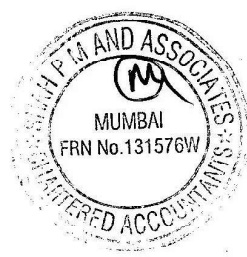
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Annexure 1

Referred to in paragraph 1 of our report on Other Legal and Regulatory Requirement of even date

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) All fixed assets have not been physically verified by the management during the year but 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.
 - (c) According to the information and explanations given by the management, the title deeds of immovable properties included in property, plant and equipment are held in the name of the company.
- (ii) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, provisions of section 185 and 186 of the Companies Act 2013 in respect of loans and advances given, investments made and, guarantees, and securities given to directors including entities in which they are interested have been complied with by the company wherever applicable.
- (v) The Company has not accepted any deposits within the meaning of section 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) To the best of our knowledge and as explained, the Company is not in the business of sale of any goods. Therefore, in our opinion, the provisions of clause 3(vi) of the Order are not applicable to the Company.
- (vii) (a) Undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-Tax, Sales Tax, Service Tax, Goods and Service tax, Value Added Tax, cess and any other applicable Statutory Dues have generally been regularly deposited with the appropriate authorities, though there has been slight delay in a few cases.
 - (b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-Tax, Sales



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Tax, Service Tax, Goods and Service tax, duty of customs, duty of Excise, Value Added Tax, cess and other statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

- (c) According to the records of the Company, the dues of Income-tax, Sales-tax, Value Added Tax and cess on account of any dispute, are disclosed as Annexure A to this report.
- (viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or borrowings to its banks.
- (ix) In our opinion and according to the information and explanations given by the management, the Company has utilized the monies raised by way of term loans for the purposes for which they were raised.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the standalone financial statements and according to the information and explanations given by the management, we report that no fraud by the company or no fraud / material fraud on the company by the officers and employees of the Company has been noticed or reported during the period.
- (xi) According to the information and explanations given by the management, the provisions of section 197 read with Schedule V of the Act are not applicable to the company and hence reporting under clause 3(xi) are not applicable and hence not commented upon.
- (xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) According to the information and explanations given by the management, 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 standalone financial statements, as required by the applicable accounting standards. The provisions of sec 177 are not applicable to the company and accordingly reporting under clause 3(xiii) insofar as it relates to section 177 of the Act is not applicable to the Company and hence not commented upon.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period under review and hence, reporting requirements under clause 3(xiv) are not applicable to the company and not commented upon.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.



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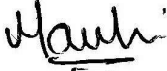
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- (xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For SHAH P M AND ASSOCIATES

Chartered Accountants

ICAI Firm Registration No: 131576W



per **MAULIN Y. SHAH**

Partner

Membership No: 137282

UDIN: 21137282AAAAEP2792

Place: Mumbai

Date: 25 September 2021



SHAH P M AND ASSOCIATES

Chartered Accountants

Annexure 2

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

We have audited the internal financial controls over financial reporting of **KONSTELEC ENGINEERS PRIVATE LIMITED** ("the Company") as of 31 March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

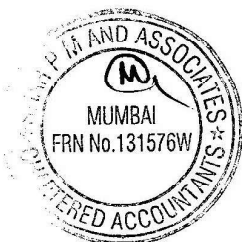
Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, 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 standalone financial statements, whether due to fraud or error.



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

Meaning of Internal Financial Controls over Financial Reporting with reference to these standalone financial statements

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting with reference to these standalone financial statements

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.



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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 31 March 2021, 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 ICAI.

For SHAH P M AND ASSOCIATES

Chartered Accountants

ICAI Firm Registration No: 131576W



per **MAULIN Y. SHAH**

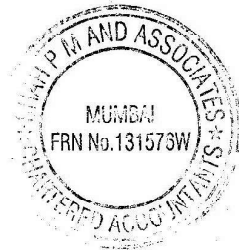
Partner

Membership No: 137282

UDIN: 21137282AAAAEP2792

Place: Mumbai

Date: 25 September 2021



SHAH P M AND ASSOCIATES

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Annexure A – Details of disputed amounts payable in respect of statutory dues in arrears as at 31st March, 2021:

Name of the Statute	Nature of Dues	Amount involved (Rs.)	Period to which amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	5,53,547	Assessment Year 2009-10	Assistant Commissioner of Income Tax
Income Tax Act, 1961	Income Tax	36,16,780	Assessment Year 2010-11	Assistant Commissioner of Income Tax
Income Tax Act, 1961	Income Tax	7,65,900	Assessment Year 2012-13	Assistant Commissioner of Income Tax
Income Tax Act, 1961	Income Tax	1,41,490	Assessment Year 2013-14	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax	1,38,080	Assessment Year 2018-19	Assessing Officer
Maharashtra Value Added Tax, 2002 and Central Sales Tax Act, 1956	Value Added Tax and Central Sales Tax	17,93,317	Financial Year 2012-13	Maharashtra State Tax Tribunal
Maharashtra Value Added Tax, 2002 and Central Sales Tax Act, 1956	Value Added Tax and Central Sales Tax	7,85,476	Financial Year 2013-14	Deputy Commissioner (Appeals-II), Mumbai
Haryana Value Added Tax	Value Added Tax/ Sales Tax	20,023	Financial Year 2015-16	Assistant Commissioner, Excise & Taxation Department, Faridabad (North)
Rajasthan Value Added Tax	Value Added Tax/ Sales Tax	31,97,475	Financial Year 2016-17	Assistant Commissioner of Commercial Taxes, Pali, Sirohi
Service Tax Act, 1994	Service Tax	1,64,60,941	Financial Year 2015-16	Joint Commissioner CGST & Central Excise Mumbai East Commissionerate



KONSTELEC ENGINEERS PRIVATE LIMITED**BALANCE SHEET AS AT 31ST MARCH, 2021**

(Amount in Rs.)

	Particulars	Note No.	As at 31st March, 2021	As at 31st March, 2020
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	3	1,00,00,000	1,00,00,000
	(b) Reserves and surplus	4	50,65,51,796	48,34,08,560
			51,65,51,796	49,34,08,560
2	Non-current liabilities			
	(a) Long-term borrowings	5	2,78,45,718	80,93,888
			2,78,45,718	80,93,888
3	Current liabilities			
	(a) Short-term borrowings	6	22,21,82,352	16,76,12,249
	(b) Trade payables	7	16,67,93,105	30,71,39,336
	(i) total outstanding dues of micro enterprises and small enterprises		75,56,587	1,34,27,288
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		15,92,36,518	29,37,12,048
	(c) Other current liabilities	8	7,31,09,024	5,27,32,288
	(d) Short-term provisions	9	1,14,25,753	1,29,34,086
			47,35,10,234	54,04,17,958
	TOTAL		1,01,79,07,748	1,04,19,20,406
B	ASSETS			
1	Non-current assets			
	(a) Property, Plant and Equipment	10	7,76,43,889	7,45,06,599
	(i) Tangible Assets		7,66,33,484	7,29,66,274
	(ii) Intangible Assets		10,10,405	15,40,325
	(b) Non current investment	11	2,36,39,362	1,35,01,443
	(c) Deferred Tax Assets/(Deferred Tax Liabilities)	12	(1,29,931)	67,428
	(d) Long-term loans and advances	13	52,34,964	52,66,124
	(e) Other Non Current Assets	14	6,23,86,743	6,43,87,227
			16,87,75,027	15,77,28,821
2	Current assets			
	(a) Inventories	15	34,81,55,811	30,65,85,051
	(b) Trade receivables	16	32,69,74,409	36,85,01,583
	(c) Cash and bank balances	17	5,26,11,975	8,24,11,993
	(d) Short-term loans and advances	18	12,13,90,526	12,66,92,958
			84,91,32,721	88,41,91,585
	TOTAL		1,01,79,07,748	1,04,19,20,406
	Summary of signifiant accounting policies	2.1		

In terms of our report of even date attached
For SHAH P M AND ASSOCIATES
Chartered Accountants
ICAI Firm Registration No: 131576W

Maulin Y. Shah

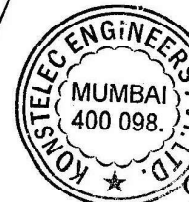
Partner
Name : Maulin Y. Shah
Membership No. 137282
Place: Mumbai
Date: 25 September 2021



For and on behalf of the Board of Directors

Biharilal Shah

(Director)
Biharilal Shah
DIN No:00337318



Amish Shah

(Director)
Amish Shah
DIN No:01415766

KONSTELEC ENGINEERS PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

(Amount in Rs.)

	Particulars	Note No.	For the year ended 31st March, 2021	For the year ended 31st March, 2020
1	Revenue from operations	19	1,00,73,72,698	1,13,60,70,358
2	Other income	20	1,27,63,636	1,15,22,855
3	Total revenue		1,02,01,36,334	1,14,75,93,213
4	Expenses			
	(a) Raw materials consumed	21	40,64,96,243	68,40,71,493
	(b) Changes in inventories of work-in-progress		(4,15,70,760)	(9,89,48,327)
	(c) Employee benefits expenses	22	17,07,47,764	16,54,34,224
	(d) Finance costs	23	3,63,14,815	3,26,78,664
	(e) Depreciation and amortization expense	10	92,03,885	86,94,807
	(f) Other expenses	24	40,41,05,216	27,77,40,043
	Total expenses		98,52,97,163	1,06,96,70,904
5	Profit before Tax		3,48,39,171	7,79,22,309
6	Tax expense:			
	Current Tax		1,03,40,541	2,28,37,254
	Deferred Tax		1,97,359	3,36,432
7	Profit for the year		2,43,01,271	5,47,48,623
8	Earnings Per Share (of face value of Rs.10/- each)			
	Basic and Diluted	34	24.30	54.75
	Summary of significant accounting policies	2.1		

In terms of our report of even date attached

For SHAH P M AND ASSOCIATES

Chartered Accountants

ICAI Firm Registration No: 131576W

Maulin

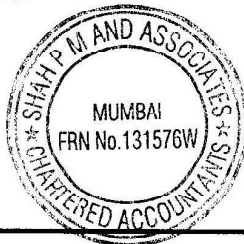
Partner

Name : Maulin Y. Shah

Membership No. 137282

Place: Mumbai

Date: 25 September 2021



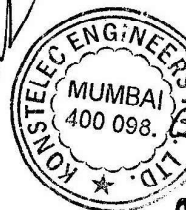
For and on behalf of the Board of Directors

Biharilal Shah

(Director)

Biharilal Shah

DIN No:00337318



Amish Shah

(Director)

Amish Shah

DIN No:01415766

KONSTELEC ENGINEERS PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

(Amount in Rs.)

Sr. No.	Particulars	For the Year Ended 31 March 2021		For the Year Ended 31 March 2020	
(A)	Cash Flow From Operating Activities:				
	Profit before taxation		3,48,39,171		7,79,22,309
	Adjustments for:				
	Depreciation	92,03,885		86,94,807	
	(Profit)/Loss on sale of Fixed Assets	(6,266)		28,572	
	(Profit)/Loss on sale of Investments	-		(9,35,052)	
	Interest expense	2,13,08,683		1,54,73,535	
	Dividend income	(1,27,502)		(1,05,585)	
	Other adjustments pertaining to previous years	(11,58,036)		-	
	Retention money wrongly debited to P&L account earlier	-		2,50,45,563	
	Cash generated from operating activities	2,92,20,764		4,82,01,840	
	Adjustments for working capital:				
	Increase/ (decrease) in trade payables	(14,03,46,230)		17,21,01,379	
	Increase / (decrease) in provisions	(15,08,333)		32,22,047	
	Increase / (decrease) in other current liabilities	2,03,76,736		2,86,27,020	
	Decrease / (increase) in trade receivables	4,15,27,174		(14,86,21,577)	
	Decrease / (increase) in inventories	(4,15,70,760)		(9,89,48,327)	
	Decrease / (increase) in loans and advances	(50,06,949)		(5,38,27,022)	
	Decrease / (increase) in other assets (including fixed deposits having original maturity more than 3 months)	2,90,83,944	(6,82,23,654)	(7,16,34,434)	(12,08,79,074)
	Cash used in operations		(3,33,84,483)		(4,29,56,765)
	Income Tax Refund/ (Paid) (Net)		-		51,74,000
	Net cash generated From operating activities		(3,33,84,483)		(3,77,82,765)
(B)	Cash Flow From Investing Activities:				
	Sale of Fixed Assets	32,000		25,000	
	Acquisition of fixed assets	(1,23,66,909)		(1,05,60,148)	
	Investment in Mutual Fund & Shares (Net)	(1,01,37,919)		13,98,674	
	Dividend	1,27,502		1,05,585	
	Net cash utilised for investing activities		(2,23,45,326)		(90,30,889)
(C)	Cash Flow From Financing Activities:				
	Proceeds/(Repayment) of long-term borrowings (Net)	1,97,51,830		57,66,146	
	Net increase / (decrease) in short term borrowings	5,45,70,104		6,52,42,321	
	Interest paid	(2,13,08,683)		(1,54,73,535)	
	Dividend Paid (inclusive of Tax on Dividend)	-		(24,11,106)	
	Net Cash generated from Financing Activities		5,30,13,251		5,31,23,826
	Net Increase/(Decrease) in Cash and Cash Equivalents		(27,16,558)		63,10,172
	Add: Cash and Cash Equivalents (Opening)		1,74,47,397		1,11,37,225
	Cash and cash equivalents (Closing)		1,47,30,839		1,74,47,397
(D)	Cash and Cash Equivalents includes:				
	Cash on hand		6,07,926		6,12,671
	Bank Balances (Including deposits)		1,41,22,913		1,68,34,726
			1,47,30,839		1,74,47,397

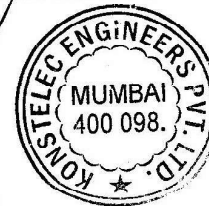
In terms of our report of even date attached
For SHAH P M AND ASSOCIATES
Chartered Accountants
ICAI Firm Registration No: 131576W

Maulin
Partner
Name : Maulin Y. Shah
Membership No. 137282
Place: Mumbai
Date: 25 September 2021



For and on behalf of the Board of Directors

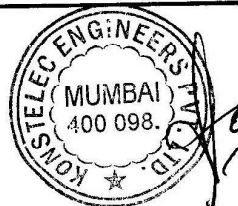
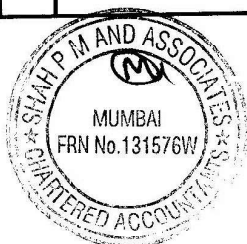
(Director)
Biharilal Shah
DIN No:00337318



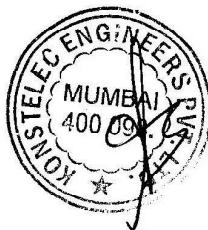
(Director)
Amish Shah
DIN No:Q1415766

KONSTELEC ENGINEERS PRIVATE LIMITED**Notes forming part of the financial statements**

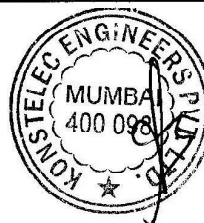
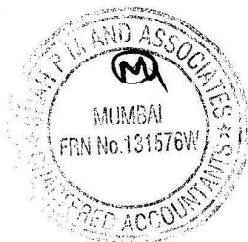
Note	Particulars																				
1	<p>Corporate information</p> <p>KONSTELEC ENGINEERS PRIVATE LIMITED was incorporated on 5th December, 1995 as a private limited company under the Companies Act, 1956.</p> <p>The Company is engaged in the business of electrical and EPC contracts.</p>																				
2	<p>Basis of Preparation</p> <p>The financial statements of the Company have been prepared in accordance with the 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 under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.</p>																				
2.1	<p>Significant accounting policies</p>																				
i	<p>Use of estimates</p> <p>The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.</p>																				
ii	<p>Property, Plant and Equipment</p> <p>Property, Plant and Equipment are stated at the cost of acquisition, less accumulated depreciation and impairment losses, if any. Cost comprises purchase price, duties, levies and any directly attributable cost of bringing the asset to its working condition for the intended use. Interest on borrowed money, allotted to and utilized for qualifying tangible assets, pertaining to the period up to the date of capitalization is added to the cost of the assets. Advances paid towards the acquisition of tangible assets outstanding at each Balance Sheet date and the cost of tangible assets not ready for their intended use before such date are disclosed under capital work in-progress.</p> <p>Depreciation on Property, plant and equipments</p> <p>Depreciation on property, plant and equipments is calculated based on written down value method using the rates arrived at, based on the useful lives estimated by the management. The company has used the following useful lives to provide depreciation on its property, plant and equipment.</p> <table> <tr> <th colspan="2">Useful lives estimated by the management (years)</th></tr> <tr> <td>Office Buildings and Premises</td><td>60</td></tr> <tr> <td>Plant and equipments</td><td>4 to 15</td></tr> <tr> <td>Furniture and fixtures</td><td>5 to 10</td></tr> <tr> <td>Vehicles</td><td>8 to 10</td></tr> <tr> <td>Office equipment</td><td>5</td></tr> <tr> <td>Computers</td><td>3 to 6</td></tr> <tr> <td>Leaschold improvements</td><td>5</td></tr> <tr> <td>Building - Temporary Structures</td><td>3</td></tr> <tr> <td>Software - Intangible Asset</td><td>5</td></tr> </table> <p>The management has estimated the useful lives of Property, Plant and Equipment based on past experience of the Company and supported by independent assessment by professionals, which may differ in some cases from useful lives mentioned in Companies Act 2013</p>	Useful lives estimated by the management (years)		Office Buildings and Premises	60	Plant and equipments	4 to 15	Furniture and fixtures	5 to 10	Vehicles	8 to 10	Office equipment	5	Computers	3 to 6	Leaschold improvements	5	Building - Temporary Structures	3	Software - Intangible Asset	5
Useful lives estimated by the management (years)																					
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Office equipment	5																				
Computers	3 to 6																				
Leaschold improvements	5																				
Building - Temporary Structures	3																				
Software - Intangible Asset	5																				
iii	<p>Impairment of Assets</p> <p>An asset is considered as impaired in accordance with Accounting Standard 28 on Impairment of Assets, when at balance sheet date there are indications of impairment and the carrying amount of the asset, or where applicable the cash generating unit to which it belongs, exceeds its recoverable amount (i.e. the higher of the asset's net selling price and value in use.) An impairment loss is charged off to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of its recoverable amount.</p>																				
iv	<p>Borrowing Costs</p> <p>Borrowing cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings. 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 expensed in the period they occur.</p>																				



Note	Particulars
v	<p>Investment</p> <p>Investments which are readily realizable and intended to be held for not more than one year from the date of such investments are made, are classified as current investments. All other investments are classified as long term investments.</p> <p>On initial recognition, all investments are measured at cost. The cost comprises of purchase price and directly attributable acquisition charges such as brokerage, fees and duties.</p> <p>Current investments are carried in the financial statements at lower of cost or fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.</p> <p>On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charge or credited to the statement of profit and loss.</p>
vi	<p>Inventories</p> <p>There is no closing stock of material as on the balance sheet date. Work in Progress for the construction contracts has been recognized based on Percentage Completion method.</p>
vii	<p>Revenue recognition</p> <p>Sales:</p> <p>Revenue from Sales of products is recognized when substantial risks and rewards of ownership of products are passed on to the buyer under the terms of the contract. Sales exclude goods and service tax and trade discounts.</p> <p>Dividends:</p> <p>Dividend income is recognized when the company's right to receive dividend is established by the reporting date.</p> <p>Job Contracts:</p> <p>Revenues booked at gross levels. Revenue from long term contracts, where the outcome can be estimated reliably, is recognised under the percentage of completion method by reference to the stage of completion of the contract activity.</p>
viii	<p>Foreign Currency Transaction</p> <p>Initial recognition:</p> <p>Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.</p> <p>Conversion:</p> <p>Foreign currency monetary items are translated using the exchange rate prevailing at the reporting date.</p> <p>Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.</p> <p>Forward Contracts:</p> <p>The premium or discount arising at the inception of forward exchange contract is amortised and recognized as a expense/income over the life of the contract. Exchange differences on such contracts, except the contracts which are long term foreign currency monetary items, are recognized in the statement of profit and loss in the period in which the exchange rates change. Any profit or loss arising on cancellation or renewal of such forward exchange contract is also recognized as income or as expense for the period.</p>



Note	Particulars
ix	<p>Employee Benefits Employee Benefits include provident fund, gratuity and compensated absences.</p> <p>Defined contribution plans The company has defined contribution plans for post employment benefits namely provident fund which are recognized by income tax authorities and administered through appropriate authorities. The company contributes to a government administered provident fund and has no further obligation beyond making its contribution. The company's contribution to above fund is charged to revenue every year.</p> <p>Defined benefit plan: The company provides for gratuity obligation through a defined benefit retirement plan (the 'Gratuity Plan') covering all employees. The gratuity plan provides a lump sum payment to vested employees at retirement or termination of employment based on respective employee salary and years of employment with the company. The company makes annual contribution to LIC for the gratuity plan in respect of employees at certain circles.</p> <p>Other employee benefits: The employees of the company are entitled to leave as per the leave policy of the company. The liability in respect of unutilized leave balances is charged to revenue when option is exercised by employees.</p>
x	<p>Accounting for Taxes Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.</p>
xi	<p>Provisions and contingencies Provision is recognized in the balance sheet when, the company has a present obligation as a result of past event; it is probable that an outflow of economic benefits will be required to settle the obligation; and a reliable estimate of the amount of the obligation can be made. A disclosure by way of a contingent liability is made when there is possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.</p>
xii	<p>Cash and Cash Equivalents Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.</p>
xiii	<p>Earnings Per Share The Company reports basic earnings per share (EPS) in accordance with Accounting Standard 20 on Earnings Per Share. The Basic earnings per share is computed by dividing the net profit attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. The diluted earning per share is computed by dividing the net profit attributable to the equity share holder for the period by the weighted average number of equity shares outstanding during the reporting period after adjusting for the effects of dilution.</p>
xiv	Accounting policies not specifically referred to above are in consonance with generally accepted accounting principles.



KONSTELEC ENGINEERS PRIVATE LIMITED
Notes forming part of the financial statements

Note 3 Share capital

Particulars	As at 31st March, 2021	As at 31st March, 2020
(a) Authorised		
1,000,000 (Previous Year 1,000,000) Equity shares of Rs 10 each	1,00,00,000	1,00,00,000
(b) Issued, Subscribed and fully paid up		
1,000,000 (Previous Year 1,000,000) Equity shares of Rs 10 each	1,00,00,000	1,00,00,000
Total	1,00,00,000	1,00,00,000

Note 3.1

Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year:

Particulars	As at 31st March, 2021	As at 31st March, 2020
As at the beginning of the year	1,00,00,000	1,00,00,000
Outstanding at the end of the year	1,00,00,000	1,00,00,000

Note 3.2

Rights, Preferences and Restrictions attached to Equity shares

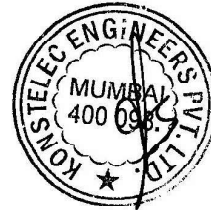
(i) The Company has only one class of equity share having a par value of Rs.10 per share. Each holder of equity share is entitled for one vote per share. Accordingly, all equity shares rank equally with regards to dividends and share in the Company's residual assets. The equity shareholders are entitled to receive dividend as declared from time to time.

(ii) On winding up of the Company, the holder's of equity shares will be entitled to receive the residual assets of the Company after distribution of all preferential amounts in proportion to the number of equity shares held.

Note 3.3

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

Name of shareholder	As at 31st March, 2021		As at 31st March, 2020	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Biharilal Shah	6,52,450	65.25%	6,52,450	65.25%
Biharilal Shah (HUF)	1,00,000	10.00%	1,00,000	10.00%
Nirupama Shah	91,000	9.10%	91,000	9.10%
Amish Shah	1,21,550	12.16%	1,21,550	12.16%



KONSTLEC ENGINEERS PRIVATE LIMITED
Notes forming part of the financial statements

Note 4 Reserves and Surplus

Particulars	As at 31st March, 2021	As at 31st March, 2020
(a) General Reserve		
As per Last Balance Sheet	3,85,86,710	3,85,86,710
Add: Transferred from surplus in Statement of Profit and Loss	-	-
Add: Transferred from Foreign Project Reserve Account	-	-
Add: Other adjustments pertaining to previous years	(11,58,036)	-
Closing balance	3,74,28,674	3,85,86,710
(b) Foreign Project Reserve Account		
As per Last Balance Sheet	-	-
Less: Transfer to General Reserve	-	-
Closing balance	-	-
(c) Surplus in Statement of Profit and Loss		
As per Last Balance Sheet	44,48,21,850	36,74,38,770
Add: Profit for the year	2,43,01,271	5,47,48,623
Add: Retention money wrongly debited to P&L account earlier	-	2,50,45,563
Less:		
(i) Interim dividend / Proposed Dividend	-	20,00,000
(ii) Transferred to Dividend Distribution Tax	-	4,11,106
Closing balance	46,91,23,121	44,48,21,850
Total	50,65,51,796	48,34,08,560

Note 5 Long-term borrowings

Particulars	As at 31st March, 2021	As at 31st March, 2020
Secured		
Term Loans from Banks (Refer Sub-Note below)	3,41,90,556	1,05,48,077
Less: Current Maturities of long term debts	(63,44,838)	(24,54,189)
Total	2,78,45,718	80,93,888

Sub-Note:

Nature of Security

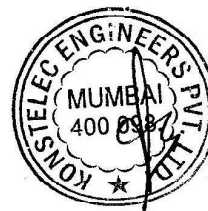
Secured by Hypothecation of Vehicles, Hypothecation of Book-Debts, Work-in-Progress in relation to works contract and Personal Guarantee from Directors.

Note 6 Short-term borrowings

Particulars	As at 31st March, 2021	As at 31st March, 2020
Secured		
Cash credit from banks (Refer Sub-Note Below)	21,58,81,343	16,40,51,311
Unsecured		
Loans Repayable on Demand to Banks	-	-
Loans and advances from related parties (Refer Sub-Note Below)	63,01,009	35,60,938
Total	22,21,82,352	16,76,12,249

Nature of Security

1. Secured by way of Hypothecation of Book-Debts and Work-in-Progress in relation to works contract.
2. Personal Guarantee from Directors
3. Loans from related parties represent interest free loan payable on demand.



KONSTELEC ENGINEERS PRIVATE LIMITED
Notes forming part of the financial statements

Note 7 Trade payables

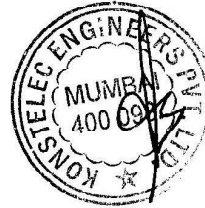
Particulars	As at 31st March, 2021	As at 31st March, 2020
Trade payables (Refer Note no.27)		
(i) total outstanding dues of micro enterprises and small enterprises	75,56,587	1,34,27,288
(a) total outstanding dues of sundry creditors for purchase	75,56,587	1,34,27,288
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	15,92,36,518	29,37,12,048
(a) total outstanding dues of sundry creditors for purchase	6,88,91,537	22,35,58,797
(b) total outstanding dues of subcontractors	7,95,58,567	5,70,55,505
(c) total outstanding dues of sundry creditors for expenses	1,07,86,415	1,30,97,746
Total	16,67,93,105	30,71,39,336

Note 8 Other current liabilities

Particulars	As at 31st March, 2021	As at 31st March, 2020
(i) Current Maturities of long term borrowings (Refer Note No.5)		
- Term Loans	63,44,838	24,54,189
(i) TDS Payable	21,73,071	20,53,657
(ii) Advances from customers	5,06,28,294	3,42,58,636
(iii) Security Deposit	15,13,000	14,43,000
(iv) Accrued salaries and benefits and related statutory dues	1,24,49,821	1,25,22,806
Total	7,31,09,024	5,27,32,288

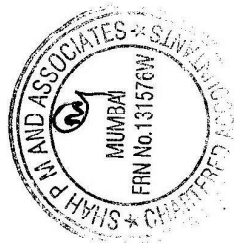
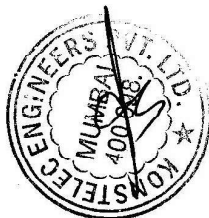
Note 9 Short-term provisions

Particulars	As at 31st March, 2021	As at 31st March, 2020
Provision for Bonus	46,74,284	42,05,242
Provision for Leave	9,28,053	16,10,705
Provision for CSR expenses	58,23,416	59,35,224
Provision for expenses	-	11,82,915
Total	1,14,25,753	1,29,34,086



KONSTELEC ENGINEERS PRIVATE LIMITED.
Notes forming part of the financial statements

Note 10. Property, Plant and Equipments									
Sr. No.	Particulars	Gross Block			Depreciation / Amortisation			Net block	
		As at 1st April, 2020	Additions	Deductions	As at 31st March, 2021	For the year	Deductions	As at 31st March, 2021	As at 31st March, 2020
(i)	Tangible Assets								
(a)	Freehold Land	6,64,002	-	-	6,64,002	-	-	6,64,002	6,64,002
(b)	Office Building and Premises	8,81,89,499	82,20,000	-	9,64,09,499	29,38,436	-	6,29,38,346	5,76,56,782
(c)	Plant & Equipments	1,65,32,714	2,99,300	-	1,68,32,014	11,32,185	-	36,43,607	44,76,492
(d)	Furniture and Fixtures	33,14,641	10,100	-	33,24,741	1,69,495	-	3,65,429	5,24,825
(e)	Vehicles	2,19,02,590	27,22,081	4,97,775	2,41,26,896	27,76,790	4,72,041	70,97,750	71,78,193
(f)	Office Equipments	30,57,325	3,39,587	-	33,96,912	4,04,320	-	6,62,345	6,13,313
(g)	Computers	33,15,686	5,66,541	-	38,82,227	5,75,851	-	6,87,973	8,11,048
(h)	Leasehold Improvements	62,86,672	-	-	62,86,672	4,51,604	-	5,50,358	10,01,962
(i)	Building - Temporary Structures	3,91,218	-	-	3,91,218	15,983	-	23,674	39,657
(ii)	Intangible Assets								
(a)	Software	22,35,751	2,09,300	-	24,45,051	7,39,221	-	10,10,405	15,40,325
	Total	14,58,90,038	1,23,66,399	4,97,775	15,77,59,232	92,03,885	4,72,041	7,76,43,889	7,45,06,599
	Previous year	13,89,84,838	1,21,30,148	22,24,348	14,58,90,098	86,94,307	6,81,376	7,45,06,599	7,26,94,830



KONSTELEC ENGINEERS PRIVATE LIMITED**Notes forming part of the financial statements****Note 11 Non Current investment**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Non Trade Investment (Unquoted & Quoted)		
In Mutual Funds - Quoted (Market Value as at 31 March 2021 : 1,07,02,290)	92,06,603	23,06,603
In Equity Instruments Quoted (other than Joint venture entity) (Market Value as at 31 March 2021: 1,51,98,796)	97,32,759	64,94,840
In Joint Venture Entity	47,00,000	47,00,000
Total	2,36,39,362	1,35,01,443

Note 12 Deferred Tax Asset

Particulars	As at 31st March, 2021	As at 31st March, 2020
Deferred Tax Asset		
Related to Fixed Assets	(1,29,931)	67,428
Total	(1,29,931)	67,428

Note 13 Long-term loans and advances

Particulars	As at 31st March, 2021	As at 31st March, 2020
Unsecured		
Considered Good		
Security Deposits	52,34,964	52,66,124
Total	52,34,964	52,66,124

Note 14 Other non current assets

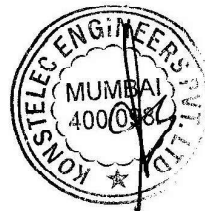
Particulars	As at 31st March, 2021	As at 31st March, 2020
Bank Deposits with remaining maturity for more than twelve months (held as margin money or security against the borrowings, guarantees and letter of credit)	6,23,86,743	6,43,87,227
Total	6,23,86,743	6,43,87,227

Note 15 Inventories

Particulars	As at 31st March, 2021	As at 31st March, 2020
Work in Progress	34,81,55,811	30,65,85,051
Total	34,81,55,811	30,65,85,051

Note 16 Trade receivables

Particulars	As at 31st March, 2021	As at 31st March, 2020
Unsecured - Considered Good		
Outstanding for a period exceeding six months from the date they were due for payment	9,39,58,921	3,71,09,589
Others	23,30,15,488	33,13,91,994
Total	32,69,74,409	36,85,01,583

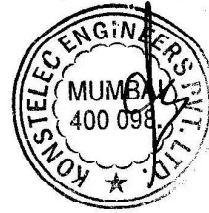


KONSTELEC ENGINEERS PRIVATE LIMITED**Notes forming part of the financial statements****Note 17 Cash and Bank balances**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Cash and Cash equivalents		
Cash on hand	6,07,926	6,12,671
Bank Balances		
- Current Accounts	1,41,22,913	1,68,34,726
Other Bank Balances		
Deposits with remaining maturity for less than equal to 12 months (held as margin money or security against the borrowings, guarantees and letter of credit)	3,78,81,136	6,49,64,596
Total	5,26,11,975	8,24,11,993

Note 18 Short-term loans and advances

Particulars	As at 31st March, 2021	As at 31st March, 2020
Unsecured - Considered Good		
Earnest Money Deposits	88,29,499	81,37,697
Prepaid expenses	71,34,468	1,01,49,104
Loans to employees	24,23,923	19,73,084
Trade advances	4,13,36,904	3,32,63,889
Income tax payments (Net of provisions)	87,21,854	38,04,919
Balances with government authorities	5,24,72,357	6,85,13,217
Advance given to employees (Imprest)	3,30,745	1,70,891
Others	1,40,776	6,80,157
Total	12,13,90,526	12,66,92,958



KONSTELEC ENGINEERS PRIVATE LIMITED**Notes forming part of the financial statements****Note No 19 Revenue From Operations**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Sale of products	11,14,87,787	5,72,58,067
Sale of services	3,19,35,351	10,30,93,218
Composite Supply	86,39,49,560	97,57,19,073
Total	1,00,73,72,698	1,13,60,70,358

Note No 20 Other Income

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Interest Income (Refer Sub-Note Below)	62,26,280	62,82,322
Interest on Income Tax	10,39,931	-
Miscellaneous Income	9,96,651	7,09,204
Foreign Exchange Fluctuation (net)	(2,21,818)	3,31,922
Rental Income	11,35,024	10,66,961
Capital Gain	-	9,35,052
Dividend Income	1,27,502	1,05,585
Duty Drawback	73,436	38,943
Liabilities no longer required written back	33,86,630	20,52,866
Total	1,27,63,636	1,15,22,855

Interest Income Comprises of :-

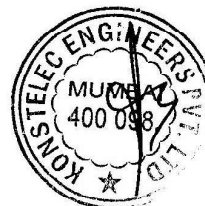
On Fixed Deposits	62,26,280	62,82,322
Total	62,26,280	62,82,322

Note No 21 Raw Materials Consumed and Changes in inventories of work-in-progress

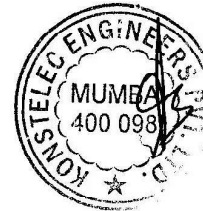
Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Opening stock	30,65,85,051	20,76,36,724
Add: Purchases	40,64,96,243	68,40,71,493
	71,30,81,294	89,17,08,217
Less: Closing stock	34,81,55,811	30,65,85,051
Total	36,49,25,483	58,51,23,165

Note No 22 Employee Benefits Expenses

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Salaries, Wages and Bonus	14,53,44,151	14,52,60,422
Contribution to Provident and Other Funds	2,25,79,326	1,77,89,429
Staff Welfare	28,24,287	23,84,373
Total	17,07,47,764	16,54,34,224



KONSTLEC ENGINEERS PRIVATE LIMITED		
Notes forming part of the financial statements		
Note No 23 Finance Costs		
Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Interest on Loan/Cash Credit	2,13,08,683	1,54,73,535
Bank Charges	3,97,110	5,70,799
Bank Guarantee Charges	96,09,482	1,01,09,792
LC Charges	23,88,925	42,90,735
Processing fees and related expenses	26,10,614	20,90,300
Total	3,63,14,815	3,25,35,161

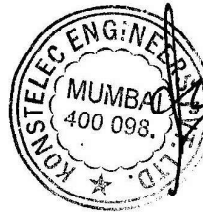


KONSTLEC ENGINEERS PRIVATE LIMITED**Notes forming part of the financial statements****Note No 24 Other Expenses**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Consumption of Stores, Spares & Consumables	1,68,691	2,99,430
Discount/Brokerage/Commission	8,55,870	3,34,713
Late delivery charges	9,21,671	41,48,042
Site expenses	16,03,055	36,63,292
Power & Fuel	8,62,679	7,98,947
Rent	1,17,07,577	93,54,318
Rates and Taxes	42,66,501	49,87,315
Tax, Interest and Fee on Delayed Payment of Taxes	19,68,955	1,43,503
Repairs and Maintenance	12,39,911	8,52,979
Insurance	30,64,445	20,97,662
Sub-Contractors's and General Labour Payments	33,03,95,572	19,83,18,910
Legal and Professional Fees	44,46,376	60,37,609
Payment to Auditors (Refer note below)	6,15,000	11,26,000
Travelling and Conveyance Expenses (including prior period expenses for the current year of Rs.Nil, and Rs.4,12,935 for the previous year)	2,46,93,182	2,68,34,327
Advertising & Sales Promotion Expenses	38,772	4,65,695
Transport, Freight and Octroi charges	66,59,611	59,67,510
Printing and Stationery	6,02,859	9,31,606
Postage and courier charges	1,45,166	2,26,708
Communication cost	4,92,492	7,03,957
Bad Debts/Advances Written Off	13,27,989	48,509
(Profit)/Loss on Sale of Fixed Assets (net)	(6,266)	28,572
Donation	2,80,561	3,60,000
Membership and Subscription Expenses (including prior period expenses for the current year Nil and Rs.18,12,060 for the previous year)	11,160	23,98,268
Inspection Charges	7,93,400	13,00,938
Miscellaneous Expenditure	54,61,795	49,65,989
CSR expenses	14,88,192	14,88,747
Total	40,41,05,216	27,78,83,546

Payment to Auditor

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
As auditor:		
Audit fee	2,20,000	2,20,000
Tax audit fee	75,000	75,000
In other capacity:		
Taxation matters	2,54,000	5,78,000
Management services (including certificates)	66,000	2,53,000
Reimbursement of expenses	-	-
	6,15,000	11,26,000



KONSTELEC ENGINEERS PRIVATE LIMITED
Notes forming part of the financial statements

- 25 There are certain on-going litigations under various state and central tax legislations, the outcome of which is unascertainable. The company is contesting the demands and the management believe that its position will likely be upheld in the appellate process. No tax expense has been accrued in the financial statements for the tax demand raised. The management believes that the ultimate outcome of this proceeding will not have a material adverse effect on the company's financial position and results of operations.

Name of the Statute	Nature of Dues	Amount Involved (Rs.)	Period to which amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	5,53,547	Assessment Year 2009-10	Assistant Commissioner of Income Tax
Income Tax Act, 1961	Income Tax	36,16,780	Assessment Year 2010-11	Assistant Commissioner of Income Tax
Income Tax Act, 1961	Income Tax	7,65,900	Assessment Year 2012-13	Assistant Commissioner of Income Tax
Income Tax Act, 1961	Income Tax	1,41,490	Assessment Year 2013-14	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax	1,38,080	Assessment Year 2018-19	Assessing Officer
Maharashtra Value Added Tax, 2002 and Central Sales Tax Act, 1956	Value Added Tax and Central Sales Tax	17,93,317	Financial Year 2012-13	Maharashtra State Tax Tribunal
Maharashtra Value Added Tax, 2002 and Central Sales Tax Act, 1956	Value Added Tax and Central Sales Tax	7,85,476	Financial Year 2013-14	Deputy Commissioner (Appeals-II), Mumbai
Haryana Value Added Tax	Value Added Tax/ Sales Tax	20,023	Financial Year 2015-16	Assistant Commissioner, Excise & Taxation Department, Faridabad (North)
Rajasthan Value Added Tax	Value Added Tax/ Sales Tax	31,97,475	Financial Year 2016-17	Assistant Commissioner of Commercial Taxes, Pali, Sirchi
Service Tax Act, 1994	Service Tax	1,64,60,941	Financial Year 2015-16	Joint Commissioner CGST & Central Excise Mumbai East Commissionerate

- 26 As of March 31, 2021, the Company has availed letter of credit facility with ICICI Bank totaling Rs. 3,54,85,401 towards creditors for purchase of materials (PY Dena Bank and ICICI Bank combined Rs. 19,36,63,372)

As on 31st March 2021, the Company has outstanding forward booking contract of Nil (PY USD 50,000).

- 27 Amounts due to Micro Small and Medium Enterprises
Details of dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006

Particulars	(Amount in Rs.)	
	As at 31st March, 2021	As at 31st March, 2020
The principal amount remaining unpaid to any supplier at the end of the year	75,56,587	1,34,27,288
Interest due remaining unpaid to any supplier at the end of the year	-	-
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006	-	-

Note: The above information is compiled by the Company on the basis of the information made available by vendors and the same has been relied upon by the Statutory Auditors.

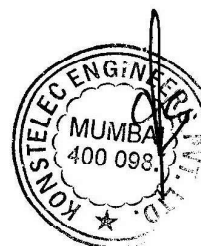
- 28 Balances of Sundry Debtors, Advances and Sundry Creditors are subject to confirmation.

- 29 Details of Foreign exchange inflows and outflows

Details of earning in foreign exchange

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Export of goods/services calculated on FOB basis	4,60,71,436	2,30,75,134
Reimbursement of travelling expenses	-	7,87,544

Details of expenditure in foreign exchange



KONSTELEC ENGINEERS PRIVATE LIMITED
Notes forming part of the financial statements

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Expenditure on account of other matters	-	5,35,229

30 The Company has obtained cash credit facility against hypothecation of Book Debts and Work-in-Progress in relation works contract from its bankers. The charge is created for the above loan by giving gala no. 6, 25 of the company. Insurance policies, fixed deposits and a personal guarantee of all directors of the company is also given, wherein the bank has taken Gala no. 8,9,308,309, as collateral security and personal properties of the directors situated at 1003/A and 1004/A, Bhoomi Towers, Prabhat Colony Road, Santacruz (East), Mumbai - 400 055.

31 **Disclosure under Accounting Standard 15 (revised 2005) "Employee Benefits"**

Defined Contribution Plans:

The Company has availed a Group Gratuity scheme for its employees from Life Insurance Corporation of India and the Life Insurance Corporation gives actuarial valuation which is certified by their in house actuary and the same is relied upon by the auditors.

The Company has recognized the amounts in the Profit and Loss Account under the head Company's Contribution to Provident Fund: Rs.1,10,97,842 (P.Y. Rs.98,51,846)

32 **Segment Reporting (AS-17)**

The Company has only one reportable segment i.e. electrical and EPC contracts and hence separate disclosure requirement of AS-17 Segment Reporting does not arise.

33 **Related Party disclosure (AS-18)**

As per Accounting Standard (AS-18), issued by the Institute of Chartered Accountants of India, the disclosure of transactions with related parties as defined in the Accounting Standard is given below:

33.1 **Names of related parties where control exists irrespective of whether transaction have occurred or not:**

Particulars	Related Parties
Key Management Personnel	1. Biharilal R. Shah 2. Amish B. Shah
Relative of Key Management Personnel	1. Nirupama B. Shah - Wife of Biharilal R. Shah 2. Rajul A. Shah - Wife of Amish B. Shah
Joint Venture	Konstelec Hi Tech Engineers Pvt Ltd
Enterprises over which key management personnel and relatives of such personnel is able to exercise significant influence	1. KEPL EPC Nigeria Limited 2. CES Automation Engineers Private Limited

Related parties under AS 18 with whom transaction have taken place during the year:

Particulars	Key Management Personnel & B.R.Shah (HUF)	Relative of Key Management Personnel	Joint Venture	Enterprises over which key management personnel and relatives of such personnel is able to exercise significant influence	Total
Income					
Revenue from operations	-	-	-	29,64,384	29,64,384
	-	-	-	(1,02,85,039)	(1,02,85,039)
Expenses					
Remuneration/Salary	1,02,52,688	16,31,087	-	-	1,18,83,775
	(1,19,30,796)	(18,05,831)	-	-	(1,37,36,627)
Rent	3,00,000	3,08,000	-	-	6,08,000
	(3,00,000)	(5,28,000)	-	-	(8,28,000)
Reimbursement of expenses	-	-	-	-	-
	-	-	-	(5,70,598)	(5,70,598)
Balance Outstanding					
Assets					
Advance against expenses	45,000	30,834	-	-	75,834
	(45,000)	-	-	-	(45,000)
Investment	-	-	47,00,000	-	47,00,000
	-	-	(47,00,000)	-	(47,00,000)
Receivable	-	-	-	1,50,69,297	1,50,69,297
	-	-	-	(1,21,04,912)	(1,21,04,912)
Liabilities					
Share Capital	87,40,000	9,10,000	-	-	96,50,000
	(87,40,000)	(9,10,000)	-	-	(96,50,000)
Borrowings	29,80,220	-	33,20,789	-	63,01,009
	(2,22,269)	-	(33,38,669)	-	(35,60,938)
Rent payable	2,67,626	5,39,871	-	-	8,07,497
	(65,848)	(4,60,651)	-	-	(5,26,499)
Remuneration/Salary	-	-	-	-	-
Other Payable	-	-	-	31,60,694	31,60,694
	(1,200)	-	-	(29,67,564)	(29,68,764)

Notes related to Related Party disclosure

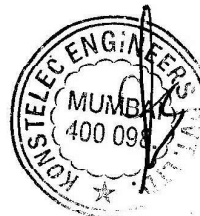
1. Related party relationships and transactions have been identified by the management and relied upon by the Auditors

2. Figures in bracket pertains to previous year

3. The Company has established a comprehensive system of maintenance of information and documents as required by the transfer pricing legislation under sections 92-92F of the Income-tax Act, 1961. Since the law requires existence of such information and documentation to be contemporaneous in nature, the Company is in the process of updating the documentation for the international transactions entered into with the associated enterprises during the financial year. The Company is required to update and put in place the information latest by the due date of filing its income tax return. The management is of the opinion that its international transactions are at arm's length so that the aforesaid legislation will not have any impact on the financial statements, particularly on the amount of tax expenses and that of provision for tax.

34 **Earnings Per Equity Share (AS - 20)**
Basic and Diluted earning per equity share :

(Amount in Rs.)



KONSTLEC ENGINEERS PRIVATE LIMITED
Notes forming part of the financial statements

Particulars		For the year ended 31st March, 2021	For the year ended 31st March, 2020
Numerator:			
Profit after tax	Rupees	2,43,01,271	5,47,48,623
Denominator:			
Weighted average number of equity shares	Number	10,00,000	10,00,000
Nominal value of equity shares	Rupees	10	10
Basic and Diluted earning per equity share	Rupees	24.30	54.75

35 Operating lease: Company as lessee

Future minimum rentals payable under non-cancellable operating leases are as follows:

Particulars	As at 31st March, 2021	As at 31st March, 2020
Within one year	-	-
After one year but not more than five years	-	-
More than five years	-	-
Total	-	-

36 Corporate Social Responsibility (CSR)

Gross amount to be spent by the Company during the year - Rs.14,88,192 (PY - Rs.14,88,747)
Amount spent by the Company during the year - Rs. 16,00,000 (PY - Rs.NIL)

37 Due to outbreak of COVID-19, the Company's management has made initial assessment of likely adverse impact on business and financial risks, and believes that the impact is likely to be short term in nature. The management does not see any medium to long term risks in the Company's ability to continue as a going concern and meeting its liabilities as and when they fall due. Estimates and associated assumptions applied in preparing these financial statements, especially for determining the impairment allowance for the Company's Assets are based on historical experience and other emerging/forward looking factors on account of the pandemic. The Company believes that the factors considered are reasonable under the current circumstances. Given the dynamic nature of the pandemic situation, these estimates are subject to uncertainty and maybe affected by severity and duration of the pandemic. In the event the impacts are more severe or prolonged than anticipated, this will have a corresponding impact on the carrying value of Assets, the

38 Previous years figures have been regrouped/reclassified to confirm to current year's presentation.

As per our separate report of even date attached

For SHAH P M AND ASSOCIATES
Chartered Accountants
ICAI Firm Registration No: 131576W

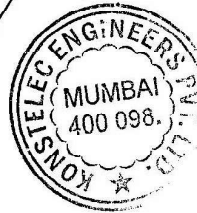
Maulin

Partner
Name : Maulin Y. Shah
Membership No. 137282
Place: Mumbai
Date: 25 September 2021



For and on behalf of the Board of Directors

(Director)
Bhahilal Shah
DIN No:00337318



Ashah
(Director)
Anish Shah
DIN No:01415766