



## Independent Auditor's Report

To  
The Members,  
**Sai Utility and Fire Systems India Private Limited**

### Report on the Audit of Financial Statements

#### Opinion

We have audited the accompanying financial statements of **Sai Utility and Fire Systems India Pvt. Ltd.** ('the Company') which comprise the Balance Sheet as at 31<sup>st</sup> March, 2022 and the Statement of Profit and Loss for the period from 1<sup>st</sup> April, 2021 to 31<sup>st</sup> March, 2022 and Statement for the year ended on that date, and notes to the financial statements, including 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 financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of their state of affairs of the Company as at March 31, 2022, of loss and its cashflows for the year then ended.

#### Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made

thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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

The Company's Board of Directors is responsible for the preparation and presentation of its report (herein after called as "Board Report" which comprises various information required under section 143(3) of the companies Act, 2013, but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained 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 Board Report and the other information; we are required to report that fact. We have nothing to report in this regard.

#### **Responsibility of Management for Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India. 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 maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's Responsibility**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, 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.
- 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) Planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements.
- 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 be thought to bear on our independence, and where applicable, related safeguards.

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

- 1) 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 appears from our examination of those books;
  - c. The Balance Sheet and Statement of Profit and Loss and the Cash Flow dealt with by this Report are in agreement with the books of account;
  - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of the written representations received from the directors as on 31st March 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2022, from being appointed as a director in terms of Section 164(2) of the Act;

- f. With respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, is not applicable to the company.
- 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:
  - a. The Company does not have pending litigations as on the date of Financial Statements;
  - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - c. There has been no delay and amounts which were required to be transferred to the Investor Education and Protection Fund by the Company as on 31st March, 2022.
  - d.
    - i) According to the information and explanation given to us, management has represented that the no funds have been advanced and loaned or invested (either from borrowed funds or share premium or any other source or kind of funds) by the company to or in any other person or entities, 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 person 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.
    - ii) According to the information and explanations given to us, management has represented that no funds have been received by the company from any person or entities, including foreign entities, with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party ("Ultimate Beneficiaries") or

- provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- iii) Based on the audit procedures, considered reasonable and appropriate in the circumstances, nothing has come to the notice that has caused to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- e. The company has not paid any dividend during the current financial year. According to this clause is not applicable.

The Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, is applicable to the company. We give in the Annexure statement on the matters specified in paragraph 3 & 4 of the order.

**For Sushant L Yardi & Co.**  
**Chartered Accountants**  
**FRN – 125900W**

*S.L. Yardi*



**CA Sushant L Yardi**  
**Partner**  
**Membership No.118477**  
**UDIN -22118477ATRTRVK3968**  
**Date - 19-09-2022**  
**Place – Pune**

### Annexure to Auditor's Report

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of Sai Utility and Fire Systems India Private Limited on the accounts of the company for the year ended 31st March, 2022.

I. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment & intangible assets.

(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company does not have any immovable properties held.

(d) The company has not revalued its property, plant and equipment during the year accordingly this clause is not applicable to the company.

(e) No proceedings against the company are initiated under benami transaction act 1988 and rules thereunder, accordingly no disclosure is applicable under this clause.

II. (a) As explained to us, the company has not conducted physical verification of inventory at an reasonable intervals.

(b) Working capital limits sanctions are in excess of five crores against the current assets of the company. Details of material discrepancies observed are as below -

Name of bank	Particulars of Securities Provided	Details provided	Amount as per books of account	Amount as reported in the statement	Amount of difference	Reason for material discrepancies
Bank of Maharashtra	Against Working capital Gap	Debtors	45,112	49,870	(4,758)	-
	Collateral security of two properties S No 41 H No 3/1/1/2 & 3/1/1/25 in	Creditors	60,392	57,220	3,172	-

	<p>vadgaonsheri Pune owned by Jayashree Charhate, A plot No 39 &amp; plot No 48 owned by Jayashree Charhate in Vadgaonsheri Pune,</p> <p>Fixed Deposit of Rs. 16 Lakhs,</p> <p>Property No 43/6B Plot No 9 owned by Subhash Charhate &amp; Industrial Shed at Sanaswadi Pune</p>	WIP	68,565	77,167	(8,602)	<p>Data provided to the bank was based on provisional percentage completion details. The detailed percentage completion was available later and the same is considered for Audit.</p>
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- III. According to the information and explanations given to us and on the basis of our examination of the books of account, 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. Consequently, the provisions of clauses (iii)(a), (iii)(b), (iii)(c), (iii)(d), (iii)(e), (iii)(f) of the order are not applicable to the Company.
- IV. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans or provided guarantees or security to the parties covered under section 185 & also not made any investments under section 186 of the Companies Act, 2013. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans to directors or any other person in whom the director is interested or made any investments.
- V. The Company has not accepted 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 (v) of the order are not applicable.
- VI. According to the information and explanations given to us, the Company is not required to maintain cost records pursuant to the Rules made by the Central Government for maintenance of cost records under sub-section (1) of section 148 of the Act.



- VII. (a) According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Duty of Custom, Duty of Excise, Value added tax, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2022 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no material dues of income tax, sales tax, service tax, excise which have not been deposited with the appropriate authorities on account of any dispute.
- VIII. There were no transactions which are not recorded in the accounts have been disclosed or surrendered before the tax authorities as income during the year.
- IX. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution, bank or government.
- X. (a) The Company did not raise any money by way of initial public offer including debt instruments.
- (b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- XI. According to the information and explanations given to us, no fraud on the Company by its officers or employees, or by the Company has been noticed or reported during the year.
- XII. According to the information and explanations given to us, the company is not a Nidhi Company. Accordingly, the said paragraph of the Order is not applicable.
- XIII. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013

where applicable and details of such transactions have been disclosed in the Financial Statements as required by the applicable Accounting Standards.

- XIV.** According to the information and explanations given to us, company does not have internal audit system, as company out of the preview of section 138 of Companies Act 2013.
- XV.** According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with them. Accordingly, the said paragraph of the Order is not applicable.
- XVI.** The company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934
- XVII.** According to the information and explanations given to us and on the basis of our examination of the books of account, company has incurred cash losses in the current financial year of Rs. 4,89,02,166 /- and immediately preceding financial year of Rs.64,83,042/- Calculated by adding non-cash expenses such as depreciation, deferred tax expense to profit after tax.
- XVIII.** During the financials year statutory auditor of the company has not resigned, this clause is not applicable.
- XIX.** According to the information and explanations given to us and on the basis of financial ratios, ageing, expected dates of realisation of financial assets, payment of financial liability and other information accompanying the financial statements, auditor is of the opinion that there is no uncertainty exists as on the date of audit report that company is capable of meeting its liabilities existing at the date of balance sheet as when they fall due within a period of one year from the balance sheet date.
- XX.** (a) Provisions of sub-section (5) of section 135 are not applicable to the company, according to the information and explanations given to us, sub clause (a) and sub Clause (b) are not applicable to the company.

XXI. The preparation of consolidation of financial statement clause is not applicable to the company and accordingly this clause is not applicable to the company.

For Sushant L Yardi & Co.  
Chartered Accountants  
FRN – 125900W

*S L Yardi*



CA Sushant L Yardi  
Partner  
Membership No.118477  
UDIN -22118477ATRTRVK3968  
Date - 19-09-2022  
Place – Pune

**SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.**

CIN- U74999PN2014PTC152923

**Balance Sheet**

as at 31 March 2022

(Currency - Indian Rupees)

Amounts in RS. Thousands

	Particulars	Notes	Figures as at the end of	Figures as at the end of
			current reporting period	current reporting period
			From 01/04/2021 To 31/03/2022	From 01/04/2020 To 31/03/2021
<b>A</b>	<b>EQUITY AND LIABILITIES</b>			
<b>I</b>	<b>Shareholders' funds</b>			
	Share capital	3	40,000	1,000
	Reserves and surplus	4	(47,735)	2,403
<b>II</b>	<b>Share Application Money Pending allotment</b>		-	-
		(A)	(7,735)	3,403
<b>III</b>	<b>Non-current liabilities</b>			
	Unsecured Loans	5	63,338	88,088
	Secured Loans	6	26,952	29,511
		(B)	90,290	117,599
<b>IV</b>	<b>Current liabilities</b>			
	Trade payables	7	60,392	44,469
	Other current liabilities	8	6,958	13,659
	Short-term provisions	9	631	887
		(C)	67,981	59,015
	<b>TOTAL</b>	<b>(A)+(B)+(C)</b>	<b>150,537</b>	<b>180,017</b>
<b>B</b>	<b>ASSETS</b>			
<b>I</b>	<b>Non-current assets</b>			
	Property, Plant & Equipement	10		
	Tangible assets		3,744	4,986
	Intangible assets			
	Long-term loans and advances	11	10,507	6,070
		(A)	14,251	11,055
<b>II</b>	<b>Current assets</b>			
	Trade receivables	12	45,112	88,022
	Stock in Trade		68,565	60,563
	Cash and cash equivalents	13	10,650	12,332
	Short-term loans and advances	14	6,655	6,782
	Other current assets	15	4,888	933
	Deferred Tax Asset	16	415	330
		(B)	136,286	168,961
	<b>TOTAL</b>	<b>(A)+(B)</b>	<b>150,537</b>	<b>180,017</b>

Significant accounting policies 1

Notes to the financial statements 2

The notes referred to above from an integral part of the financial statements

As per our report of even date attached

For Sushant L Yardi & Co.

Chartered Accountants

Firm Registration Number :125900W

CA Sushant L Yardi  
Proprietor

Membership No. 118477

UDIN - 22118477ATRIVK 3368

Place: Pune

Date :- 19-09-2022



For and on behalf of the Board of Directors

*Subhash Charhate*

Subhash Charhate  
Director  
DIN -00078939

Place: Pune

Date :- 19-09-2022

*J. Charhate*

Jayashree Charhate  
Director  
DIN-06514521

Place: Pune

Date :- 19-09-2022

*S. Charhate*

Sumedh Charhate  
Director  
DIN--07724359

Place: Pune

Date :- 19-09-2022



**SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.**

CIN- U74999PN2014PTC152923

**Statement of Profit and Loss  
for the year ended 31 March 2022**

(Currency - Indian Rupees)

Amounts in RS. Thousands

	Particulars	Notes	Figures as at the end of	Figures as at the end of
			current reporting period	current reporting period
			From 01/04/2021 To 31/03/2022	From 01/04/2020 To 31/03/2021
I	REVENUE			
II	Revenue from operations	17	277,801	221,999
III	Other Income	18	659	675
	<b>Total revenue</b>		<b>278,460</b>	<b>222,674</b>
	EXPENSES			
	Purchases	19	240,805	100,259
	Changes in Inventory	20	(8,003)	34,937
	Employee benefit expenses	21	59,932	38,841
	Finance Cost	22	3,229	7,321
	Other expenses	23	31,399	47,799
	Depreciation and amortization expense	9	1,321	1,638
	<b>Total expenses</b>		<b>328,683</b>	<b>230,795</b>
V	Profit before exceptional items and tax		(50,223)	(8,121)
VI	Exceptional and other items		-	-
VII	Profit before tax		(50,223)	(8,121)
VIII	Tax expense			
	Current tax		-	-
	MAT Credit		-	-
	Deferred tax charge/(credit)		(85)	(125)
X	<b>Profit for the year</b>		<b>(50,138)</b>	<b>(7,996)</b>
X	Basic earnings per equity share of face value of Rs. 10 each (in Rs)		-116.27	-744.54
	Diluted earnings per equity share of face value of Rs. 10 each (in Rs)		-116.27	-744.54
	Significant accounting policies	1		
	Notes to the financial statements	2		

The notes referred to above from an integral part of the financial statements  
As per our report of even date attached

For Sushant L Yardi & Co.  
Chartered Accountants  
Firm Registration Number :125900W



CA Sushant L Yardi  
Proprietor

Membership No. 118477

UDIN - 22118477ATR TVK 3968

Place: Pune

Date :- 19-09-2022

For and on behalf of the Board of Directors



*Subhash Charhate*

Subhash Charhate  
Director  
DIN -00078939

Place: Pune

Date :-19-09-2022

*J. Charhate*

Jayashree Charhate  
Director  
DIN-06514521

Place: Pune

Date :- 19-09-2022

*Sumedh Charhate*

Sumedh Charhate  
Director  
DIN--07724359

Place: Pune

Date :- 19-09-2022

**SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.***Notes forming part of the financial statements (continued)  
for the year ended 31 March 2022***18. Analytical ratios**

The percentage of variance in the ratio for current year and previous year has been calculated by dividing the difference in current year ratio and previous year ratio by previous year ratio.

Particulars	Numerator	Denominator	Ratios as at 31st March 2022	Ratios as at 31st March 2021	% variance	Reason reference
Current ratio	Current assets	Current liabilities	0.50	0.35	43%	1
Debt- equity ratio	Total debt	Shareholders equity	(11.67)	34.56	-134%	2
Debt service coverage ratio	Earnings available for debt service	Debt Service	(21.64)	(0.26)	8220%	2
Return on equity ratio (in %)	Net profits after taxes (-) Preference Dividend (if any)	Average shareholder's equity	2315.00%	-115.03%	-2112%	3
Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory	2.93	2.21	33%	4
Trade receivables turnover ratio	Net Credit Sales	Average accounts receivables	4.17	3.93	6%	
Trade payables turnover ratio	Net credit purchases	Average accounts payable	4.59	2.06	123%	5
Net capital turnover ratio	Net Sales	Average Working Capital	8.13	4.04	101%	6
Net profit ratio (in %)	Net Profit after tax	Net sales	-18.05%	-3.60%	401%	3
Return on capital employed (in %)	Earnings before interest and tax	Capital Employed	-58.65%	-4.40%	1232%	3

**Reasons for Variance for more than 25%**

- 1) The company has managed to realise its trade receivables effectively during the year as well as the trade creditors are increased substantially and company has utilised its funds towards repayment of its long term borrowings. This has impacted the ratio.
- 2) The company has repaid its secured and unsecured loans more during the year as compared to last year and company has incurred heavy losses in current year which has impacted the ratio.
- 3) The company has incurred heavy losses in current year because of material price variations and due to extended period of project completion, this has impacted the ratio.
- 4) The company has experienced high purchases due to price variations due to which the inventory turnover ratio has impacted causing the variation.
- 5) The company has procured material at high prices due to variation in material prices, also company has not paid its creditors as compared to last year which has caused variation in ratio.
- 6) The company has managed to realise its trade receivables effectively during the year as well as the trade creditors are increased substantially and company has utilised its funds towards repayment of its long term borrowings. This has resulted into reduction of working capital of company accordingly this has resulted into variation.

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

Director



Director



Director



Cash Flow Statement for the year ended 31 March, 2022

Amounts in RS. Thousands

Particulars	Figures as at the end of current reporting period		Figures as at the end of current reporting period	
	From 01/04/2021 31/03/2022	To	From 01/04/2020 31/03/2021	To
<b>A Cash flow from operating activities</b>				
Net Profit / (Loss) before extraordinary items and tax		-50,138		-7,996
<u>Adjustments for:</u>				
Loss on Theft Asset				-
Asset W. off as per new depreciation working				-
Depreciation and amortisation		1,321		1,638
Operating profit / (loss) before working capital changes		-48,817		-6,358
<u>Changes in working capital:</u>				
Adjustments for (increase) / decrease in operating assets:				
Inventories		-8,003		34,937
Trade receivables		42,910		-63,071
Loang term-term loans and advances		-4,437		88
Short-term loans and advances		127		-1,647
Other current assets		-4,041		2,658
Other non-current assets		-		-
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables		15,923		-8,308
Other current liabilities		-6,700		3,816
Short-term provisions		-256		-3,666
Long-term provisions		-		-
		35,522		-35,192
Cash flow from extraordinary items				
Cash generated from operations		-13,295		-41,550
Net income tax (paid) / refunds		-		-
<b>Net cash flow from / (used in) operating activities (A)</b>		-13,295		-41,550
<b>B Cash flow from investing activities</b>				
Capital expenditure on fixed assets-Net		-79		-365
<b>Net cash flow from / (used in) investing activities (B)</b>		-79		-365
<b>C Cash flow from financing activities</b>				
Proceeds from long-term borrowings		-24,750		33,440
Proceeds from other short-term borrowings		-2,559		379
Proceeds from issue of equity shares		39,000		900
<b>Net cash flow from / (used in) financing activities (C)</b>		11,691		34,719
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>		-1,682		-7,197
Cash and cash equivalents at the beginning of the year		12,332		19,529
<b>Cash and cash equivalents at the end of the year</b>		10,650		12,332
<b>Notes:</b>				
1. The above Cash Flow Statements has been prepared under the " Indirect Method" set out in Accountning Standard 3 on Cash Flow statements.				
2. Prior year comparitives have been reclassified to conform with current year's presentation, where applicable.				
<b>D Cash and cash equivalents at the end of the year:</b>				
(a) Cash on hand		8		8
(b) Balances with banks - In current accounts		3		2,089
(c) Deposits		10,639		10,236
		10,650		12,332

This is the Cash Flow Statement referred to in our report of even date.  
In terms of our report attached.

For Sushant L Yardi & Co.  
Chartered Accountants  
Firm Registration Number :125900W

5-2-2022  
CA Sushant L Yardi  
Proprietor  
Membership No. 118477  
UDIN - 22118477ATR7VK5500  
Place: Pune  
Date :- 19-09-2022



Subhash Charhate  
Director  
DIN -00078939  
Place: Pune  
Date :-19-09-2022

For and on behalf of the Board of Directors

Jayashree Charhate  
Director  
DIN-06514521  
Place: Pune  
Date :- 19-09-2022

Sumedh Charhate  
Director  
DIN--07724359  
Place: Pune  
Date :- 19-09-2022



**SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.**  
**Notes forming part of the financial statements (continued)**  
**for the year ended 31 March 2022**

(Currency - Indian Rupees)

Amounts in RS. Thousands  
**31-Mar-2022**                      **31-Mar-2021**

**3. Share capital**

**Authorized**

40,00,000 (2021: 1,00,000) equity shares of Rs. 10 each

40,000	1,000
<u>40,000</u>	<u>1,000</u>

**Issued, subscribed and paid up**

40,00,000 (2021: 1,00,000) equity shares of Rs. 10 each fully paid-up

40,000	1,000
<u>40,000</u>	<u>1,000</u>

**3.1 Rights, preferences and restrictions attached to equity shares**

The Company has only one class of shares referred to as equity shares having face value of Rs.10/- each. Each shareholder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. 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 equity shares will be entitled to receive any of the remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**3.2 Reconciliation of shares outstanding at the beginning and at the end of the reporting period is set out below:**

Equity shares	31-Mar-2022		31-Mar-2021	
	No. of shares	Rs.	No. of shares	Rs.
Shares outstanding at the beginning of the year	100,000	1,000	10,000	100
Add: Shares issued and paid up during the year	3,900,000	39,000	90,000	900
Shares outstanding at the end of the year	<u>4,000,000</u>	<u>40,000</u>	<u>100,000</u>	<u>1,000</u>

**3.3 Details of shareholder holding more than 5% shares is set out below:**

Name of shareholder	31-Mar-2022		31-Mar-2021	
	No. of shares	Rs.	No. of shares	Rs.
Mr Subhash Charhate	2,000,000	50%	50,000	50%
Mrs Jayshree Subhash Charhate	2,000,000	50%	50,000	50%

**3.4 Details of shares held by promoters is set out below:**

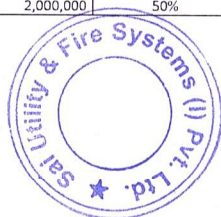
Name of shareholder	31-Mar-2022			31-Mar-2021		
	No. of shares	Rs.	% of Change	No. of shares	Rs.	% of Change
Mr Subhash Charhate	2,000,000	50%	3900%	50,000	50%	1000%
Mrs Jayshree Subhash Charhate	2,000,000	50%	3900%	50,000	50%	1000%

**4. Reserves and surplus**

**a. Surplus in the Statement of Profit and Loss**

Balance as per last Balance Sheet  
 Net profit after tax transferred from Statement of Profit and Loss  
 Net surplus in the Statement of Profit and Loss

	31-Mar-2022	31-Mar-2021
	2,403	10,399
	(50,138)	(7,996)
	<u>(47,735)</u>	<u>2,403</u>



For and on behalf of the Board of Directors

Director

Director

Director



# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

## Notes forming part of the financial statements (continued)

for the year ended 31 March 2022

(Currency - Indian Rupees)

31-Mar-2022  
Amounts in RS. Thousands  
31-Mar-2021

### 5. Unsecured Loan from Directos and relatives of Directors

Mr. Subhash Charhate	24,790	29,290
Sai Engineers	4,800	36,140
Mrs. Jayshree Charhate	33,548	22,458
Mr.Sumedh Charhate	200	200
Total	<u>63,338</u>	<u>88,088</u>

### 6. Secured Loan Cash Credit

Bank of Maharashtra on CC	23,457	24,162
Daimler Financial Services	-	2
Bank of Maharashtra Loan	3,495	5,347
Total	<u>26,952</u>	<u>29,511</u>

(Loan from Bank of Maharashtra is secured against collateral of two properties S No 41 H No 3/1/1/2 & 3/1/1/25 in vadgaonsheri Pune owned by Jayashree Charhate, A plot No 39 & plot No 48 owned by Jayashree Charhate in Vadgaonsheri Pune, Fixed Deposit of Rs. 16 Lakhs, Property No 43/6B Plot No 9 owned by Subhash Charhate & Industrial Shed at Sanaswadi Pune as per sanction letters issued by Bank of Maharashtra).

### 7. Trade payables

Total outstanding dues of micro enterprises and small enterprises

a) Less than 1 year	-	-
b) More than 1-2 year	-	-
c) More than 2-3 year	-	-
d) More than 3 year	-	-

Total outstanding dues of creditors other than micro enterprises and small enterprises

a) Less than 1 year	59,780	40,999
b) More than 1-2 year	449	3,332
c) More than 2-3 year	162	138
d) More than 3 year	-	-

Total 60,392 44,469

\*According to the information available with the Company, there are no dues to micro and small enterprises covered under 'The Micro, Small and Medium Enterprises Development Act, 2006' (the 'MSMED Act') as on 31 March 2022 (2021 : Nil)

### 8. Other current liabilities

Salary Payable	3,410	4,256
Incentive Payable	32	114
Statutory dues	1,218	8,143
Bonus Payable	2,298	1,146
Total	<u>6,958</u>	<u>13,659</u>

### 9. Short term provisions

Audit Fees Payable	30	31
Remuneration Payable	143	385
Expenses Payable	459	472
Total	<u>631</u>	<u>887</u>



For and on behalf of the Board of Directors

    
Director Director Director

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

Notes forming part of the financial statements (continued)  
for the year ended 31 March 2022

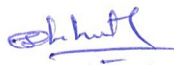
(Currency - Indian Rupees)

## 10. Property, Plant & Equipment

Amounts in RS. Thousands

Particulars	Tangible Assets					
	Plant & Machinery	Computer	Office Equipment	Furniture	Car	Total
<b>Gross block</b>						
Balance as at 1 April 2020	3,704	593	391	1,221	3,200	9,108
Additions during the year	-	320	45	-	-	365
Deletions during the year	-	-	-	-	-	-
<b>Balance as at 31 March 2021</b>	<b>3,704</b>	<b>913</b>	<b>436</b>	<b>1,221</b>	<b>3,200</b>	<b>9,473</b>
Balance as at 1 April 2021	3,704	913	436	1,221	3,200	9,473
Additions during the year	-	79	-	-	-	79
Deletions during the year	-	-	-	-	-	-
<b>Balance as at 31 March 2022</b>	<b>3,704</b>	<b>992</b>	<b>436</b>	<b>1,221</b>	<b>3,200</b>	<b>9,552</b>
<b>Accumulated Depreciation</b>						
Balance as at 1 April 2020	667	452	94	547	1,090	2,850
Depreciation for the year	560	135	109	174	659	1,638
Depreciation on deletions	-	-	-	-	-	-
<b>Balance as at 31 March 2021</b>	<b>1,228</b>	<b>587</b>	<b>203</b>	<b>722</b>	<b>1,749</b>	<b>4,488</b>
Balance as at 1 April 2021	1,228	587	203	722	1,749	4,488
Depreciation for the year	444	208	50	166	453	1,321
Depreciation on deletions	-	-	-	-	-	-
<b>Balance as at 31 March 2022</b>	<b>1,672</b>	<b>794</b>	<b>252</b>	<b>888</b>	<b>2,202</b>	<b>5,809</b>
<b>Net block</b>						
As at 31st March 2021	2,476	326	233	499	1,451	4,986
As at 31st March 2022	2,032	197	183	333	998	3,744

For and on behalf of the Board of Directors



Director



Director



Director



# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

Notes forming part of the financial statements (continued)

for the year ended 31 March 2022

(Currency - Indian Rupees)

31-Mar-2022

Amounts in RS. Thousands  
31-Mar-2021

## 11. Long term loans and advances

(Unsecured, considered good)

Deposit (Other)	1,191	1,160
TDS AY 2022-23	6,329	-
TDS AY 2021-22	-	2,987
Income Tax Refund AY 2021-22	2,987	-
Income Tax Refund AY 2020-21	-	1,923
Total	<u>10,507</u>	<u>6,070</u>

## 12. Trade receivable

(Unsecured, considered good)

Trade Receivables considered good

(Sundry Debtors are taken as per ledger, subject to their confirmations)

a) Less than 6 months	38,600	87,393
b) More 6 months less than 1 year	6,051	2
c) More than 1 year less than 2 year	461	284
d) More than 2 year less than 3 year	-	343
e) More than 3 year	-	-
Total	<u>45,112</u>	<u>88,022</u>

## 13. Cash and cash equivalents

Balances with banks:

On current accounts	3	2,089
Cash on hand	8	8
Fixed Deposit	10,639	10,236
Total	<u>10,650</u>	<u>12,332</u>

## 14. Short term loans and advances

(Unsecured, considered good)

Employee travel advances	1,446	1,321
Advances to suppliers	5,088	5,341
Prepaid expenses	122	120
Total	<u>6,655</u>	<u>6,782</u>

## 15. Other current assets

(Unsecured, considered good)




Gst Credit	4,888	933
Total	<u>4,888</u>	<u>933</u>

## 16. Deferred tax Liability

Arising out of timing differences in - as at the beginning of the year	330	205
- Depreciation	85	125
Total	<u>415</u>	<u>330</u>



For and on behalf of the Board of Directors

 Director  
 Director  
 Director

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

Notes forming part of the financial statements (continued)  
for the year ended 31 March 2022

(Currency - Indian Rupees)

Amounts in RS. Thousands  
31-Mar-2021

	31-Mar-2022	31-Mar-2021
<b>23. Other Expenses</b>		
Crane Charges	3,364	11,782
Labour Charges	10,089	18,597
Transportation charges	2,174	1,208
Mobile Expenses	162	205
Rent	4,287	2,737
Internet charges	54	69
Audit fees	30	33
Computer Maintance	337	221
Courier Expenses	59	114
Foreign Exchange Loss	46	-
Insurance Expenses	328	935
Interest on Late Payment of Taxes	37	62
Legal Charges	526	77
Office Expenses	64	93
Petrol & Diesel Exp. For Site	1,320	1,837
Printing & Stationery	768	1,108
Professional Fess	4,331	5,748
Repairs & Maintance	697	457
Repairs & Maintance - Vehicle	309	244
Sundry Debits W/off	308	498
Travelling Expenses	1,137	1,196
Misc Expenses	127	182
Electricity Charges	191	88
Duties & Taxes	1	308
Subscriptions	475	-
GST REFUND LAPSED	179	-
<b>Total</b>	<b>31,399</b>	<b>47,799</b>

For and on behalf of the Board of Directors

 B. Chakate

Director



Director

Director



# SAI UTILITY & FIRE SYSTEMS (I) PRIVATE LIMITED

## Schedules to the financial statements

For the year ended 31 March 2022

### Background of the Company –

The Company **SAI UTILITY & FIRE SYSTEMS (I) PRIVATE LIMITED** was incorporated in Pune, India on 28th February 2014 under the Indian Companies Act, 2013 as a private limited company.

## 1. Summary of significant accounting policies

### 1.1 Basis of preparation, presentation and disclosure of financial statements

The financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting, in accordance with the generally accepted accounting principles (GAAP) in India and comply with the Accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 and with the relevant provisions of the Indian Companies Act 1956, to the extent applicable. The financial statements are presented in Indian rupees rounded off to the nearest thousand.

The Company is a Small and Medium Sized Company ('SMC') as defined in the General Instructions in respect of Accounting Standards notified under the Act. Accordingly, the Company has complied the Accounting Standards as applicable to SMC. Further, the Company by virtue of being a SMC, is required to comply with the recognition and measurement principles prescribed by all accounting standards, but is given a relaxation in respect of certain disclosure related standards and certain disclosure requirements prescribed by other accounting standards.

### 1.2 Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amount of assets, liabilities and disclosure of contingent liabilities on the date of financial statements and the reported amount of revenue and expenditure during the reporting period. Actual results could differ from these estimates and such differences are recognized in the period in which such results are known / materialized. Any revision to accounting estimates is recognized prospectively in the current and future periods.

### 1.3 Current & Non-current classification

All assets and liabilities are classified into current and non-current.

#### Assets

An asset is classified as current when it satisfies any of the following criteria:

- a) it is expected to be realised in, or is intended for sale or consumption in, the company's normal operating cycle,
- b) it is held primarily for the purpose of being traded;
- c) it is expected to be realised within 12 months after the reporting date; or
- d) It is cash or cash equivalent unless it is restricted from being exchanged or used to settle liability for at least 12 months after the reporting date.

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

## Schedules to the financial statements

for the period ended 31 March 2022

Current assets include current portion of non-current financial assets. All other assets are classified as non-current.

### Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- a) it is expected to be settled in the Company's normal operating cycle;
- b) it is held primarily for the purpose of being traded;
- c) it is expected to be settled within 12 months after the reporting date; or
- d) The company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

### Operating cycle

Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. The Company's normal operating cycle is less than 12 months.

## 1.4 Revenue recognition

Company follows the Accounting standard 9 "Revenue Recognition" issued by ICAI and accordingly, the revenue is recognized at the events as per the purchases order issued by the customers.

## 1.5 Fixed assets and depreciation

### Tangible fixed assets

Fixed assets are stated at cost of acquisition or construction less accumulated depreciation. The cost of fixed assets includes the purchase price and other attributable costs of bringing the assets to its working condition for its intended use.

Assets costing individually Rs. 5,000 or less shall be depreciated fully in the year of purchase.

The Company provides depreciation using the Written Down Value method (WDV) based on the useful life of the assets as prescribed in schedule II of Companies Act 2013.

### Intangible assets and amortization

Intangible assets are recognized when the asset is identifiable, is within the control of the Company, it is probable that the future economic benefits that are attributable to the asset will flow to the Company and the cost of the asset can be reliably measured.

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

## Schedules to the financial statements

for the period ended 31 March 2022

### 1.6 Impairment of assets

In accordance with Accounting Standard 28 – Impairment of Assets (AS 28), the carrying amounts of the Company's assets including intangible assets are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. If any such indications exist, the assets' recoverable amount is estimated, as the higher of the net selling price and the value in use. An impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. If at the Balance Sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed, and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

### 1.7 Inventory

The company has not maintained any inventory record for the valuation of closing stock at the year end, it has relied upon the percentage completion of projects certified by its engineers for the calculation of Working in progress at the year end.

### 1.8 Foreign exchange transactions

Foreign exchange transactions are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising on foreign currency transactions settled during the year are recognised in the Profit and Loss Statement of the year.

Monetary assets and liabilities denominated in foreign currencies as at the Balance Sheet date are translated at the closing exchange rates on that date.

### 1.9 Employee benefits

#### a) Long term employee benefits

Long term employee benefits comprise of compensated absences and gratuity payments. The same are not applicable to the company.

#### b) Post employment benefits (defined contribution plans)

Contributions to provident fund, which is a defined contribution scheme, is recognized as an expense in the Statement of Profit and Loss in the period in which the contribution is due.

#### c) Short term employee benefits

Employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and are recognised in the period in which the employee renders the related service. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognised as an expense as the related service is rendered by employees.

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

## Schedules to the financial statements

for the period ended 31 March 2022

### 1.10 Taxes on income

Income tax expense comprises current tax (i.e. amount of tax for the year determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year).

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the Balance Sheet date.

Deferred tax assets are recognised only to the extent that there is a reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed at each Balance Sheet date and written down or written-up to reflect the amount that is reasonably/ virtually certain (as the case may be) to be realised.

### 1.11 Earnings per share ('EPS')

The basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the year.

### 1.12 Provisions and contingencies

A provision is recognized in the Balance Sheet when the Company has a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. A disclosure by way of a contingent liability is made when there is a possible or present obligation that may, but probably will not require an outflow of economic resources. When there is a possible obligation in respect of which the likelihood of outflow of economic resources is remote, no provision or disclosure is made.

## 2 Notes to Accounts

### 2.1 Auditors' remuneration

Amounts in Thousands

Particulars	31 March 2022	31 March 2021
	Amount in INR	Amount in INR
Statutory audit services	30	33

### 2.2 Foreign currency exposures

a) Hedged foreign currency exposures at the year-end: Nil

b) Unhedged foreign currency exposures at the year-end : Nil



# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

Schedules to the financial statements  
for the period ended 31 March 2022

Particulars	31 March 2022	31 March 2021
	Amount in INR	Amount in INR
Earnings	Nil	Nil
Expenses	98,12	Nil

## 2.3 Related party transactions

### a) Parties where control exists

Mrs. Jaysahree Charhate (Director)

Mr. Subhash Charhate (Director)

Mr. Sumedh S Charhate (Director)

Sai Engineers (Proprietary of Mrs Jayashree Charhate)

MDS Coatings (I) Pvt Ltd (Mr Subhash Charhate is Interested Director)

Electrocoat Equipment (I) Pvt Ltd (Mr Subhash Charhate is Interested Director)

Mr. Subhash Charhate (Partner in Fluidos Technologies LLP)

Mr. Sumedh S Charhate (Partner in Fluidos Technologies LLP)

Mr. Mahesh Waghmare Proprietor of Niharika Engineering services (Partner in Fluidos Technologies LLP)

### b) Transactions with related parties are set out as below

Name of related party	Relation	Transaction	Amounts In Thousands	
			Amounts For F.Y. 21-22	Amounts For F.Y. 20-21
Mr Subhash Charhate	Director	Remuneration	Nil	Nil
		Loan Taken by Company	3,42,75/-	2,43,20/-
		Loan Repaid by Company	3,87,75/-	2,75,30/-
		Reimbursement of expenses	12,99/-	18,40/-
Mrs Jayashree Charhate	Director	Remuneration	NIL	5,50/-
		Loan Taken by Company	3,63,40/-	6,75,00/-

## SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

### Schedules to the financial statements

for the period ended 31 March 2022

		Loan Repaid by Company	5,65,90/-	3,10,50/-
Mr Sumedh Charhate	Director	Remuneration	3,70/-	12,00/-
		Loan Taken by Company	NIL	2,00/-
		Reimbursement of expenses	22/-	NIL
Sai Engineers	Proprietary of Director	Labour & Material Provided by Sai Engineers	NIL	Nil
		Reimbursement of Taxes & Expenses	63/-	16,47/-
Electrocoat Equipment (I) Pvt Ltd	Mr Subhash Charhate is Director	Purchases to company	Nil	Nil
		Sales by Company to EEIPL	Nil	Nil
MDS Coatings (I) Pvt Ltd	Mr Subhash Charhate is Director	Sales by Company to MDS Costings (I) Pvt Ltd	2,50/-	Nil
FLUIDOS TECHNOLOGIES LLP	Mr Subhash Charhate & Sumedh Charhate are partner	Purchase of Materials	69,75/-	NIL
NIHARIKA ENGINEERING SERVICES	Mr. Mahesh Waghmare Proprietor of Niharika Engineering services is partner in FLUIDOS TECHNOLOGIES LLP	Profession fees provided to Sai Utility	8,25/-	NIL

#### Key Management personnel

**Director** - Subhash Charhate, Jayshree Charhate & Sumedh Charhate

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

## Schedules to the financial statements

for the period ended 31 March 2022

### Closing Balances as on 31<sup>st</sup> March 2022 –

- 1) Loan From Jayashree Charhate –2,47,90/-
- 2) Loan From Subhash Charhate – 3,35,48/-
- 3) Loan From Sai Engineers – 48,00,-
- 4) Loan From Sumedh Charhate – 2,00/-

The company has not paid any interest on the Unsecured Loan taken by it.

### Payable to Related party as on 31<sup>st</sup> March, 2022 –

- 1) Fluids Technologies LLP – 19,00

## 2.4 Disclosure as per Accounting Standard 15 (Revised 2005) 'Employee Benefits'

### Defined benefit plan (Gratuity)

The company has not made any contribution for gratuity fund or made any provision for the same.

### Define Contribution Plan (Provident Fund)

The company got themselves register under Provident Fund Act and it has made the contribution for the same. The company has also deducted, and paid employees share towards provident fund.

### Compensated Absence (Leave Encashment)

The company no provision in relation to encashment of compensated absences has been created.

## 2.5 Earnings per share

Particulars	Amounts In Thousands	
	31 March 2022	31 March 2021
Net profit after tax attributable for equity shareholders (amount in INR) (A)	(50461)	(7996)
Weighted average number of equity shares outstanding during the year/ period of Rs. 10 each (B)	431	11
Basic earnings per equity share (Rs) (A/B)	(116.27)	(744.54)

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

## Schedules to the financial statements

for the period ended 31 March 2022

### 2.6 Segment Reporting

The company is dealing in only one segment and hence it is not applicable.

### 2.7 Disclosure under Micro Small and Medium Enterprises Development Act 2006.

As per the information available with the Company, no supplier has intimated the company about its status as micro or small enterprises or its registration under Micro small and Medium Enterprises Development Act 2006.

### 2.8 Intangible Asset Accounting.

The Companies (Accounting Standards) Rules 2006 had made Accounting Standard 26 mandatory to all other enterprises. However, the company had not recognized any intangible assets and as such the accounting standard is not applicable to the company.

### 2.9 Impairment of Assets

The amount of impairment of assets during the current accounting year is NIL.

### 2.10 Deferred Tax Accounting.

The company has recognized deferred tax. The details of the same are.

Particulars	Amounts in Thousands	
	31 March 2022	31 March 2021
Opening Difference	330	205
Depreciation Differences Between tax and accounting Income	(415)	(330)
Deferred Tax Asset/ (Liability)	(85)	(125)

### 2.11 'Provisions, Contingent Liabilities and Contingent Assets'

The Company has given following bank guarantees which are considered as Contingent Liabilities for the financial period FY 2021-2022.

BG Name	Given To	Amount in Thousands
bom 954/BG-1/2021-2022	Shapoorji Pallonji & company	2,325
BOM954/02/21-22	Shapoorji Pallonji & company	9,065
BOM/954/19/2021-22	Cummins Technologies I PL	3,885

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

## Schedules to the financial statements

for the period ended 31 March 2022

BOM/954/BG32/2021-22	Shapoorji Pallonji & company	12,564
BOM954/BG-3682021-22	Avery Dennison (I) Pvt. Ltd.	289
<b>Total</b>		<b>28,129</b>

### 2.12 Prior year comparatives

Last year comparative figures have been regrouped wherever necessary.

### 2.13 Additional Regulatory Information

Sr.No.	Particulars	Remarks
1	Title deeds of Immovable Properties not held in name of the Company	As the company does not hold any Immovable Property this clause is not applicable to the company.
2	Fair value of investment property	The company does not own any investment so this clause is not applicable to the company.
3	Revaluation of Property, Plant and Equipment	The Company has not revalued its Property, Plant and Equipment during the year so this clause is not applicable to the company.
4	Revaluation of intangible assets	The Company has not revalued its intangible assets during the year so this clause is not applicable to the company.
5	Loans or Advances granted to promoters, directors, KMPs and the related parties	The company has not granted any loans or advances in the nature of loans granted to promoters, directors, KMPs and the related parties ( as defined under Companies Act, 2013), either severally or jointly with any other person.
6	Capital-Work-in Progress	The company does not have any capital work in progress so this clause is not applicable to the company.
7	Intangible assets under development	The company does not have any intangible asset which is under development so this clause is not applicable to the company.
8	Details of Benami Property held	No proceedings against the company are initiated under benami transaction act 1988 and rules thereunder, accordingly no disclosure is applicable under this clause.
9	Borrowings from banks or financial institutions	Annexure 2
10	Wilful Defaulter	The company is not declared as wilful defaulter by any bank or financial Institution or other lender, accordingly no disclosure is applicable under this clause.
11	Relationship with Struck off Companies	The company has not carried out any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956, accordingly no disclosure is applicable under this clause.
12	Registration of charges or satisfaction with Registrar of Companies	The company has not created any charge during the year, so this clause is not applicable to the company

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

## Schedules to the financial statements

for the period ended 31 March 2022

13	Compliance with number of layers of companies	The company has not violated the provision of section 2 (87) of Companies Act, 2013, accordingly no disclosure is applicable under this clause.
14	Analytical ratios	Annexure 1
15	Compliance with approved Scheme(s) of Arrangements	The company has not availed any schemes in terms of section 230 to 237 of Companies Act 2013, accordingly no disclosure is applicable under this clause.
16	Utilization of Borrowed funds and share premium	The company has not borrowed any funds as the balance sheet accordingly no disclosure is applicable under this clause.
17	Corporate Social Responsibility	The company is not covered under section 135 of the companies act, accordingly no disclosure is applicable under this clause.
18	Details of Crypto Currency or Virtual Currency	The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year, accordingly no disclosure is applicable under this clause.

### Annexure 1 - Analytical ratios

Particulars	Numerator	Denominator	Ratios as at 31st March 2022	Ratios as at 31st March 2021	% variance	Reason reference
Current ratio	Current assets	Current liabilities	0.50	0.35	43%	1
Debt- equity ratio	Total debt	Shareholders equity	(11.67)	34.56	-134%	2
Debt service coverage ratio	Earnings available for debt service	Debt Service	(21.64)	(0.26)	8220%	2
Return on equity ratio (in %)	Net profits after taxes (-) Preference Dividend (if any)	Average shareholder's equity	2315.00%	-115.03%	-2112%	3
Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory	2.93	2.21	33%	4
Trade receivables turnover ratio	Net Credit Sales	Average accounts receivables	4.17	3.93	6%	
Trade payables turnover ratio	Net credit purchases	Average accounts payable	4.59	2.06	123%	5
Net capital turnover ratio	Net Sales	Average Working Capital	8.13	4.04	101%	6
Net profit ratio (in %)	Net Profit after tax	Net sales	-18.05%	-3.60%	401%	3
Return on capital employed (in %)	Earnings before interest and tax	Capital Employed	-58.65%	-4.40%	1232%	3

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

## Schedules to the financial statements

for the period ended 31 March 2022

### Reasons for Variance for more than 25%

- 1) The company has managed to realise its trade receivables effectively during the year as well as the trade creditors are increased substantially and company has utilised its funds towards repayment of its long term borrowings. This has impacted the ratio.
- 2) The company has repaid its secured and unsecured loans more during the year as compared to last year and company has incurred heavy losses in current year which has impacted the ratio.
- 3) The company has incurred heavy losses in current year because of material price variations and due to extended period of project completion, this has impacted the ratio.
- 4) The company has experienced high purchases due to price variations due to which the inventory turnover ration has impacted causing the variation.
- 5) The company has procured material at high prices due to variation in material prices, also company has not paid its creditors as compared to last year which has caused variation in ratio.
- 6) The company has managed to realise its trade receivables effectively during the year as well as the trade creditors are increased substantially and company has utilised its funds towards repayment of its long term borrowings. This has resulted into reduction of working capital of company accordingly this has resulted into variation.

### Annexure 2 – Borrowings from Banks or Financial Institutions

Name of bank	Particulars of Securities Provided	Details provided	Amount as per books of account	Amount as reported in the statement	Amount of difference	Reason for material discrepancies
Bank of Maharashtra	1) Against Working capital Gap  Collateral security of two properties S No 41 H No 3/1/1/2 & 3/1/1/25 in vadgaonsheri Pune owned by Jayashree Charhate, A plot No 39 & plot No 48 owned by Jayashree Charhate in Vadgaonsheri Pune,	Debtors	45,112	49,870	(4,758)	-
		Creditors	60,392	57,220	3,172	-
		WIP	68,565	77,167	(8,602)	Data provided to the bank was based on

# SAI UTILITY & FIRE SYSTEMS (I) PVT.LTD.

## Schedules to the financial statements

for the period ended 31 March 2022

	Fixed Deposit of Rs. 16 Lakhs,  Property No 43/6B Plot No 9 owned by Subhash Charhate & Industrial Shed at Sanaswadi Pune					provisional percentage completion details. The detailed percentage completion was available later and the same is considered for Audit.
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For Sushant L Yardi & Co.

Chartered Accountants

FRN : 125900W

CA SUSHANT L YARDI  
Proprietor

Membership No. 118477

Place: Pune

Date: 19/09/2022

UDIN:- 22118477ATR TVK3968



For and on behalf of the Board of Directors

SUBHASH CHARHATE  
Director

DIN – 00078939

Place: Pune

Date: 19/09/2022

JAYSHREE CHARHATE  
Director

DIN – 06514521

Place: Pune.

Date:19/09/2022

SUMEDH CHARHATE  
Director

DIN – 07724359

Place: Pune.

Date:19/09/2022

