



Independent Auditors' Report
To the Members of Raksan Transformers Private Limited

Qualified Opinion

We have audited the accompanying financial statements of **Raksan Transformers Private Limited** ('the Company'), which comprise the balance sheet as at 31 March 2021, the statement of profit and loss & cash flow for the year then ended, and 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, *except for the effects of the matter described in the Basis for Qualified Opinion section of our report*, the aforesaid financial statements 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 March 2021 and its Profit and cash flow for the year ended on that date.

Basis for Qualified Opinion

- i. *Attention is invited to note number 30 of the financial statements where it is stated that "Company has not determined and made the provision for liability in respect of Gratuity as required by Accounting Standard 15 "Employee Benefits" Accordingly, we are not in a position to comment on the impact of the above non-compliances, if any, of the above matter on the financial statements.*
- ii. *Attention is invited to note number 28 of the financial statements where it is stated that "Company have not ascertained interest accrued and due to supplier under MSMEID Act on principal amount of Rs 4,56,45,348 (previous year Rs. 6,95,16,712) payable as on 31.03.2021. Accordingly, we are not in a position to comment on the impact of the above non-compliances, if any, of the above matter on the financial statements.*

We conducted our audit in accordance with Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 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 qualified opinion.



5/491, Indira Colony, Atlas Road, Sonapat-131001 (Haryana)
Tel : 0130-2249168, 2241012

E-1, 4th Floor, Prashant Vihar, Outer Ring Road, Sector-14,
Rohini, New Delhi-110 085 (INDIA) Phone : 011-49874150

Management's Responsibility for the 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 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 the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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.

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

Auditor's Responsibility for the Audit of Financial Statements

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 skepticism throughout the audit. We also:

- 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.
- 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)(c) of the Act, we are also responsible for expressing our opinion on whether the



company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- 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.

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 reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. The provisions of section 197 read with schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under section 2(71) of the Act. Accordingly, reporting under section 197(16) is not applicable.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
3. As required by Section 143 (3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.



- (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) the balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
- (d) *except for the matter stated above* 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 the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 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 and the operating effectiveness of such controls, Annexure B is attached herewith; and
- (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. It has been confirmed by the management of the company, that it has disclosed the pending litigation which would impact its financial position (refer note 24 of the financial statements).
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For TU & Co.

Chartered Accountants

Firm's Registration No. 004555N



Tilak Chandna

Partner

Membership No. 082382

UDIN:22082382AAAABK2787

Place: Sonapat

Date: 26.11.2021



Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2021, we report that:

- i) In respect of Company's fixed assets;
 - (a) According to the information and explanation given to us and the records examined by us, the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
 - (b) According to the information and explanation given to us, management has stated that it does periodically conduct physical verification of fixed assets at reasonable intervals but keeps no records of the same. We have not come across in the course of our audit that management has dealt with material discrepancies, if any, in the books of accounts;
 - (c) According to the information and explanation given to us and the records examined by us and based on the examination of conveyance deed, provided to us we report that, the title deeds, comprising all the immovable properties of land and building are held in the name of the Company as at 31 March 2021.
- ii) According to the information and explanation given to us, management has stated that it does periodically conduct physical verification of inventory at reasonable intervals but keeps no records of the same. We have not come across in the course of our audit that management has dealt with material discrepancies, if any, in the books of accounts;
- iii) According to the information and explanation 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. Thus paragraph 3(iii) of the order is not applicable to the Company.
- iv) According to the information and explanation given to us, the Company has complied with provisions as specified under section 185 and 186 of Companies Act, 2013.
- v) According to the information and explanations given to us, the Company has not accepted any deposits as mentioned in the directives issued by the Reserve Bank of India and the provisions of section 73 to Section 76 or any other relevant provisions of Companies Act, 2013 and the rules framed there under. Accordingly, paragraph 3(v) of the order is not applicable to the Company.
- vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, in respect of goods manufactured by the Company. Accordingly, paragraph 3(vi) of the order is not applicable to the Company.



- vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including income tax, wealth tax, GST, Tax deducted at source, Cess and other material statutory dues, as applicable, have generally been regularly deposited during the current year by the Company with the appropriate authorities.
According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, GST, tax deducted at source, duty of customs, duty of excise, cess, and any other material statutory dues, as applicable, were in arrears as at 31 March 2021 for a period of more than six months from the date they became payable. b) According to the information and explanations given to us, and the records of the Company examined by us, there are no disputed dues of income tax, wealth tax, sales-tax, service tax, duty of customs, duty of excise and cess which have not been deposited with the appropriate authorities.
- viii) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to its bankers and financial institution. The Company did not have any outstanding debentures during the current year.
- ix) In our opinion, the Company has not applied moneys raised by way of term loans for the purposes for which these were raised, according to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments).
- x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the company or on the Company by its officers or employees has been noticed or reported during the year.
- xi) The Company is Private Company, therefore section 197 of Companies Act, 2013 is not applicable on the Company. Accordingly, paragraph 3(xii) of the order is not applicable to the Company.
- xii) According to the information and explanations given to us the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the order is not applicable to the Company.
- xiii) In our opinion and according to the information and explanations given to us and on the basis of examination of records of the Company, the transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013, where applicable and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards.
- xiv) According to the information and explanations given to us, during the year company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.



- xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the order is not applicable to the Company.
- xvi) The company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.

For TU & Co.

Chartered Accountants

Firm's Registration No. 004555N



CA Tilak Chandra

Partner

Membership No. 082382

UDIN:22082382AAAABK2787

Place: Sonapat

Date:26.11.2021



"Annexure B"

To the Independent Auditor's Report of even date on the Financial Statements of Raksan Transformers Pvt Ltd.

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 **Raksan Transformers Pvt Ltd.** ("the Company") as of **March 31, 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 control based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013

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 auditing 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 Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their



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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, save the areas mentioned below, reasonable internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at **March 31, 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 Institute of Chartered Accountants of India.

- i. Company has not determined and made the provision for liability in respect of Gratuity as required by Accounting Standard 15 "Employee Benefits". This needs to be improved upon.
- ii. Company have not ascertained interest accrued and due to supplier under MSMED Act on principal amount of Rs 4,56,45,348 (previous year Rs. 6,95,16,712) payable as on 31.03.2021.



- iii. Consumption of raw materials and consumables is recorded into the regular books of accounts not on the basis of any defined and persistent basis but is periodically entered on the basis of journal entries which is not predefined and consistent. This needs to be improved upon so that consistency and regularity is maintained and kept.

For T U & Co.

Chartered Accountants

Firm Regn. No: 04555N

A handwritten signature in blue ink is written over a circular blue stamp. The stamp contains the text "T U & Co.", "Firm: 04555N", "NEW DELHI", and "Chartered Accountants".

CA Tilak Chandna

Partner -M. No: 082482

Place: Sonipat



RAKSAN TRANSFORMERS PRIVATE LIMITED

BALANCE SHEET

PARTICULARS	NOTE No.	AS AT 31.03.2021 (₹)	AS AT 31.03.2020 (₹)
I. Equity and Liabilities			
(1) Shareholders' Funds			
(a) Share Capital	2	8,674,000	8,674,000
(b) Reserves and Surplus	3	113,570,144	112,851,007
(2) Non-Current Liabilities			
Long-term borrowings	4	10,698,762	7,090,461
(3) Current Liabilities			
(a) Short-term borrowings	5	66,843,684	43,751,137
(b) Trade payables	6		
Due to Micro and Small enterprises		45,645,348	69,516,712
Due to Others		86,467,841	52,256,681
(c) Other current liabilities	7	44,038,340	17,956,316
(d) Short-term provisions	8	15,623,458	26,087,243
Total		391,561,577	338,183,557
II. Assets			
(1) Non-current assets			
(a) Property, Plant and Equipment	9		
- Tangible Assets		56,906,363	20,496,852
(b) Long term loans and advances	10	1,413,810	913,810
(c) Deferred Tax Assets (Net)	11	1,354,141	1,042,647
(d) Long Term Investment	12	92,843,053	96,625,385
(2) Current assets			
(a) Inventories	13	120,554,270	61,021,104
(b) Trade receivables	14	99,118,496	145,991,402
(c) Cash and cash equivalents	15	614,604	61,954
(d) Short term loans and advances	16	7,765,682	4,488,128
(e) Other Current Assets	17	10,991,157	7,542,274
Total		391,561,577	338,183,557

Summary of Significant Accounting Policies & 1-37

Notes forming part of Accounts

The accompanying notes are an integral part of these financial statements.

As per our report of even date attached

for T U & Co.

Chartered Accountants

Firm Regn. No. 04555N

CA Tilak Chandra

Partner-M.NO 082382

Date: 26.11.2021

Place: Sonipat

UDIN: 22082382AAAAABK2787

for & on behalf of Board of Directors

Sanjeev Kanda

Director

Din - 01066817

Premwati Kanda

Director

Din - 01210574

RAKSAN TRANSFORMERS PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS

PARTICULARS	NOTE	YEAR ENDED 31.03.2021 (₹)	YEAR ENDED 31.03.2020 (₹)
Revenue			
Revenue from operations	18	342,188,903	616,314,235
Other income	19	6,728,017	5,831,720
Total revenue		348,916,920	622,145,955
Expenses			
Cost of Materials Consumed	20	264,187,662	444,068,937
Employee benefits expense	21	33,788,886	49,900,009
Finance costs	22	9,302,680	22,420,290
Depreciation and amortisation expense	9	3,694,405	4,930,651
Other expenses	23	35,427,830	75,769,162
Total expenses		346,401,463	597,089,049
Profit before Extra Ordinary Items		2,515,458	25,056,906
Add: Profit/(loss) on Sale of Fixed Assets		6,084	101,089
Profit / (loss) before tax		2,521,541	25,157,995
Tax expense			
Current tax		811,618	7,641,216
Prior year		(1,302,280)	-
Deferred tax		(311,494)	(119,327)
Profit / (loss) After Tax		719,137	17,636,106
Balance Carried to Balance Sheet		719,137	17,636,106
Earning per Share			
- Basic		0.83	20.33
- Diluted		0.83	20.33

Summary of Significant Accounting Policies 1-39
& Notes forming part of Accounts

The accompanying notes are an integral part of these financial statements.

As per our report of even date attached

for T U & Co.

Chartered Accountants

Firm Regn. No. 04555N

CA Tilak Chandra

Partner-M.NO 082382

Date: 26.11.2021

Place: Sonapat

UDIN: 22082382AAAABK2787

for & on behalf of Board of Directors

Sanjeev Kanda

Director

Din - 01066817

Premwati Kanda

Director

Din - 01210574

RAKSAN TRANSFORMERS PRIVATE LIMITED

CASH FLOW STATEMENT

PARTICULARS	YEAR ENDED	YEAR ENDED
	31.03.2021 (₹)	31.03.2020 (₹)
A. Cash Flow from Operating Activities		
Profit before Tax	2,521,541	25,157,995
Adjustments for -		
- Profit on Sale of Fixed Assets	(6,084)	(101,089)
- Interest and Dividend Income	(5,640,595)	(5,708,055)
- Depreciation and amortization	3,694,405	4,930,651
- Interest Paid	9,302,680	22,420,290
Operating Profit before working capital changes	9,871,947	46,699,792
Changes in Working Capital		
- Decrease/(Increase) in Sundry Debtors	46,872,906	142,536,412
- Decrease/(Increase) in Inventory	(59,533,166)	(31,713,702)
- Decrease/(Increase) in Short Term Loans and Advances	(3,277,554)	(1,867,880)
- Increase/(Decrease) in Other Current Assets	(3,448,883)	1,188,132
- Increase/(Decrease) in Trade Payable	10,339,796	(110,837,184)
- Increase/(Decrease) in Other Current Liabilities	26,082,024	(2,078,116)
- Income Tax Provision & Short provision for earlier years	(12,577,683)	(3,927,277)
Net Cash from/(Used in) Operating Activities	14,329,387	40,000,177
B. Cash Flow from Financing Activities		
- Proceeds from Long Term Borrowing Secured & Unsecured	3,608,301	(4,050,391)
- Proceeds from Short Term Borrowing Secured & Unsecured	23,092,547	(7,567,685)
- Proceeds from Share Capital	-	-
- Interest Paid	(9,302,680)	(22,420,290)
Net Cash from/(Used in) Financing Activities	17,398,168	(34,038,367)
C. Cash Flow from Investing Activities		
- Purchases of Fixed Assets incld. Capital Work-in-Progress	(40,109,551)	(816,711)
- Sale of Fixed Assets	11,719	482,632
- Investment in Long Term Assets	3,282,332	(11,361,507)
- Interest and Dividend Income	5,640,595	5,708,055
Net Cash from/(Used in) Investing Activities	(31,174,905)	(5,987,531)
D. Net(decrease)/increase in cash and Cash equivalents (A+B+C)	552,651	(25,721)
E. Cash and cash equivalents as at the end of previous period	61,953	87,674
F. Cash and cash equivalents as at the end of the year	614,604	61,953

As per our report of even date attached
for T V & Co.
Chartered Accountants

CA Tilak Chandra
Partner-M.NO 082382
Date :
Place: Sonapat
Udin:

for & on behalf of Board of Directors

Sanjeev Kanda
Director
Din - 01066817

Premwati Kanda
Director
Din - 01210574

CORPORATE INFORMATION: -

Raksan Transformers Private Limited ('The Company') is a private limited company having its registered office at Shop No. 16, Local Shopping Centre-3 Sector-8, Rohini Delhi DL 110085. The company was registered on 21/07/1995 with the main activity of manufacturing of Transformers. The company is selling its products in the local. The company has manufacturing unit in Kundli (A nearby town to New Delhi).

1. SIGNIFICANT ACCOUNTING POLICIES: -

1.1. Basis of preparation of Financial Statements

The accompanying financial statements are prepared in accordance with Generally Accepted Accounting Principles (GAAP) in India under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under section 133 of the Companies Act, 2013 ("Act") read with Rule 7 of the Companies (Accounts) Rules, 2014 the provision of the Act (to the extent notified). These accounting policies have been consistently applied, except where newly issued accounting standard is initially adopted by the company. Management evaluates the effect of accounting standards issued on an-on-going basis and ensures they are adopted as mandated by the ICAI.

1.2. Revenue Recognition

Revenue from sale of goods in the course of ordinary activities is recognized when the property in the goods, or all significant risks and rewards of their ownership are transferred to the customer and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of the goods as well as regarding its collection. Revenue includes excise duty and is net of sales tax; value added tax, GST and applicable discounts and allowances.

1.3. Use of Estimates

The preparation of the financial statements in conformity with Accounting Standards & GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosure relating to contingent assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include useful life of fixed assets, provisions for doubtful debts, income taxes, write-off of deferred revenue expenditures and intangible assets. Contingencies are recorded when it is probable that a liability will be incurred, and the amount can be reasonably estimated. Actual results could differ from those estimates.

1.4 Current and non-current classification

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

Assets



Raksan Transformers Private Limited
Notes to Financial Statement for the year ended 31 March 2021

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

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

Current assets include the 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:

- it is expected to be settled in Company's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is due to be settled within 12 months after the reporting date; or
- 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 counter party, 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 realization in cash or cash equivalents. Based on the nature of activities and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle within twelve months for the purposes of current/ non-current classification of its assets and liabilities.

1.5 Property, plant and equipment

Fixed assets are stated at cost less accumulated depreciation. All costs including financing cost till commencement of commercial production attributable to the fixed assets are capitalized. Depreciation on fixed assets is provided on written down value method at the rate and in the manner prescribed in schedule II of the Companies Act, 2013.

1.6 Inventories

The inventories are valued at cost or net realizable value whichever is lower. Under this broad principle, the cost of the Raw Material is determined at FIFO basis and the cost of Finished Goods is ascertained on the basis of standard costing method, which takes into account all direct and indirect expenses such as freight, direct labor, interest, direct manufacturing expenses but excluding administrative, selling and general expenses.



1.7 Retirement Benefits to Employees

Provident Fund

Eligible employees receive benefits from a provident fund, which set a defined contribution plan. Both the employee and the company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employee's salary as per the Provident Fund Act, and the contributions are made to a Government administered provident fund.

1.8 Income Tax

Income taxes are computed using the tax effect accounting method, where taxes are accrued in the same period in which the related revenue and expenses arise. A provision is made for income tax annually, based on the tax liability computed, after considering tax allowances and exemptions. Provisions are recorded when it is estimated that a liability due to disallowances or other matters is probable.

The differences that result between the profit considered for income taxes and the profit as per the financial statements are identified, and thereafter a deferred tax asset or deferred tax liability is recorded for timing differences, namely the differences that originate in one accounting period and reverse in another, based on the tax effect of the aggregate amount being considered. The tax effect is calculated on the accumulated timing differences at the end of an accounting period, based on prevailing enacted or substantially enacted regulations. Deferred tax assets are recognized only if there is reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

1.9 Provisions, contingent liabilities and contingent assets

The Company recognises a provision when there is a present obligation as a result of a past event and it is more likely than not that there will be an outflow of resources embodying economic benefits to settle such obligation and the amount of such obligation can be reliably estimated. Provisions are determined based on the management's best estimate of the obligation required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect current management estimates.

A disclosure for contingent liability is made where it is more likely than not that a present obligation or possible obligation would result in or involve an outflow of resources. Contingent assets are not recognised in the financial statements.

1.10 Earnings per share

Basic earnings/ (loss) per share are calculated by dividing the net profit/ (loss) for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings/ (loss) per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all



Raksan Transformers Private Limited
Notes to Financial Statement for the year ended 31 March 2021

dilutive potential equity shares. The dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date.

1.11 Cash and Cash Equivalents

Cash and cash equivalents comprise cash and cash on deposits with banks and corporations. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalent.

1.12 Other Accounting Policies

These are consistent with the generally accepted accounting principles and practices.



RAKSAN TRANSFORMERS PRIVATE LIMITED

NOTES FORMING PART OF THE ACCOUNTS

2 SHARE CAPITAL

a. Break-up of Equity Shares

	As at 31st March 2021		As at 31st March 2020	
	No. of Shares	Value	No. of Shares	Value
Authorised				
Equity shares of Rs.10 each	1,000,000	10,000,000	1,000,000	10,000,000
Issued, subscribed and paid up				
a. Fully Paid up				
Equity shares of Rs. 10 each	867,400	8,674,000	867,400	8,674,000
Total	867,400	8,674,000	867,400	8,674,000

b. Reconciliation of the equity shares (fully paid up) outstanding at the beginning and at the end of the year 31st March, 2019

	As at 31st March 2021		As at 31st March 2020	
	No. of Shares	Value	No. of Shares	Value
Issued, Subscribed & Paid-up Capital				
At the beginning of the year	867,400	8,674,000	867,400	8,674,000
Issued during the period	-	-	-	-
Outstanding at the end of the year	867,400	8,674,000	867,400	8,674,000

c. Terms/rights attached to the Equity Shares

The company has equity shares having a par value of Rs. 10/- Each Shareholder is entitled for one vote per share. The shareholders have the right to receive interim dividends declared by the Board of directors and final dividends proposed by the Board and approved by the shareholders. The shares allotted shall rank pari-passu in all respect with existing equity shares of the company including entitlement to dividend and voting. In the event of liquidation by the company, the holders of the Equity shares will be entitled to receive in proportion to the number of equity shares held by them, the remaining assets of the company, after distribution of preferential amounts. The shareholders have all other rights as available to equity shareholders as per the provisions of the Companies Act, 2013, read together with the Memorandum of Association and Articles of Association of the Company, as applicable.

d. Details of shareholders holding more than 5% shares in the company

Name of Shareholder	As at 31st March 2021		As at 31st March 2020	
	No. of Shares	Value	No. of Shares	Value
Sanjeev Kanda	813,050	8,130,500	813,050	8,130,500
Sanjeev Kanda Huf	25,000	250,000	25,000	250,000
Renu Kanda	29,350	293,500	29,350	293,500

As per the records of the Company including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.


Sanjeev Kanda
Director


Premwati Kanda
Director



RAKSAN TRANSFORMERS PRIVATE LIMITED
NOTES FORMING PART OF THE ACCOUNTS

	As at 31 March 2021 (₹)	As at 31 March 2020 (₹)
3. Reserves and surplus		
a) Securities Premium Reserve		
At the beginning of the year	16,690,000	16,690,000
Add: Additions	-	-
Closing Balance	16,690,000	16,690,000
b.) Share Forfeiture		
At the beginning of the year	960,000	960,000
Add: Addition during the Year	-	-
	960,000	960,000
c.) Surplus in the statement of profit and loss		
At the beginning of the year	95,201,007	77,564,901
Add: surplus/(Deficit) for the period	719,137	17,636,106
Net surplus/(deficit) in the statement of profit and loss	95,920,144	95,201,007
Total (a+b)	113,570,144	112,851,007
4. Long Term Borrowings		
Secured Loans		
Term Loan from Banks		
- Term Loan - Siddhi Bank. (Refer Note a)	-	2,268,653
Vehicles Loan from Banks		
- Bank of Baroda (Refer Note b)	-	50,968
- HDFC Bank (Refer Note c)	747,146	1,784,356
- Yes Bank (Refer Note d)	1,948,835	2,986,484
Additional working capital loan BOB (Refer Note e)	1,888,891	-
Additional working capital loan BOB (Refer Note f)	6,113,890	-
Total	10,698,762	7,090,461

(a) This loan consists of term loan of term loan of rupees eighty five lakhs and soft loan of rupees ten lakhs for a period of 54 months starting from 10/10/2017 payable in equally monthly instalments. Term loan is secured by hypothecation of movable (except stocks and book debts) including movable plant and machinery, spare tools and accessories, office equipments, computers, furniture and fixtures etc. acquired/to be acquired from the loan. Soft loan is secured by residual charge on the assets mentioned before. Loans are guaranteed by directors of the company namely Sanjeev Kanda and Premwati Kanda. term loan carries an interest of 11.90% per annum and soft loan carries an interest of 8.95% for first three years and after which period the interest rate shall be 11.90%.

b) This Loan of Rs. 4.2 Lakh Secured by way of Hypothecation of Car (Hyundai I-10 grand), for a period of 48 months starting from 30/09/2017 payable in equally monthly instalments. This loan carries an interest rate of 8.85%.

c) This loan of Rs. Sixty Lakh is Secured by way of Hypothecation of Car (BMW X5 30D DPL 5), for a period of 84 months, starting from 05/12/2015 payable in equally monthly instalments, this loan carries an interest rate of 9.35%.

d) This loan of Rs. 5094050/- is Secured by way of Hypothecation of Car (Mercedes Benz e-class E200), for period of 60 months, starting from 15/12/2018 payable in equally monthly instalments.

e) This loan of Rs. 8500000/- is in addition to the existing facilities under the scheme of BGECLS, and the existing primary/collateral securities would be extended to cover the BGECLS facility. term of loan is 24 months and repayable in 18 instalments (first 6 months being moratorium) of Rs. 472222/- starting from 05.02.2021. It bears an interest rate of applicable rate as per scheme: BRLLR+1% (subject to maximum ROI of 7.5%)

f) This loan of Rs. 7100000/- is in addition to the existing facilities under the scheme of BGECLS, and the existing primary/collateral securities would be extended to cover the BGECLS facility. Termure of loan is 48 months first 12 months being moratorium it is repayable in 36 instalments of Rs. 197222/- starting from nov 2021. It bears an interest rate of applicable rate as per scheme: BRLLR+1% (subject to maximum ROI of 7.5%)



Sanjeev Kanda

Director

Premwati Kanda

Director

5 Short Term Borrowings**a.) Secured****Rupee Working Capital Limits**

- From Bank of Baroda (a)

66,843,684

25,251,137

b.) Unsecured Loans

Intercompany Deposit (b)

1,850,000

Total

66,843,684

27,101,137

a.) Cash Credit Limit of Rs. 850 Lac is secured by way of Hyp. of Stock & Book Debts and Eq. Mortgage of Factory Land & Building of the Company situated at Plot No.1413, I.E. Rai, Distt. Sonapat in the name of Raksan transformers private limited and plot no. 1410 HSIIDC ind. estate rai in the name of SHR powers private limited. The Limit is also secured by personal guarantee of Directors. and corporate guarantee of SHR powers private limited

b) This inter corporate deposit is taken from company for which there is no written agreement for repayment or interest

6 Trade Payables

Dues to Micro and Small enterprises

45,645,348

69,516,712

Dues to Others

86,467,841

52,256,681

Total

132,113,189

121,773,393

7 Other Current Liabilities

Current maturity of long term borrowing

11,012,601

4,085,044

Interest accrued but not due on loans

36,923

337,452

Advance From Customers

8,585,323

2,972,848

Expenses Payable

4,183,105

7,359,723

Statutory Liabilities

388,751

3,201,249

Model economic township limited

19,831,637

-

Total

44,038,340

17,956,316

8 Short Term Provisions

Provision for taxation

811,618

7,641,216

Provision for Bonus

235,612

303,375

Provision for claim against warranty *

3,869,563

5,819,563

Provision for warranty against sale

10,616,341

12,165,715

Leave Encashment Payable

90,324

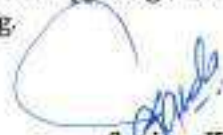
157,374

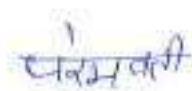
Total

15,623,458

26,087,243

* This provision is created on the basis of judgement order dated 20.08.2019 passed by Additional District judge, Patiala for a penalty against damaged transformers repaired beyond grace period. Appeal against this order filed by the company in the High court of Punjab and Haryana at Chandigarh is still pending.


Sanjeev Kanda
Director


Premwati Kanda
Director



RAKSAN TRANSFORMERS PRIVATE LIMITED
NOTES FORMING PART OF THE ACCOUNTS

	As at 31 March 2021	As at 31 March 2020
10 Long Term Loans & Advances (Unsecured, Considered good, unless otherwise stated)		
Security Deposits with Govt Department	810,393	810,393
Security Deposits with others	502,815	2,815
Security Deposits with Bank for UPI QR code	100,000	100,000
Total	1,413,208	913,208
11 Deferred Tax Assets (Net)		
- Opening Deferred Tax Liability	1,042,647	923,320
- Created During the year/Asset	511,494	119,527
- Closing Deferred Tax Assets	1,354,341	1,042,647
12 Long Term Investment - Trade (Unquoted)		
- M/s Haryana Power Industries (a)	8,140,503	8,021,923
- Balances with banks - Deposits/Margin Money (b)	74,832,411	79,623,979
- Interest Receivable On Fixed Deposits	10,670,139	8,979,483
Total	92,643,053	96,625,385
Note (a) : M/s Haryana Power Industries is a partnership firm situated at Plot No. 1676-1677, Ph-I, Sec-38, Industrial Estate, Rai, Distt. Sonapat, Haryana, in which the company is one of the partner having 95% share. The remaining 5% share in the said partnership firm is held by Sh. Sanjeev Kanda. Note (b) : PDR's are earmarked for the performance guarantees issued by the Bank in favour of the customers.		
13 Inventories (valued at lower of cost or net realisable value) (As taken, valued & certified by the management)		
- Raw Material	81,329,194	38,799,489
- WIP	36,608,497	19,987,188
- Scrap	2,616,580	2,234,427
Total	120,554,270	61,021,104
14 Trade receivables		
Secured, considered good		
- Others	61,575,242	-
Unsecured, considered good		
- Outstanding for a period exceeding six months	4,669,659	2,814,846
- Others	32,873,395	143,176,556
Total	99,118,496	145,991,402
15 Cash and cash equivalents		
Cash in hand	596,051	43,363
Balances with banks - Current Accounts	18,554	18,791
Total	614,604	61,954
16 Short Term Loans & Advances (Unsecured Considered good, unless otherwise stated)		
- Advances to Supplier*	4,979,383	2,882,431
- Advances to Others	786,299	1,605,697
Total	7,765,682	4,488,128
*This includes advance given to related party Rs. 2133628 (PY Nil)		
17 Other Current Assets		
- Prepaid Expenses	222,431	192,284
- Advance/Deposit with Tax Authorities*	10,763,726	7,349,990
Total	10,986,157	7,542,274

*This includes GST amounting to Rs. 96,00,112, which can not be refunded and can only be utilized against outward liability.



[Signature]
Sanjeev Kanda
Director

[Signature]
Prennawati Kanda
Director

RAKSAN TRANSFORMERS PVT. LTD.

9. Written down Value Method

(₹)

S No.	Particulars	GROSS BLOCK		DEPRECIATION			NET BLOCK	
		Cost as on 01.04.2020	Additions Sale/ Transfers	As on 31.03.2021	As on 01.04.2020	For the Period 31.03.2020 to 31.03.21 w/back	As on 31.03.2021	As on 31.03.2020
1	Land	3,328,134	-	3,328,134	-	-	3,328,134	3,328,134
2	Building	7,077,258	-	7,077,258	3,766,304	314,542	4,080,846	3,310,954
3	Plant & Machinery	18,254,830	247,565	18,502,395	9,587,607	1,586,714	11,174,321	8,667,223
4	Furniture & Fixture	642,027	15,800	657,827	445,340	50,701	496,041	196,687
5	Office Equip.	2,424,119	77,075	2,501,194	2,055,292	186,594	2,241,886	368,827
6	Vehicles	15,282,211	55,833	15,295,075	10,657,184	1,555,854	12,175,704	4,625,027
7	Land *	-	39,713,278	39,713,278	-	-	-	-
	TOTAL	47,008,579	40,109,551	87,075,161	26,511,727	3,694,405	30,168,798	20,496,852
	Pr. Year	49,879,068	816,711	47,008,579	24,886,732	4,930,651	26,511,727	24,992,136

* Industrial plot no. 8, street no. 11 sector 7B measured at 4896.7006 square meter at licensed industrial colony established by Model economic township limited (MECL) has been provisionally allotted to the company on 12.10.2020. The sale deed of which is yet to be done. The total cost of the plot including pending payments are taken in the cost of above and outstanding are shown in the other current liabilities.



[Signature]
Sanjeev Kanda
Director

[Signature]
Premwasi Kanda
Director

RAKSAN TRANSFORMERS PRIVATE LIMITED
NOTES FORMING PART OF THE ACCOUNTS

	Year Ended 31 March 2021	Year Ended 31 March 2020
18 Revenue from Operations		
Sale of Products		
Transformers/Accessories	334,083,089	597,744,386
Scrap sale	1,047,009	455,889
Sale of Services		
Job Work Charges	2,919,751	3,522,217
Freight Income	3,604,737	13,594,285
LC Interest	534,317	997,458
Total	342,188,903	616,314,235
19 Other Income		
Interest on FDR	5,640,595	5,708,055
Profit from Partnership Firm	118,580	123,665
Creditors written back	968,842	-
Total	6,728,017	5,831,720
20 Cost of Materials Consumed		
Opening Stock	61,021,104	29,307,402
Add: Purchase During the year	324,463,345	473,925,980
Add: Consumables Purchase	284,540	317,403
Add: Freight, Cartage & Weigh Charges	1,508,049	2,004,202
Add: Discount/Short & Excess	(2,535,107)	(464,945)
	384,741,932	505,090,042
Less: Closing Stock	120,554,270	61,021,104
Total	264,187,662	444,068,937
21 Employee Benefits Expenses		
Salary, Wages, Labour Charges & Allowances	26,436,642	38,950,741
Leave Encashment	126,209	157,374
Director's Remuneration	6,480,000	6,399,400
Keyman Insurance Charges	-	2,500,000
Bonus	270,110	385,575
Contribution to PF, ESIC & other Welfare Funds	121,997	115,832
Staff Welfare Exps	351,461	1,384,479
Medical Expenses	2,467	6,608
Total	33,788,886	49,900,009



Sanjeev Kanda
Director

Premwati Kanda
Director

RAKSAN TRANSFORMERS PRIVATE LIMITED

NOTES FORMING PART OF THE ACCOUNTS

	Period Ended 31 March 2021	Period Ended 31 March 2020
22 Finance Cost		
Bank Charges	486,538	898,280
Interest on Term Loan	562,989	1,162,298
Interest on Working Capital Limit	2,715,276	4,494,733
LC & Bill Discounting Charges	5,321,701	15,860,585
Interest on statutory liability	216,176	4,394
Total	9,302,680	22,420,290
23 Other Expenses		
Loading & Unloading Charges	45,383	92,024
Job Work Charges	316,231	1,795,284
Power & Fuel Expenses	4,229,908	5,561,576
Testing Charges	1,024,635	584,645
Repair & Maintenance to Machinery	1,181,838	2,173,529
Repair & Maintenance to Building	1,336,144	1,970,293
Advertisement & Publicity	90,236	146,203
Bad Debts	-	1,403,317
Payment to Auditors	167,000	181,000
Donation	2,100	22,400
Warranty, Discount & Settlement	3,388,647	18,449,630
Freight Outward	19,069,425	32,427,700
Insurance	418,275	850,287
Legal & Professional Fees	199,650	568,881
Running & Maintenance other	685,264	508,597
Other Administrative Expenses	343,292	606,379
Festival Expenses	75,679	640,045
Printing & Stationary Exps	56,788	70,110
Rent	330,800	333,600
Rates & Taxes	183,836	3,303,352
Security Expenses	1,664,645	2,048,004
Telephone Exps	39,201	47,426
Travelling & Conveyance	321,780	1,347,735
Sales Commission	-	300,540
Statutory Demands & Penalties	257,074	336,605
Total	35,427,830	75,769,162

Sanjeev Kanda
Director

Premwati Kanda
Director



RAKSAN TRANSFORMERS PRIVATE LIMITED

NOTES FORMING PART OF THE ACCOUNTS

	Year Ended 31 March 2021	Year Ended 31 March 2020
24 Contingent Liabilities		
Bank Guarantee given to parties	740.23 Lacs	756.93 Lacs
25 Payment to Auditors		
- Audit Fees	100,000	120,000
- Tax Audit & Taxation Matters	25,000	15,000
- For others Services	42,000	22,680
26 Director Remuneration		
- Sanjeev Kanda	4,680,000	4,600,000
- Premwati Kanda	1,800,000	1,800,000
	6,480,000	6,400,000
27 Deferred Tax (Assets)/Liabilities (Net)		
Opening Balance - Deferred Tx Liability / (Assets)	(1,042,647)	(923,320)
W.D.V As per Books as on 31.03.2021	17,193,085	20,496,852
W.D.V As per Income Tax as on 31.03.2021	22,401,321	24,507,034
Timing Difference	(5,208,235)	(4,010,182)
Deferred Tax Liability	26%	26%
Net Deferred Tax Liability / (Assets) for the year	(1,354,141)	(1,042,647)
Deferred Tax Assets to be provided for during the year	(311,494)	(119,327)
Deferred Tax Assets	(1,354,141)	(1,042,647)
28 Based on the information presently available with the Company, the disclosures in respect of the amounts payable to micro and small enterprises are as under:		
Particulars		
Principal amount payable at the end of the year	45,645,348	69,516,712
Interest due thereon	-	-
Amount of interest due and payable for delay in payment (which have been paid but beyond the appointed day during the year) but without adding the interest under the Micro, Small and Medium Enterprises Development Act, 2006.		
Amount of interest accrued and remaining unpaid at the end of the year.		
Amount of further interest remaining due and payable even in the succeeding years, till actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure.		

*The company has not ascertained the interest liability on amount due to MSME suppliers as per Section 16 of MSME Act 2006, in the previous and current financial year



- 29 The Sundry Creditors, Sundry Debtors and Loans & Advances are subject to Confirmation.
- 30 Company has not determined and made the provision for liability in respect of Gratuity as required by Accounting Standard 15" Employee Benefits
- | | | | |
|----|---|---------|-------|
| 31 | Raw Material purchase and consumption detail | Qty | |
| | Purchase | 2129807 | 56346 |
| | Consumed | 1900538 | 57187 |
| | Semi Finished products | | |
| | Production | 4098 | 128 |
- 32 **Other Notes**
- | | | | |
|-----|---------------------------------|-----|---|
| a.) | Earning in Foreign Currency | Nil | 1 |
| b.) | Expenditure in Foreign Currency | Nil | 1 |
| c.) | Value of Imports on CIF Basis | Nil | 1 |
- 33 The enterprise has assessed at the balance sheet dates whether there has been any indication that an asset may impaired, as prescribed by the Accounting Standard 28 "Impairment of Assets" issued by the Institute of Chartered Accountant of India and it has been revealed on such assessment that no such provision for impairment is required
- 34 Company has filed its returns under Goods and Service Tax acts, on self assessment basis and the liabilities under those acts are subject to determination by the respective authorities if any.
- 35 The firm has sanctioned and connected power load of 101.36 KWH from Uttar Haryana Bijali Vitran Nigam in Account no. 6424011000 at 1675 HSIISC Rai, Sonioat. The connection is being used by Raksan Transformers Private Limited and power bill is also borne by the said user.
- 37 The figures of previous have been regrouped or rearranged wherever necessary.

for T U & Co.

Chartered Accountants
Firm Regn. No. 04555N

CA Tilak Chandra
Partner-M.NO 082382

Date: 26.11.2021

Place: Sonipat

UDIN: 22082382AAAABK2787

For & on behalf of Board of Directors

Sanjeev Kanda
Director
Din - 01066817

Premwati Kanda
Director
Din - 012105

RAKSAN TRANSFORMERS PRIVATE LIMITED

Notes to the financial statements for the year ended 31 March 2021

36 Related party disclosure**(a) Related parties with whom transactions have taken place during the period:**

(i) Individuals having significant interest	Sanjeev Kanda Renu Kanda Premwati Kanda Daksh Kanda Dievam Kanda
(ii) Enterprises over which Key Managerial Persons have significant interest.	Haryana Power Industries (Prop. Sanjeev kanda HUP) SHR Power private limited GRB Industries HPI partnership firm Jairam stamping private limited

b) Transactions taken place during the period
Nature of Transaction

	For the year ended 31 March 2021	For the year ended 31 March 2020
Renu Kanda		
Loan repaid during the year	-	348,000
Loan received during the year	-	348,000
Sanjeev Kanda		
Rent paid	60,000	60,000
Haryan Power Industries		
Received man power supply	13,825,488	29,514,737
SHR Power private limited		
Sales	4,382,460	6,440,204
Purchases	46,950,979	103,358,258
HPI partnership firm		
Rent paid	180,000	180,000

for T U & Co.
Chartered Accountants
Firm Regn. No: 04555N

CA THAK CHANDNA

Partner - M No. 082382

Place: Sonipat

Date: 26.11.2021

UDIN: 22082382AAAABK2787

for & on behalf of Board of Directors

Sanjeev Kanda
Director
Din - 01066817

Premwati Kanda
Director
Din - 01210574