

Smarten Power Power Systems Private Limited

Plot No. 374, Pace City-II, Sector-37

Gurgaon-122001 (Haryana) India

CIN : U31401HR2014PTC052897



SMARTENTM

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Consolidated Financial Statement for the F.Y. 2021-22

SMARTEN POWER SYSTEMS PVT. LTD.

374, 1ST FLOOR, PACE CITY 2, SECTOR 37, GURGAON-122001, HARYANA

CIN : U31401HR2014PTC052897

Consolidated Balance Sheet as at 31st March, 2022

(Amount in Rs)

Particulars	Note No.	As at March 31st, 2022
(I) EQUITY AND LIABILITIES		
Shareholder's Funds		
Share Capital	2	24.05
Reserves and Surplus	3	836.90
Non-Current Liabilities		
Long-Term Borrowings	4	76.41
Long Term Provisions	5	62.21
Current Liabilities		
Short-Term Borrowings	6	164.98
Trade Payables	7	
a. total outstanding dues of micro and small enterprises		2,468.41
b. total outstanding dues of creditors other than micro and small enterprises		1,808.79
Other Current Liabilities	8	571.69
Short-Term Provisions	9	189.70
Total		6,203.14
(II) ASSETS		
Non-current assets		
Fixed Assets :-		
Property, Plant and Equipment	10	478.29
Deferred Tax Assets (net)	11	17.15
Non-current Investments	12	-
Long-term Loans and Advances	13	-
Current assets		
Inventories	14	2,051.89
Trade Receivables	15	2,729.48
Cash and Cash Equivalents	16	272.02
Short-Term Loans and Advances	17	58.20
Other Current Assets	18	596.11
Total		6,203.14

Significant Accounting Policies & Notes to Accounts

1, 2 to 43

Accompanying notes are integral parts of financial statements

As per our audit report of even date attached

For YKG & Company

Chartered Accountants

Firm No. 029789N

UDIN : 22503452AXYZFX1023

Asjvan,
Partner
Membership No. 503452For and on behalf of the Board
of Directors
Smarten Power Systems Private
LimitedRajnish Sharma
Director
DIN: 06813014Arun Bharadwaj
Director
DIN: 06964929

Place: Gurgaon

Date: 3rd September, 2022

SMARTEN POWER SYSTEMS PVT. LTD.

374, 1ST FLOOR, PACE CITY 2, SECTOR 37, GURGAON-122001, HARYANA

CIN : U31401HR2014PTC052897

Statement of Consolidated Profit and Loss for the year ended on 31st March, 2022

(Rs. In Lakhs)

Particulars	Note No	As at March 31st, 2022
Revenue From Operations	19	16,384.26
Other Income	20	456.50
TOTAL		16,840.76
Expenses:		
Cost Of Materials Consumed	21	9,316.62
Purchase Of Stock In Trade	22	4,324.03
Change In Inventories	23	(143.00)
Employee Benefits Expenses	24	923.05
Finance Costs	25	33.44
Depreciation And Amortization Expenses	10	36.92
Administrative And Other Expenses	26	1,796.43
Total		16,287.49
Profit before tax		553.27
Less- Tax expense:		
Current tax		154.97
Deferred tax	11	(1.56)
Profit after tax		399.86
Profit Attributable for the year-		
Smarten Power Systems Private Limited- Parent Company		399.86
Non- Controlling Interest		-
Earning per equity share:		
(1) Basic	30	166.26
(2) Diluted		166.26

Significant Accounting Policies & Notes to Accounts

1, 2 to 43

Accompanying notes are integral parts of financial statements

As per our audit report of even date attached

For YKG & Company

Chartered Accountants

Firm No. 029789N

UDIN : 22503452AXYZFX1023

For and on behalf of the Board
of Directors

Smarten Power Systems Private
Limited



Ashyank
Partner

Membership No. 503452

Rajnish Sharma
Director

DIN: 06813014

Arun Bhargadwaj
Director

DIN: 06964929

Place: Gurgaon

Date: 3rd September, 2022

SMARTEN POWER SYSTEMS PRIVATE LIMITED374, 1ST FLOOR, PACE CITY-2, SECTOR-37, GURGAON-122001, HARYANA
CIN : U31401HR2014PTC052897

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2022

(Rs. In Lakhs)

Particulars	Year ended March 31, 2022
(A) Cash Flow From Operating Activities	
Net Standalone Profit Before Tax And Exceptional Items	553.27
Adjustments for :	
Depreciation and amortization expense	36.92
Finance costs	33.44
Operating Standalone Profit Before Working Capital Changes	623.63
Adjustments for changes in Working Capital :	
(Increase)/ Decrease in Inventories	(667.99)
(Increase)/ Decrease in Trade Receivables	(1,452.73)
(Increase)/ Decrease in Other Receivables	192.97
(Increase)/ Decrease in Trade Payables	1,610.19
(Increase)/ Decrease in Other Payables	109.89
Cash Generated From Operations	415.96
Taxes Paid (net of refunds)	153.41
Net Cash Generated from Operating Activities	262.55
(B) Cash Flow From Investing Activities	
Purchase of Fixed Assets	(398.81)
Long Term Capital advance	157.34
Net Cash Used in Investing Activities	(241.47)
(C) Cash Flows From Financing Activities	
Long Term Borrowings	69.19
Short Term Borrowings	16.01
Finance Cost Paid	(33.44)
Net Cash Used in Financing Activities	51.76
Net Increase/(Decrease) in Cash & Cash Equivalents	72.83
Opening Cash and Cash Equivalents	199.19
Closing Cash and Cash Equivalents	272.02
Net Change in Cash & Cash Equivalents	72.83

Notes:

1 Closing Cash and Cash Equivalents Comprise :

Cash on hand	0.36
Balance with Scheduled Banks	
- in Current Accounts	271.66
Total	272.02

2 Figures in bracket indicate cash outflow.

3 The above cash flow statement has been prepared under the indirect method set out in AS-3.

4 Previous year figures have been regrouped and recasted wherever necessary to conform to the current year's classification.

As per our report of even date.
For YKG & Company
Chartered Accountants
Firm No. 029789N
UDIN : 23503452/09/ZFX1023


Ashvini, 091
Partner
Membership No. 503452

Place: Gurgaon
Date: 3rd September, 2022

For and on behalf of the Board
of Directors
Smarten Power Systems
Private Limited


Rajnish Sharma
Director
DIN: 06813014


Arun Bharadwaj
Director
DIN: 06964929

Notes forming part of the Consolidated financial statements

1 (a) Corporate information

The Consolidated Financials Statements comprise financial statements of "Smarten Power Systems Private Limited (referred to as "The Holding Company") and its subsidiary Company " Smart Store International Private Limited" (Collectively referred to as "the Group") for the year ended 31st March'2022.

The Group is engaged in the business of manufacturing and marketing of various range of products Home UPS/ Inverter/ Solar Power Conditioning Unit / Solar Charge Controller / Solar Inverter/ Solar Panels/ Batteries / Off-Grid Solution / Grid Tie Inverter and Customized Solar Solutions.

1 (b) Significant accounting policies

1.1 Basis of accounting and preparation of Consolidated financial statements

These Consolidated financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Consequently, these Consolidated financial statements have been prepared to complying all material aspects with the Accounting standards notified under section 211(3C) of the companies Act, 1956 which as per clarification issued by ministry of corporate affairs continue to apply under section 133 of the Companies Act 2013 (which has superseded section 211(3C) of the Companies Act 1956 w.e.f. 12 September 2013) [Companies(Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013.

The Ministry of Corporate Affairs (MCA) has notified the Companies (Accounting Standards) Amendment Rules, 2016 vide its notification dated 30 March 2016. The said notification is applicable to accounting period commencing on or after the date of notification i.e. 1 April 2016.

The Consolidated financial statement are presented in Indian rupees rounded off to the nearest Rs. in Lakhs.

1.2 Operating Cycle:

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

1.3 Use of estimates

The preparation of the Consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions considered in the reported amounts of assets, liabilities, income, expenses and disclosure of contingent liabilities on the date of the Consolidated financial statements and the results of operations during the year. The Management believes that the estimates used in preparation of the Consolidated financial statements are prudent and reasonable. Differences between the actual results and the estimates are recognised in the periods in which the results are known/ materialise. Any revision to accounting estimates is recognised in accordance with the requirements of the respective accounting standard.

1.4 Inventories

Inventories are valued at the lower of cost and net realisable value and adjusted for obsolescence, if any. Cost is determined on a weighted average basis and includes all applicable costs incurred in bringing goods to their present location and condition. Cost of work-in-progress and finished goods include all applicable manufacturing overheads.



1.5 Tangible Assets - Property, Plant and Equipment and Intangible Assets

Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any.

Cost is inclusive of inward freight, duties and taxes and incidental expenses related to acquisition. In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalised. Expenses capitalised also include applicable borrowing costs for qualifying assets, if any. All upgradation/enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits. An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Consolidated profit and Loss. Subsequent expenditures related to an item of Tangible Asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Intangible fixed assets

Intangible assets are stated at their cost of acquisition, less accumulated amortization and accumulated impairment losses thereon, if any. Cost includes all cost incurred to bring the assets to its present location and condition. An intangible asset is recognized where it is probable that future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured.

1.6 Depreciation and amortisation

Tangible & Intangible assets are depreciated on the written down value method on a pro-rata basis from the date the assets are ready for intended use. Depreciation and Amortization on sale/discard of fixed assets is provided for up to the date of sale, deduction or discard of fixed assets as the case may be.

Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

All assets costing Rs. 5,000 or less individually are depreciated at the rate of 100%.

1.7 Impairment of Assets

At each Consolidated balance sheet date, the company assesses whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount. If the carrying amount of the asset exceeds its recoverable amount an impairment loss is recognized in the statement of Consolidated profit and loss to the extent the carrying amount exceeds the recoverable amount. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined (net of depreciation or amortization) if no impairment loss had been recognized.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

1.8 Revenue recognition

Sale of goods

Revenue from Sale of Goods is recognised upon delivery of goods to Customer when the significant risk and rewards of ownership of goods have been transferred to the customer. Sales are exclusive of all kind of indirect tax such as GST.

Income from services

Income from service contracts is recognised upon rendering of the services at the agreed rates. Income from maintenance contracts is recognised pro-rata over the period of the contracts. Income from installation and commissioning services is recognised on a percentage of completion method upon rendering of the services.

Duty drawback income is recognized on accrual basis.

1.9 Foreign currency transactions

Foreign currency transactions are recorded at the rates of exchange prevailing on the dates of the transactions. Monetary foreign currency assets and liabilities are translated into rupees at the rates of exchange prevailing on the Consolidated balance sheet date. Exchange differences arising on settlement/ restatement of foreign currency monetary assets and liabilities are recognised as income or expense in the Statement of Consolidated profit and Loss.

Non monetary foreign currency items are carried at cost.

Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Consolidated profit and Loss Statement, except in case of long term liabilities where they relate to acquisition of Fixed Assets, in which case they are adjusted to the carrying cost of such assets.

2.0 Investments in Subsidiary and associates

Investment in subsidiary and associate are carried at cost less accumulated impairment, if any.



2.1 Other Income

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

2.2 Employee benefits

Liability for employee benefits, both short term and long term, for present and past services which are due as per the terms of employment are recorded in accordance with Accounting Standard (AS) 15, "Employee Benefits".

Short term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages and bonus etc. are recognized in the Statement of Consolidated profit & loss in the period in which the employee renders the related service.

Long term employee benefits

i) Defined contribution plan

Provident fund and employees' state insurance schemes:

All employees of the Company are entitled to receive benefits under the Provident Fund, which is a defined contribution plan. Both the employee and the employer make monthly contributions to the plan at a predetermined rate (presently 12%) of the employee basic salary (subject to a maximum basic salary of Rs.15,000/- per month per employee, as per the provisions of The Employees Provident Fund & Miscellaneous Provisions Act, 1957). These contributions are made to the fund administered and managed by the government of India. In addition, some employees of the Company are covered under the employees state insurance scheme, which is also a defined contribution scheme recognized and administered by the government of India.

The company's contributions to both these schemes are expensed off in the Statement of Consolidated profit and Loss. The Company has no further obligations under these plans beyond its monthly contributions.

ii) Defined benefit plan

Gratuity

The Company provides for retirement benefits in the form of Gratuity. Benefits payable to eligible employees of the company with respect to gratuity, a defined benefit plan is accounted for on the basis of Management estimate as at the Consolidated balance sheet date. In accordance with the Payment of Gratuity Act, 1972, the plan provides for lump sum payments to vested employees on retirement, death while in service or on termination of employment in an amount equivalent to 15 days basic salary for each completed year of service. Vesting occurs upon completion of five years of service or death of employee whichever is earlier. The present value of such obligation is determined by the projected unit credit method and adjusted for past service cost and fair value of plan assets as at the Consolidated balance sheet date through which the obligations are to be settled. The resultant actuarial gain or loss on change in present value of the defined benefit obligation or change in return of the plan assets is recognized as an income or expense in the statement of

iii) Other long term employee benefits:

leave Encashment

Benefits under the Company's leave encashment scheme constitute other employee benefits. The liability in respect of leave encashment is provided on the basis of Management Estimate at the end of the year using the Projected Unit Credit Method. Actual gain and losses are recognized immediately in the Statement of Consolidated profit and Loss.

2.3 Leases

Assets acquired under leases where the Company has substantially all the risks and rewards of ownership are classified as finance leases. Such assets are capitalized at the inception of the lease at the lower of the fair value or the present value of minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost, so as to obtain a constant periodic rate of interest on the outstanding liability for each period.

Assets acquired under leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Lease rentals are charged to the Statement of Consolidated profit and Loss on accrual basis.

2.4 Taxes on income

Provision for current taxation is ascertained on the basis of assessable Consolidated profits computed in accordance with the applicable tax rates and the provisions of the Income-tax Act, 1961 and other applicable tax laws.

Deferred tax is recognised, subject to the consideration of prudence on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized on unabsorbed depreciation and carry forward of losses based on virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax asset can be realized. Deferred tax assets are reviewed at each Consolidated balance sheet date for their realisability.



SMARTEN POWER SYSTEMS PVT. LTD.
 374, 1ST FLOOR, PACE CITY 2, SECTOR 37, GURGAON-122001, HARYANA
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Notes forming part of the Consolidated financial statements

Note 2. Share capital

(Rs in Lakhs)

Particulars	As at 31/03/2022	As at 31/03/2021
(i) Authorised Capital		
250000 Equity Shares of 10/- Each	25.00	25.00
(ii) Issued, Subscribed and Paid Up Capital		
240500 Equity Shares of 10/- Each, fully paid up	24.05	24.05
Total	24.05	24.05

The Company has only one class of shares referred to as equity shares having a par value of 10/- Each holders of equity shares is entitled to one vote per share.

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31/03/2022	As at 31/03/2021
(i) Equity Shares		
No of Equity Shares at the beginning of reporting period	2,40,500	2,40,500
Add: No of Equity Shares issued during the period	-	-
Less: No. of Equity shares bought back during the period	-	-
Total	2,40,500	2,40,500

List of the Shareholders holding more than five percent of shares in the company as at the balance sheet date:

Name of the Shareholders	As at 31/03/2022		As at 31/03/2021	
	No. of Shares	in % age	No. of Shares	in % age
Arun Bharadwaj	64,130	26.67%	64,130	26.67%
Rajnish Sharma	64,131	26.67%	64,131	26.67%
Ravi Dutt	64,130	26.67%	64,130	26.67%
Tirath Singh Khaira	48,109	20.00%	48,109	20.00%

List of the promoters holding shares in the company as at the balance sheet date:

Name of the Shareholders	As at 31/03/2022		% Change during the Year
	No. of Shares	% Holding	
Arun Bharadwaj	64,130	26.67%	0.00%
Rajnish Sharma	64,131	26.67%	0.00%
Ravi Dutt	64,130	26.67%	0.00%
Tirath Singh Khaira	48,109	20.00%	0.00%



SMARTEN POWER SYSTEMS PVT. LTD.
 374, 1ST FLOOR, PACE CITY 2, SECTOR 37, GURGAON-122001, HARYANA
 Notes forming part of the consolidated financial statements

Note 3. Reserves And Surplus

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Statement Of Consolidated Profit & Loss	
Opening Balance-Surplus	437.04
Add: Consolidated Profits For The Year	399.86
Total	836.90

Note 4. Long Term Borrowings

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Secured	
From Banks:	
Term Loans (Term of Repayment 60 Months)*	61.21
Vehicle Loan (Term of Repayment 60 Months)**	13.12
From Others:	
Financial Institution	
Vehicle Loan (Term of Repayment 48 Months)**	2.08
Total	76.41

*Total Working Capital Exposure of Rs. 485 Lakh, comprises the Term Loan of Rs. 335 Lakh (Comprising of Foreign Currency Term Loan of Rs. 330 Lakh and Term Loan of Rs. 5 Lakh) and Working Capital Limits of Rs. 150 Lakh (Interchangeable Limits of Overdraft of Rs. 75 Lakhs, Export Packing Credit of Rs. 75 Lakh, Packing Credit Foreign Currency of Rs. 75 Lak etc.) has been sanctioned by the Kotak Mahindra Bank. The facility is having exclusive charge on all existing and future current assets & moveable fixed assets of the Company. The Facility is having collateral charge on Industrial Plot of the Company as well. The Facility is further secured by personal guarantee of all the four directors.

** Vehicle Loans are secured by having hypothecation on vehicle finance by lender.

Note 5. Long Term Provisions

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Provision for employee benefits :	
(i) Gratuity	43.59
(ii) Leave Encashment	18.62
Total	62.21

Note 6. Short Term Borrowings

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Secured	
From Banks:	
(i) Loan Repayable on Demand	
Overdraft *	63.70
Packing Credit Foreign Currency*	75.00
(ii) Other Loan	
Current Maturity of Vehicle Loan**	6.91
Current Maturity of Long Term Loan*	17.88
	163.49



From Others:	
Financial Institution	
Current Maturity of Vehicle Loan**	1.49
	1.49
Total	164.98

*Total Working Capital Exposure of Rs. 485 Lakh, comprises the Term Loan of Rs. 335 Lakh (Comprising of Foreign Currency Term Loan of Rs. 330 Lakh and Term Loan of Rs. 5 Lakh) and Working Capital Limits of Rs. 150 Lakh (Interchangeable Limits of Overdraft of Rs. 75 Lakhs, Export Packing Credit of Rs. 75 Lakh, Packing Credit Forgin Currency of Rs. 75 Lak etc.) has been sanctioned by the Kotak Mahindra Bank. The facility is having exclusive charge on all existing and future current assets & moveable fixed assets of the Company. The Facility is having collateral charge on Industrial Plot of the Company as well. The Facility is further secured by personal gurantee of all the four directors.

** Vehicle Loans are secured by having hyphotecation on vehicle finace by lender.

** There are defaults in repayment of two Instalments of Vehicle Loan as on 31st March'22, details of which are:-

Name of Bank	Loan Account Number	Due Date	Default Instalment Amount	Overdue Days as on 31/03/2022
HDFC bank Limited	60207896	04-07-2021	21,757	358
HDFC bank Limited	60207896	05-07-2021	21,757	328
Total			43,514	

Note 7. Trade Payables

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Trade Payable:	
A. Total Outstanding Dues Of Micro Enterprises And Small Enterprises (MSME)*	2,468.41
B. Total Outstanding Dues Of Trade Payable Other Than Micro Enterprises And Small Enterprises	1,808.79
Total	4,277.20

*Note: Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Particulars	As at 31st March 2022
The principal amount remaining unpaid to any supplier as at the end of the year	2,468.41
The interest due on principal amount remaining unpaid to any supplier as at the end of the year.*	-
The amount of interest paid by the Company in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), along with the amount of the payment made to the supplier beyond the appointed day during the year.	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act.	-
The amount of interest accrued and remaining unpaid at the end of the year.	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under the MSMED Act.	-

*Payment are settled based on mutual agreed basis and No Vendor has claimed interest from the company in its account settlement during the year hence the provision created for last year has been reversed and no new provision has been created in financials for FY 2021-22.



Trade Payable Ageing as on 31st March, 2022*

Particular	Less Than 1 Year	1 year to 2 year	2 year to 3 year	More than 3 year	Total
MSME	2,468.41	-	-	-	2,468.41
Others	1,808.79	-	-	-	1,808.79
Disputed Due-MSME	-	-	-	-	-
Disputed Due-Other	-	-	-	-	-
Total	4,277.20	-	-	-	4,277.20

*Due to Non-Availability of Creditors Credit Days, Aging has been prepared based on Accounting Date.

Note 8. Other Current Liabilities

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Advance From Customers	172.98
Salary & Other Benefits	53.86
Expenses Payable	53.11
Statutory Liabilities	43.95
Other Liabilities	247.79
Total	571.69

Note 9. Short Term Provisions

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Provision for employee benefits :	
(i) Gratuity	1.93
(ii) Leave Encashment	5.37
Others :	
Provision for Tax	154.97
Provision For Warranty Expenses	27.43
Total	189.70

Note 10. Depreciation And Amortisation Expenses

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Depreciation on Property Plant & Equipment	36.92
Total	36.92

Note 11. Deferred Tax Assets

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Impact of difference between WDV as per Income Tax Act and as per Company Act for the financial reporting	27.31
Impact of expenditure charged to the statement of Consolidated Profit and loss in the current year but allowed for tax purposes on payment basis	40.84
Timing Difference	68.15
Deferred Tax Assets/(Liabilities) as at year end i.e. 31-03-2022/31.03.2021	17.15
Deferred Tax Assets/(Liabilities) as at year end i.e. 31-03-2021/31.03.2020	15.59
Current Year Impact charge to P&L	1.56

Note 12. Non-current Investments

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Equity Investments	-
Total	-



SMARTEN POWER SYSTEMS PRIVATE LIMITED

Notes forming part of consolidated financial statements for the reporting year ended 31st March, 2022

Note 10

FIXED ASSETS AND DEPRECIATIONS BASED ON WDV METHOD

PARTICULARS	GROSS BLOCK					DEPREIATION			NET BLOCK	
	Cost as on 1-April-2021	Addition during year	Sales/ Deletion	Balance as on 31-Mar-2022	Opening Balance	Depreciation for the year	Balance as on 31-Mar-2022	WDV as on 31-Mar-2022		
Tangible Assets:-										
Land	-	338.49	-	338.49	-	-	-	-	338.49	
Plant & Machinery	41.73	15.93	-	57.66	21.82	4.51	26.33	31.33		
Appliances	1.09	-	-	1.09	1.00	0.04	1.04	0.05		
Electrical Appliances	65.61	3.13	-	68.74	15.89	9.26	25.15	43.59		
Furniture & Fixtures	46.98	0.18	-	47.16	18.41	7.43	25.84	21.32		
Computer & Software	19.82	7.26	-	27.08	14.38	5.67	20.05	7.03		
Motor Vehicles	27.81	33.82	-	61.63	15.13	10.02	25.15	36.48		
Total Tangible	203.04	398.81	-	601.85	86.63	36.93	123.56	478.29		
Previous Year	140.55	62.49	-	203.04	58.43	28.21	86.64	116.39		



Note 13. Long-term loans and advances**(Rs. In Lakhs)**

Particulars	As at 31st March 2022
Secured, considered good	
Capital Advances	-
Total	-

Note 14. Inventories**(Rs. In Lakhs)**

Particulars	As at 31st March 2022
As certified and valued by the management on which auditors have relied :	
Raw Material	1,260.59
Finished Goods	706.64
Goods In Transit (FG)	-
Stock In Trade	84.66
Total	2,051.89

Note 15. Trade Receivable**(Rs. In Lakhs)**

Particulars	As at 31st March 2022
Unsecured, considered good;	
i) Undisputed Trade Receivable- Consider Good	2,729.48
Total	2,729.48

Trade Receivable Ageing as on 31st March, 2022*

Particular	Less than 6 months	6 months to 1 year	1 year to 2 year	2 year to 3 year	More than 3 year
Undisputed Trade Receivable- Consider Good	2,425.96	297.61	5.91	-	-
Undisputed Trade Receivable- Consider Doubtful	-	-	-	-	-
Disputed Trade Receivable-Consider	-	-	-	-	-
Disputed Trade Receivable-Consider Doubtful	-	-	-	-	-
Total	2,425.96	297.61	5.91	-	-

*Due to Non-Availability of Debtors Credit Days, Aging has been prepared based on Invoice date.

Note 16. Cash And Cash Equivalents**(Rs. In Lakhs)**

Particulars	As at 31st March 2022
Balances with Banks*	271.66
Cash in Hand	0.36
Total	272.02

* Balances with Banks includes the Overdraft account as well which have positive balance of Rs. 175 Lakhs as on 31st March 2022.

Note 17. Short Term Loans And Advances**(Rs. In Lakhs)**

Particulars	As at 31st March 2022
Advance Recoverable in Cash or in Kind	58.20
Total	58.20



Note 18. Other Current Assets

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Balance Lying with Government Authorities	474.48
Advance Income Tax	100.00
Bank Guarantee and Security	0.25
Security Deposit-Rent	15.23
Prepaid Expenses	6.15
Total	596.11

Note 19. Revenue From Operations

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Sales of Products	
Sales (Domestic)	11,058.21
Sales (Exports)	5,275.53
Sale of services	
Service Income	50.52
Total	16,384.26

Note 20. Other Income

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Duty Draw Back	68.87
Forex Gain/loss	68.97
Freight on Export	291.90
Miscellaneous Income	26.76
Total	456.50

Note 21: Cost Of Materials Consumed

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Opening Stock	735.60
Add: Purchases	9,841.61
	10,577.21
Less : Closing stock	1,260.59
Cost of materials consumed	9,316.62
Total	9,316.62

Note 22. Purchase Of Stock In Trade

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Purchases	4,324.03
Total	4,324.03

Note 23. Changes In Inventories

(Rs. In Lakhs)

Particulars	As at 31st March 2022
Opening Stock:	
Finished Goods	315.24
Goods in Transit (FG)	278.87
Stock in Trade	54.19
Total (A)	648.30
Closing Stock:	
Finished Goods	706.64
Goods in Transit (FG)	-
Stock in Trade	84.66
Total (B)	791.30
Total (A-B)	(143.00)



Note 24. Employees Benefits Expenses**(Rs. In Lakhs)**

Particulars	As at 31st March 2022
Salaries and Wages	854.71
Contribution to Provident and Other Funds	48.98
Staff Welfare Expenses	19.36
Total	923.05

Note 25. Finance Costs**(Rs. In Lakhs)**

Particulars	As at 31st March 2022
Interest on borrowings	6.77
Others	26.67
Total	33.44

Note 26. Administrative And Other Expenses**(Rs. In Lakhs)**

Particulars	As at 31st March 2022
Consumable Expenses	62.46
Business promotion expenses	224.80
Certification charges	15.63
Scheme & Discount inc. Commission	377.04
Consultancy charges	45.73
Conveyance expenses	69.09
Diwali and Gift expenses	4.14
Electricity expenses	15.83
Insurance expenses	10.64
Interest on TDS	0.78
Job Work Charges	30.08
Marketing and Advertising expenses	292.96
Office expenses	10.92
Postage & courier expenses	34.01
Printing & Stationery expenses	2.61
Rates & taxes	10.84
R&D Expenses	2.35
Rent	65.51
Repair and maintenance expenses	27.42
Telephone expenses	13.36
Transport expenses	411.47
Travelling expenses	36.89
Warranty & Service expenses	26.62
Membership and Subscription Charges	0.26
Water expenses	0.09
Payment to Auditors:	
(i) As Auditor	4.20
(ii) For Company Law Matters	0.10
(iii) For Taxation Matters	0.60
Total	1,796.43



SMARTEN POWER SYSTEMS PVT. LTD.
374, 1ST FLOOR, PACE CITY 2, SECTOR 37, GURGAON-122001, HARYANA
(CIN : U31401HR2014PTC052897)

Note 27. Contingent Liabilities

As per information available with the management there is a no contingent liability (Previous Year NIL) as at 31st March, 2022.

Note 28: Related Party Disclosures

a. Key Management Personnel and their Relatives

- i) Arun Bhardwaj
- ii) Rajnish Sharma
- iii) Ravi Dutt
- iv) Tirath Singh

b. Enterprises over which any person described in (a) is able to exercise significant influence (As identified by the management).

Nitant Global Private Limited

Director Arun Bhardwaj, Rajnish Sharma, Ravi Dutt and Tirath Singh are the Director of the Company

c. Enterprises that directly or indirectly through one or more intermediaries, control or are controlled by or are under common control with the reporting enterprise (this includes holding companies, subsidiaries and fellow subsidiaries).

Smart Store International Private Limited

Wholly Owned Subsidiary

d. Relative of Key management personnel described in (a) is able to exercise significant influence

- i) Kapoor Chand
- ii) Bhramavtar
- iii) Pooja Sharma
- iv) Varun Bharadwaj

e. The following transactions were carried out with the related parties in the ordinary course of business and on arm's length basis:

Particular	(Rs. In Lakhs)
	For the period ended March 31, 2022
Director Remuneration :	
Arun Bhardwaj	35.24
Rajnish Sharma	35.24
Ravi Dutt	35.24
Tirath Singh	29.16
Sale :	
Nitant Global Private Limited	394.05
Purchase :	
Nitant Global Private Limited	19.30
Sale to Director :	
Arun Bhardwaj	-
Salary to relative :	
Pooja Sharma	2.95
Consultancy Charges :	
Varun Bharadwaj	4.50
Kapoor Chand	4.54
Bhramavtar	4.54

f. Outstanding Balances

Particular	As at March 31 st , 2022
	(Rs. In Lakhs)
Receivables :	
Nitant Global Private Limited	196.50
Payables :	
Varun Bharadwaj	4.05
Kapoor Chand	4.09
Bhramavtar	4.09



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Note 29. Defined Benefit Plan

(Rs. in Lakhs)	
i. Employee Benefit Expenses	As at March 31 st , 2022
Particulars	(Rs. In Lakhs)
Salaries and Wages	854.71
Contribution to Provident and Other Funds	48.98
Staff Welfare Expenses	19.36
Total	923.05

ii. Define Benefit Parts

(Rs. in Lakhs)		
A. Change in Present Value of Obligation		
Particular	2021-22	
	Gratuity	Leave Encashment
Preset Value of Obligation as on 01st April'2021	20.19	10.44
Interest Cost	1.51	0.78
Past Service Cost	-	-
Current Service Cost	11.46	6.72
Benefit Paid	(0.58)	(0.59)
Actuarial Gain/(Loss) on Obligation	12.94	6.63
Present Value of Obligation as on 31st March'2022	45.52	23.98

(Rs. in Lakhs)		
B. Change in Fair Value of Planned Assets		
Particular	2021-22	
	Gratuity	Leave Encashment
Change in Fair Value of Planned Assets	-	-

(Rs. in Lakhs)		
C. Amount Recognised in Consolidated Balance sheet		
Particular	2021-22	
	Gratuity	Leave Encashment
Amount recognised in Consolidated Balance sheet	45.52	23.98

(Rs. in Lakhs)		
D. Amount Recognised in Consolidated Profit & Loss A/c		
Particular	2021-22	
	Gratuity	Leave Encashment
Current Service Cost	11.46	6.72
Past Service Cost	-	-
Interest Cost	1.51	0.78
Actuarial Loss/(Gain)	12.94	6.63
Net Cost	25.91	14.13

(Rs. in Lakhs)		
E. Movements in the liability recognised in the Consolidated Balance sheet		
Particular	2021-22	
	Gratuity	Leave Encashment
Opening net liability	20.19	10.44
Expenses Recognised in P&L A/c	25.91	14.13
Benefit paid	(0.58)	(0.59)
Actual return on plan assets	-	-
Acquisition adjustment	-	-
Closing net liability	45.52	23.98



F. Details of Plan Assets

(Rs. in Lakhs)

Particular	2021-22	
	Gratuity	Leave Encashment
Plan Assets	-	-

F. Current/Non Current Liability

(Rs. in Lakhs)

Particular	2021-22	
	Gratuity	Leave Encashment
Current Liability	1.93	5.37
Non Current Liability	43.59	18.62
Net Liability	45.52	23.99

G. Actuarial Assumptions

i. Economic Assumptions

Particular	2021-22
Discounting Rate	7.49 P.A
Salary Growth Rate	3.00 P.A
Expected Rate of Return on Plan Assets	0.00 P.A

ii. Demographic Assumptions

Particular	2021-22
Retirement Age	58 Years
Mortality Table (Indian Assured Lives Mortality)	2012-2014
Employee Turnover/ Attrition Rate	
18 to 30 Years	5.00%
30 to 45 Years	3.00%
Above 45 Years	2.00%

Note 30. Disclosure of ratios

Particular	Numerator	Denominator	As on 31 March 2022	Remarks
Current Ratio	Current Assets	Current Liabilities	1.10	N/A
Debt-Equity Ratio	Total Debt	Shareholder's Fund	0.28	N/A
Debt Service Coverage Ratio	Earning Available for Debt Service	Debt Service	2.32	N/A
Return On Equity	Net Consolidated Profit after Taxes	Average Shareholder Equity	0.46	N/A
Trade Receivable Turnover Ratio	Revenue	Average Trade Receivable	12.01	N/A
Trade Payable Turnover Ratio	Purchases of Goods	Average Trade Payable	6.62	N/A
Net Capital Turnover Ratio	Revenue	Working Capital	32.50	Due to high Growth in turnover during the current year the additional working capital have been deployed
Net Consolidated Profit Ratio	Net Consolidated Profit	Revenue	0.02	N/A
Return on Capital Employed (ROCE)	Earning Before Interest and Taxes	Capital Employed	0.60	N/A
Return on Investment (ROI)				
Unquoted	Income Generated from investment	Time weighted average Investment	-	-
Quoted	Income Generated from investment	Time weighted average Investment	-	-



Note 31. Segment Reporting

The Group has a single identifiable and reportable segment in terms of the Accounting Standard AS - 17 on "Segment Reporting" issued by the Institute of Chartered Accountants of India", taking into account the organizational structure and different risk and return of the business activities. Thus, no separate reporting of business and geographical segments is required to be given as per AS - 17.

Note 32. Earnings Per Share

Earnings per share (EPS) are calculated by dividing the net consolidated profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year:

Particulars	As at March 31 st , 2022	
	(Rs. In Lakhs)	
Basic		
consolidated profit (Loss) after Tax		399.86
Weighted average number of equity shares		2,40,500
Basic EPS		166.26
Diluted		
consolidated profit (Loss) after Tax		399.86
Weighted average number of equity shares		2,40,500
Diluted EPS		166.26

Note 33. Expenditure In Foreign Currency

Particulars	As at March 31 st , 2022	
	(Rs. In Lakhs)	
Tour and Travelling		1.93
Total		1.93

Note 34. Earnings In Foreign Exchange

Particulars	As at March 31 st , 2022	
	(Rs. In Lakhs)	
Export of Goods		5,275.53
Freight on Export sale		291.90
Insurance on Export Sale		1.58
Total		5,569.00

Note 35. Details of Provision for Warranty given below:

Particulars	As at March 31 st , 2022	
	(Rs. In Lakhs)	
Opening Balance		132.56
Amount provided during the Year		-
Amount utilized during the Year		105.13
Total		27.43



Note 36. Assets Reliasable Value

In the opinion of the management and to the best of their knowledge and believe, the value on realization of current assets, Loans and Advances in the ordinary course of business would not be less than the amount at which they are stated in the consolidated Balance sheet.

Note 37. Balance Confirmations

Balance of Trade Receivable / Trade Payable / Loans / Advances are subject to reconciliation & confirmation.

Note 38. GST Reconciliations

The Group turnover as on 31st March'22 is in reconciliation with turnover reported in GSTR-1 & GSTR 3B except FY 2020-21 turnover of Rs. 391.26 Lakhs considered as turnover after transferring the risk & reward in compliance with Revenue Recognition Princials of Accouting Standard 9 in consolidated financials. March'2022 .

The reconciliation of input claimed in Books Vs GSTR-3B Vs Input Available in GSTR-2A is available & in records on which required remedical actions has already been taken by the Group.

Note 39. MSME Disclosure & Compliance

Based on the information available in records, Group has identified vendors under Micro, Small & Medium Enterprises Development Act, 2006.

Terms of payments are mutually agreed and may varied with the specified payment terms under MSME Act, 2006.

Note 40. Basis of Consolidation of Smart Store International Private Limited

The Company has made investment in Smart Store International Private Limited on 07th April'2021 which resulted in acquisition of control over Company.

The Subsidiary was neither held exclusively for disposal in the near future, nor the subsidiary is operating under severe long-standing restrictions that considerably impair the subsidiary's ability to transfer funds to its parent , hence there is no exclusion for the company for preparing the consolidated financials statements.

The consolidation has been done by line by line basis where the parent company's financial statements and its subsidiary financial statements combined line by line by totaling together similar items such as assets, liabilities, income, and expenses.

Note 41. Other Statutory Information

(i) During the year, the Group has not entered into any transaction with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act,1956.

(ii) No proceeding has been initiated or pending against the Group for holding any benami property under the Benami Transactions (Prohibition) Act,1988 (us of 1988) an rules made thereunder.

(iii) The Group has not been declared a wilful defaulter by any bank or financial institution or other lender.

(iv) The Group has not traded or invested in Crypto currency or virtual currency during the financial year.

(v) The Group has complied with the number of layer prescribed under clause (87) of section 2 of the companies act 2013 read with the companies (Restriction on number of layers) rules , 2017 from the date of their implementation.



(vi)(a) Total Working Capital Exposure of Rs. 485 Lakh, comprises the Term Loan of Rs. 335 Lakh (Comprising of Foreign Currency Term Loan of Rs. 330 Lakh and Term Loan of Rs. 5 Lakh) and Working Capital Limits of Rs. 150 Lakh (Interchangable Limits of Overdraft of Rs. 75 Lakhs, Export Packing Credit of Rs. 75 Lakh, Packing Credit Forgin Currency of Rs. 75 Lak etc.) has been sanctioned by the Kotak Mahindra Bank to parent company. The Facility is having collateral charge on Industrial Plot of the parent company as well. As the Bank not initiated the charge filling process, charge was pending to be filed in MCA as on 31st March'2022 however now the parent company itself is in process of get it filed.

(b)The vehicle Loan provided by the HDFC Bank Limited of Rs. 10.51 Lakhs in FY 2018-19 and by Volkswagen financial services of Rs 7.00 Lakhs in FY 2019-20 are having hypothecation on vehicle finance by them however both not initiated the process of charge filling on MCA due to which charges were not filed.

(vii) The Group does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income in the tax assessments under the Income Tax Act 1961 (Such as, search or survey or any other relevant provision of the Income Tax Act, 1961).

(viii) The Company has borrowed fund from Kotak Mahindra Bank on the basis of Security of Current assets though in absence of stipulated sanction terms regarding filling of quarterly return or statement of current assets, no filling has been done by the company with bank.

Note 42. Deferred Tax Assets/(Liability)

There are timing differences between Book consolidated profit and Accounting consolidated profit and to bridge the Gap the company has recognized Deferred tax assets on temporary timing differences only for which there is virtual certainty supporting with convincing evidence that such differences would be mitigate in future. Where there are permanent timing differences no Deferred Tax Assets has been Recongnised.

Note 43. Regroup/Reclassification

The previous year figures has been re-classified and re-grouped wherever necessary to confirm to the current year presentation.

As per our audit report of even date attached

For YKG & Company

Chartered Accountants

Firm No. 029789N

UDIN: 21504754XYZFX1023



Ashwani Goel

Partner

Membership No. 503452

Place: Gurgaon

Date: 3rd September, 2022

For and on behalf of the Board of Directors

Smarten Power Systems Private Limited

Rajnish Sharma

Director

DIN: 06813014

Arun Bharadwaj

Director

DIN: 06964929