

## BOARD'S REPORT

To,  
The Members,  
Kundan Edifice Private Limited

Your Directors are pleasure in presenting the 12<sup>th</sup> Annual Report on business and operations of the Company together with the Audited Financial Statement of the Company for the Financial Year ended March 31, 2022.

### 1. Financial summary or highlights/Performance of the Company:

The financial highlights of the Company are given below:

Particulars	(Amount in Rs. Hundred)	
	31.03.2022	31.03.2021
Total Income	32,50,603.59	15,22,433.50
Less: Expenditure	30,75,458.25	14,47,823.96
Profit/(Loss) before tax	1,75,145.34	74,609.54
Less :Tax Expense		
Current Tax	29,235.26	6,805.03
MAT Credit Entitlement	(29,235.26)	(6,805.03)
Deferred Tax	7,323.37	4,282.02
Profit/(Loss) after Tax	167,821.97	70,327.52

### 2. Brief description of the Company's working during the year/State of Company's affair:

The year under report was another very good year for the Company. During the year ended March 31, 2022, total income of the Company has been increased more than double to Rs. 32,50,603.59 Hundred as compared to total income of Rs. 15,22,433.50 Hundred in previous year. Due to increase in income the Profit after Tax has also been increased more than double to Rs. 1,68,336.29 Hundred as compared to Profit after Tax Rs. 70,327.52 Hundred in the previous year. The Management is working hard to have the above trends going on and hopeful for good results and development in the business in coming years also with better profitability.

### 3. Dividend:

In view of the cash requirement for Company's growth plan, your Directors don't recommend any dividend during the financial year under report.

### 4. Reserves:

During the year under Report no amount was transferred to any Reserves.

### 5. Change in the nature of business, if any:

The Company is primarily engaged in the business of manufacturing and sale of LED lights. There was no change in nature of business during the year under review.

**Kundan Edifice Private Limited**

#### 6. Extract of the annual return:

Pursuant to Section 92(3) and 134(3)(a) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014, the Annual Return is placed on website of the Company, at the weblink <http://kundanedifice.com/investors.php> and which shall be treated as part of this Report.

#### 7. Deposits:

During the year the Company has not accepted any Deposits falling within the preview of Chapter V of the Companies Act, 2013 and Rules made there under. However, the Company has taken unsecured loan from Directors and Relative of Directors. As per the requirement of proviso to Rule 2(1)(c)(viii) of the Companies (Acceptance of Deposits) Rules, 2014, the details of money accepted by the Company from the Directors during the Financial Year 2020-21 are mentioned below:

Sr. No.	Name of lender	Relationship	Particulars	Amount (in Rs.)
1.	Mr. Divyansh Mukesh Gupta	Director	Opening	60,35,144
			Total Addition	49,00,000
			Total payment	5,753
			Closing	1,09,29,391
2.	Ms. Mallika Mukesh Gupta	Director	Opening	13,07,900
			Total Addition	38,00,000
			Total payment	1,00,000
			Closing	50,07,900
3.	Mr Shubhang Mukesh Gupta	Director	Opening	4,00,000
			Total Addition	10,00,000
			Total payment	2,00,000
			Closing	12,00,000
4.	Mrs. Vijaya Mukesh Gupta	Relative of Director	Opening	55,12,243
			Total Addition	52,54,000
			Total payment	1,05,09,480
			Closing	2,56,763

#### 8. Statutory Auditors:

At the 11<sup>th</sup> Annual General Meeting held on November 30, 2021, M/s. Valawat and Associates, Chartered Accountants (Firm's Registration No. 003623C) were appointed as the Statutory Auditors of the Company for 5 consecutive financial years i.e. till the financial year 2025-26.

#### 5. Increase in Authorised Share Capital and Issue of Shares:

During the year the Members of the Company in its Extra-ordinary General Meeting held on February 11, 2022 has increased the Authorized Share Capital of the Company from existing Rs. 3,00,00,000 divided into 3,00,000 (Three Lakh) Equity Shares of Rs. 100/- (Rupees One Hundred Only) each to Rs. 5,00,00,000 divided into 5,00,000 (Five Lakh) Equity Shares of Rs.





100/- (Rupees One Hundred Only) each ranking pari passu in all respect with the existing Shares of the Company.

During the year under Report the Company has not issued shares with differential voting right or Sweat Equity Shares. However, the Board in its meeting held on March 14, 2022 had offered equity shares of the Company to its existing shareholders on right basis. The said offer was not subscribed by the shareholders during the offer period. Therefore, no allotment was made and said offer was cancelled by the Board.

#### **6. Auditors' Report:**

There are no qualifications, reservation or adverse remark or disclaimer made by the Auditors in their report and therefore, there are no further explanations to be provided for in this Report. The comments made by the Auditors in Auditors Report and notes to the financial statements are self-explanatory.

#### **7. Directors and Key Managerial Personnel:**

During the year there were no changes in Directors by way of re-designation, death or disqualification, variation made or withdrawn, except, Mrs. Madhu Ashok Jain (DIN: 08559943) had tendered her resignation from Directorship of the Company w.e.f. April 25, 2021.

Following are the Directors of the Company as on date of preparation of Report:

1. Mr. Divyansh Gupta, Chairman and Director (DIN: 06846463)
2. Ms. Mallika Gupta, Director (DIN: 07961410)

#### **8. Number of meetings of the Board of Directors:**

The Board of Directors met Eight (8) times during the Financial Year 2021-22. The intervening gap between two meetings was within the limit prescribed under the Companies Act, 2013.

#### **9. Conservation of energy, technology absorption and foreign exchange earnings and outgo:**

The particulars as prescribed under sub-section (3)(m) of Section 134 of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 are as follows:

##### **(A) Conservation of energy:**

- a) **The steps taken or impact on conservation of energy:** Energy conservation dictates how efficiently a Company can conduct its operations. 'Kundan Edifice' has recognized the importance of energy conservation in decreasing the deleterious effects of global warming and climate change. The Company has strengthened the Company's commitment towards becoming an environment friendly organisation.
- b) **The steps taken by the Company for utilising alternate sources of energy:** The Company is using the electricity as main source of its energy requirement. The

Dy  


Company is evaluating the possibilities to use solar energy products towards green energy revolution.

c) The capital investment on energy conservation equipment: NIL

**(B) Technology absorption:**

a) The efforts made towards technology absorption: No efforts were made towards technology absorption. However, the Company is regularly tracking development worldwide to offer better products to its customer and be competitive.

b) The benefits derived like product improvement, cost reduction, product development or import substitution: Not Applicable.

c) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): No technology was imported during the preceding three years previous to the year under Report.

d) The expenditure incurred on Research and Development: Nil

**(C) Foreign exchange earnings and outgo:**

The Company has continued to maintain focus and avail of export opportunities based on economic considerations. The total foreign exchange earnings and outgoes in terms of actual inflow and out flow during the year were as follows:

(Amount in Rs. Hundred)		
Particulars	2021-22	2020-21
Foreign Exchange - Inflow	Nil	Nil
Foreign Exchange - Outflow	1,866.32	68,679.04

**10. Particulars of loans, guarantees or investments under section 186:**

The Company has not given any loan or guarantee or provided any security for loan given as covered under Section 186 of the Companies Act, 2013. The details of Investment is provided in Note No. 10 of Notes forming part of Financial Statements.

**11. Particulars of contracts or arrangements with Related Parties:**

During the financial year under report, the Company has not entered into any contract or arrangements referred to in sub-section (1) of section 188 of the Companies Act, 2013 with related parties including transactions at arm's length under third proviso hence, Form No. AOC-2 is not annexed to the Boards' Report. Further, the details of transaction with related parties as per Accounting Standards - 18 (AS-18) is given in Note No. 25. (vi) of the financial statement for the year ended March 31, 2022.

**12. Directors' Responsibility Statement:**

As stipulated under section 134(3)(c) read with Section 134(5) of the Companies Act, 2013, your Directors hereby state and confirm that:





- a) in preparation of the annual accounts of the financial year ended March 31, 2022, the applicable accounting standards had been followed and there are no material departures from the same;
- b) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2022 and of the profit and loss of the Company for the period ended on that date;
- c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the Directors had prepared the annual accounts on a going concern basis;
- e) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively during the year ended March 31, 2022.

### **13. Risk management policy:**

Your Company has Risk Management Policy in place which contains Company's enterprise wide risk management framework and covering all the risks identified which the organization faces such as strategic, financial, security, property, legal, regulatory, reputational, Management Personal related risk and other risks. There is an adequate risk management infrastructure in place capable of addressing those risks.

The Management manages monitors and reports on the principal risks and uncertainties that can impact its ability to achieve its strategic objectives. The Company's management systems, organizational structures, processes, standards, code of conduct and behaviors together form the Risk Management System (RMS) that governs how the Management conducts the business of the Company and manages associated risks.

The Board periodically discusses and reviews the Risk Management Policy to strengthen the optimal risk mitigation responses, reporting of risk and efficient management of internal control.

### **14. Details in respect of adequacy of Internal Financial Controls with reference to the Financial Statements:**

The Company has devised appropriate systems and framework for adequate internal financial controls with reference to financial statements commensurate with the size and scale of its operations including proper delegation of authority, policies and procedures, risk based internal audit framework, risk management framework, etc.

The Board regularly reviews the internal control system to ensure that it remains effective and aligned with the business requirements. In case weaknesses are identified as a result of the reviews, new procedures are put in place to strengthen controls.



During the year, controls were tested and no reportable material weakness in design and operation were observed.

**15. Secretarial Standards:**

The Company has complied with all the applicable secretarial standards issued by the Institute of Company Secretaries of India and notified by the Central Government.

**16. Cost Records:**

Provisions of Section 148(1) of the Act read with the Companies (Cost Records and Audit) Rules, 2014 with reference to the maintenance of cost records is not applicable to the Company.

**17. Disclosure under the Sexual Harassment of Women at work place (Prevention, Prohibition and Redressal) Act, 2013:**

The Company has in place an Anti-Sexual Harassment Policy for prevention of sexual harassment of the employees at work place.

The Management is pleased to inform that there was no complaints pertaining to sexual harassment were received/pending during the Financial Year 2021-22.

**18. Other disclosures/reporting:**

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- a) Material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report,
- b) Details regarding Subsidiaries/Joint Venture/Associate Company,
- c) Voting rights which are not directly exercised by the employees in respect of shares for the subscription/purchase of which loan was given by the Company (as there is no scheme pursuant to which such persons can beneficially hold shares as envisaged under section 67(3)(c) of the Companies Act, 2013),
- d) Reporting on Corporate Social Responsibility, as the Company does not attracting any of the criteria as mentioned in Section 135(1) of the Act,
- e) Remuneration to managerial person and employees as required pursuant to Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. (Not Applicable being Private Limited Company),
- f) Details of payment of remuneration or commission to Managing Director or Joint Managing Director of the Company from any of its subsidiaries as the Company does not have any Subsidiaries/Joint Venture/Associate Company,
- g) Details in respect of frauds reported by Auditors under sub-section (12) of Section 143 other than those which are reportable to the Central Government, as there were no such frauds reported by the Auditors,
- h) Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future,
- i) The details of application made and proceeding pending under the Insolvency and Bankruptcy Code, 2016, and





- j) The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions.

**19. Acknowledgements:**

The Board of Directors wish to place on records its appreciation for the commitment, dedication and hard work done by the employees of the Company and the cooperation extended by banks, government authorities, customers, shareholders and look forward to a continued mutual support and co-operation.

By order of the Board of Directors  
Kundan Edifice Private Limited,


Divyansh Gupta

Chairman

(DIN: 06846463)

Add: 73/74, Manali Building-5, Evershine Nagar, Malad (West), Dely. Mumbai - 400064

Date: September 05, 2022

Place: Mumbai

**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF  
KUNDAN EDIFICE PRIVATE LIMITED**

***Report on the Audit of Financial Statements***

**Opinion**

We have audited the financial statements of **KUNDAN EDIFICE PRIVATE LIMITED** (hereinafter referred to as "the Company"), which comprise the balance sheet as at March 31, 2022, and the statement of Profit & Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (collectively referred to as 'Financial Statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 (hereinafter referred to as "the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs (financial position) of the Company as at March 31, 2022, and profits (financial performance), and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. Those matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no Key Audit matters to communicate in our report.

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

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

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





In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statement or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report the fact. We have nothing to report in this regard.

#### **Management's Responsibilities for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these 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. 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.

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

#### **Auditor's Responsibilities for the Audit of the 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 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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for



expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

From the matters communicated with those charged with the governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Act and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the **Annexure-A** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable
2. As required by section 143(3) of the Act, we report that:





- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company, so far as 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) In our opinion, the Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of written representations received from the directors as on March 31, 2022, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of Section 164 (2) of the Act;
- f) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the Company is a Private Limited Company and hence provisions of Section 197 of the Act are not applicable to the Company.

- g) Pursuant to Ministry of Corporate Affairs notification No. G.S.R. 583(E) dated 13.06.2017 read with notification no. G.S.R. 464(E) dated 05.06.2015 provisions of reporting by the auditor on adequacy of internal financial controls over financial reporting of the Company are not applicable to the Company being a private company, having a turnover less than Rs.50 Crores as per last audited balance sheet and having total borrowings less than Rs.25 Crores from any bank or financial institution or anybody corporate at any point of time during the financial year;
- h) With respect to the other matters to be included in the Auditor's Report in accordance with the 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, we report that:
  - i) The Company does not have any pending litigations which would impact its financial position other than those mentioned in notes to accounts.
  - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii) The company is not required to transfer any amount to the Investors Education and Protection Fund.
  - iv) (a) As per the information and explanation given to us by the management, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or

**Valawat & Associates**  
*Chartered Accountants*

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E-mail: valawatpriyansh1@gmail.com

invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- (b) As per the information and explanation given to us by the management, no funds have been received by the company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) On the basis of above representations, nothing has come to our notice that has caused us to believe that the above representations under sub clause (a) and (b) contain any material misstatement.
- v) The Company has not declared or paid any dividend during the year.

**For Valawat & Associates**

*Chartered Accountants*

Firm Registration No. 003623C



**Priyansh Valawat**

*Partner*

Membership No.: 434660



Place: Mumbai

Date: September 05, 2022

UDIN:22434660AWHCQY7558



**ANNEXURE-A TO INDEPENDENT AUDITOR'S REPORT**

Annexure referred to in paragraph 1 under the 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of **KUNDAN EDIFICE PRIVATE LIMITED**, ('the Company') for the year ended on March 31, 2022.

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

- i. In respect of its Property, Plant & Equipment and intangible assets:
  - (a) (A) The Company is maintaining proper records showing full particulars including quantitative details and situation of Property, Plant & Equipment;  
(B) The Company is maintaining proper records showing full particulars of intangible assets.
  - (b) The Company has a regular program of physical verification of Property, Plant & Equipment which is, in our opinion, reasonable having regard to the size of the Company and the nature of its assets. In accordance with this programme, Property, Plant & Equipment have been physically verified by the management during the year and no material discrepancies have been noticed on such verification;
  - (c) As per the information and explanation given to us by the management, we report that the title deed of the immovable property is held in the name of the Company as at the balance sheet date;
  - (d) As per the information and explanation given to us by the management, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) and intangible assets during the year and hence provisions of Clause 3(i)(d) of the Order are not applicable to the Company;
  - (e) As per the information and explanation given to us by the management, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder and hence provisions of Clause 3(i)(e) of the Order are not applicable to the Company.
- ii. In respect of its inventories:
  - (a) The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical verification.
  - (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned working capital limits in excess of Rupees five crores, in aggregate, from banks or financial institution on the basis of the security of current assets at any point of time during the year. Accordingly, reporting under clause 3(ii)(b) of the Order is not applicable to the company.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to any company, firm, Limited Liability Partnership or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of Clause 3 (iii) of the Order are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has not provided any guarantee or security to the parties covered under Section 185 and Section 186 of the

companies Act, 2013. Hence, provisions of Clause 3(iv) of the aforesaid Order in this regard are not applicable to the Company.

- v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits or amounts which are deemed to be deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed thereunder to the extent notified.
- vi. As per the information and explanation given to us, maintenance of cost records has not been specified by the Central Government under section 148(1) of the Act for the business activities carried out by the Company. Thus, reporting under clause 3(vi) of the Order is not applicable to the company.
- vii. (a) According to the records of the Company, the Company is generally been regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, cess and any other statutory dues applicable to the Company to the appropriate authorities;  
Further, according to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, GST, sales tax, wealth tax, duty of customs, duty of excise, value added tax or cess and other statutory dues were outstanding, as at March 31, 2022, for a period of more than six months from the date they became payable.  
(b) According to the information and explanations given to us, there are no dues of income tax, GST, sales tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute.
- viii. According to the information and explanations given to us, there are no transactions that are not recorded in the books of accounts and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix. In Respect of borrowings:
  - (a) According to information and explanations company has not defaulted on repayment of loans or in payment of interest thereon to any lender.
  - (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
  - (c) In our opinion, term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained.
  - (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
  - (e) The company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause 3(ix)(e) of the Order is not applicable.
  - (f) The Company does not have any subsidiary or associate or joint venture and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x. (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and hence provisions of Clause 3(x)(a) of the Order are not applicable to the Company;





- (b) According to information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) during the year and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company noticed or reported during the year, nor have we been informed of any such case by the management. Clause 3(xi)(a) to (c) of the Order is, therefore, not applicable to the Company for the year under audit.
- xii. The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to the Company and hence provisions of Clause 3(xii) (a) to (c) of the Order are not applicable to the Company.
- xiii. The Company has entered into the transaction with the related parties in compliance with the provisions of the Section 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. In our opinion and based on our examination, the company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Companies Act 2013
- xv. The Company has not entered into any non-cash transactions with its directors or the persons connected with him and hence provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii. According to the information and explanations given to us, the company has not incurred cash losses in current financial year and immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year, and hence provisions of Clause 3(xviii) of the Order are not applicable to the Company.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions and nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all

**Valawat & Associates**  
*Chartered Accountants*

701, Lakschandi Heights,  
Gokuldum, Goregoan (East),  
Mumbai-400063 (MH)

Ph No.: +91-8779520877/9950835928  
E-mail: valawatpriyansh1@gmail.com

liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

- xx. According to the information and explanations given to us, CSR provisions under section (5) of section 135 of Companies Act is not applicable to the Company. Accordingly, provisions of Clause 3(xx) (a) and (b) of the Order are not applicable to the Company.
- xxi. According to the information and explanations given to us, the Company need not prepare consolidated financial statements. Accordingly, provisions of Clause 3(xxi) (a) and (b) of the Order are not applicable to the Company.

**For Valawat & Associates**

*Chartered Accountants*

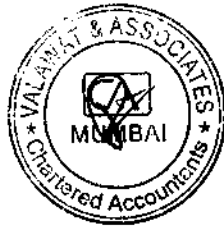
Firm Registration No. 003623C



**Priyansh Valawat**

*Partner*

Membership No.: 434660



Place: Mumbai

Date: September 05, 2022

UDIN:22434660AWHCQY7558

CIN: U45202MH2010PTC206541

**BALANCE SHEET AS AT 31ST MARCH 2022**

(Amounts in Rs in Hundred)

PARTICULARS	Note No	As at 31st March, 2022	As at 31st March, 2021
<b>Equity and Liabilities</b>			
<b>Shareholder's Funds</b>			
Share Capital	1	300,000.00	300,000.00
Reserves and Surplus	2	1,554.00	(166,267.96)
<b>Total Shareholder's Funds</b>		<b>301,554.00</b>	<b>133,732.04</b>
<b>Non - Current Liabilities</b>			
Long Term Borrowings	3	516,569.65	390,310.68
Deferred Tax Liability	4	11,605.39	4,282.02
<b>Total Non - Current Liabilities</b>		<b>528,175.04</b>	<b>394,592.70</b>
<b>Current Liabilities</b>			
Short Term Borrowings	5	388,464.42	338,342.06
Trade Payables	6	604,082.70	242,059.37
Other Current liabilities	7	86,499.10	64,473.36
Short term Provisions	8	38,903.12	12,733.39
<b>Total Current Liabilities</b>		<b>1,117,949.34</b>	<b>657,608.18</b>
<b>Total</b>		<b>1,947,678.38</b>	<b>1,185,932.92</b>
<b>Assets:</b>			
<b>Non Current Assets</b>			
<b>Property, plant &amp; equipment and Intangible Assets</b>	9		
Tangible Assets		501,732.69	246,914.28
Intangible Assets		7,515.96	1,968.22
Investment	10	1,862.91	11.00
Long Term Loans & Advances	11	108,644.90	24,136.11
<b>Total Non Current Assets</b>		<b>619,756.47</b>	<b>273,029.60</b>
<b>Current Assets</b>			
Inventories	12	849,450.00	577,593.61
Trade Receivables	13	194,724.89	143,598.43
Cash and Cash Equivalents	14	4,195.50	27,593.54
Short Term Loans and Advances	15	279,551.52	164,117.73
<b>Total Current Assets</b>		<b>1,327,921.92</b>	<b>912,903.31</b>
<b>Total Assets</b>		<b>1,947,678.38</b>	<b>1,185,932.92</b>
<b>Significant Accounting Policies &amp; Notes To Accounts</b>	24 - 25		

As per our report of even date

For Valawat & Associates  
Chartered Accountants  
Firm Registration no. 003623C

Priyansh Valawat  
Partner  
Membership No : 434660

UDIN: 22434660AWHBKC1932  
Place: Mumbai  
Date: 05/09/2022

For and on behalf of Board of Directors of  
Kundan Edifice Private Limited

Divyansh Mukesh Gupta  
Director  
DIN: 06846463

Mallika Mukesh Gupta  
Director  
DIN: 07961410

CIN: U45202MH2010PTC206541

**PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH 2022**

(Amounts in Rs in Hundred)

PARTICULARS	Note No	For the year ended 31st March, 2022	For the year ended 31st March, 2021
<b>Income:</b>			
Revenue from operations	16	3,247,248.04	1,513,664.05
Other income	17	3,355.55	8,769.44
<b>Total Income</b>		<b>3,250,603.59</b>	<b>1,522,433.49</b>
<b>Expenses</b>			
Cost of materials consumed	18	2,378,976.62	999,392.72
Direct Expenditure	19	264,266.10	54,788.44
(Increase)/Decrease in Inventories of Goods/ WIP	20	(161,681)	-6,536.97
Employee benefits expense	21	292,979.15	140,976.60
Depreciation and amortization expenses	9	43,462.03	29,953.20
Finance costs	22	63,023.88	54,715.82
Other expenses	23	194,431.74	174,534.15
<b>Total Expenses</b>		<b>3,075,458.25</b>	<b>1,447,823.96</b>
<b>Profit before exceptional items, extraordinary items and Tax</b>		<b>175,145.34</b>	<b>74,609.54</b>
Exceptional items			
<b>Profit before extraordinary items and Tax</b>		<b>175,145.34</b>	<b>74,609.54</b>
Extraordinary items			
<b>Profit before taxes</b>		<b>175,145.34</b>	<b>74,609.54</b>
Tax expenses:			
1. Current tax		29,235.26	6,805.03
2. MAT credit entitlement		(29,235.26)	(6,805.03)
3. Excess Income Tax Provision of earlier years			
4. Deferred tax		7,323.37	4,282.02
<b>Profit for the year</b>		<b>167,821.97</b>	<b>70,327.52</b>
<b>Earnings per share</b>			
1. Basic		57.54	24.11
2. Diluted		57.54	24.11

As per our Report on even date

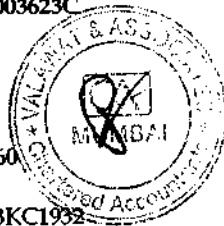
For Valawat & Associates  
Chartered Accountants  
Firm Registration no. 003623CPriyansh Valawat  
Partner

Membership No : 434660

UDIN: 22434660AWHBKCI932

Place: Mumbai

Date: 05/09/2022

For and on behalf of Board of Directors of  
Kundan Edifice Private LimitedDivyansh Mukesh Gupta  
Director

DIN: 06846463

Mallika Mukesh Gupta

Director

DIN: 07961410



CIN: U45202MH2010PTC206541

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2022**

(Amounts in Rs in Hundred)

PARTICULARS	For the year ended 31 March, 2022	For the year ended 31 March, 2021
<b>A. Cash flow from operating activities</b>		
Net Profit / (Loss) before Extraordinary items and tax	175,145.34	74,609.54
Adjustments for:		
Depreciation and amortisation	43,462.03	29,953.20
Loss on sale/ discard of property plant & equipment	-	12,343.05
Finance Cost	63,023.88	54,715.82
Sundry credit balances write back	(2,515.62)	(8,292.69)
Sundry balances write off	859.67	16,745.58
Operating profit / (loss) before working capital changes	279,975.29	180,074.50
Adjustments for:		
Trade Receivables	(51,986.13)	(83,474.80)
Loans & Advances and Other Current Assets	(156,916.00)	59,306.84
Inventories	(271,856.39)	(283,058.61)
Trade Payables	364,538.95	145,305.98
Other Liabilities & Provisions	18,960.20	4,150.62
Cash generation from Operations	182,715.92	22,304.53
Income Tax Paid (Net Off Refund)	(13,791.32)	(680.51)
<b>Net cash flow from / (used in) operating activities (A)</b>	<b>168,924.60</b>	<b>21,624.02</b>
<b>B. Cash flow from investing activities</b>		
Purchase of Property, plant & Equipments	(303,828.18)	(89,816.84)
Sale of Property, plant & Equipments	-	9,200.00
Investment in Recurring Deposits	(1,851.91)	-
<b>Net cash flow from / (used in) investing activities (B)</b>	<b>(305,680.10)</b>	<b>(80,616.84)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from issuance of share capital	-	25,000.00
Proceeds from short term Borrowings	(1,092.22)	60,274.65
Repayment of Long term Borrowing	177,473.56	31,483.33
Finance cost	(63,023.88)	(54,715.82)
<b>Net cash flow from / (used in) financing activities (C)</b>	<b>113,357.46</b>	<b>62,042.16</b>
<b>Net Increase / Decrease in Cash &amp; Cash Equivalent</b>	<b>(23,398.03)</b>	<b>3,049.34</b>
Cash and cash equivalents at the beginning of the year	27,593.54	24,544.20
<b>Cash and cash equivalents at the end of the year *</b>	<b>4,195.50</b>	<b>27,593.54</b>

**Notes:**

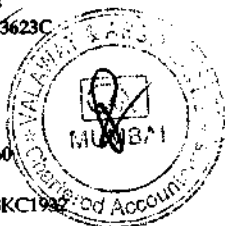
(i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.

(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.

As per our report of even date

For Valawat & Associates  
Chartered Accountants  
Firm Registration no. 83623C

Priyanka Valawat  
Partner  
Membership No : 434660

UDIN: 22434660AWHBKCI93  
Place: Mumbai  
Date: 05/09/2022

For and on behalf of Board of Directors of  
Kundan Edifice Private Limited

Duryansh Gupta  
Duryansh Mukesh Gupta  
Director  
DIN: 06846463

Mallika Mukesh Gupta  
Director  
DIN: 07961410

**KUNDAN EDIFICE PRIVATE LIMITED**
**CIN: U45202MH2010PTC206541**
**Notes Forming Part of Financial Statements as on 31st March 2022**
**Note 1**
*(Amounts in Rs in Hundred)*

Share capital	As at 31st March, 2022	As at 31st March, 2021
<b>Authorised:</b> 500,000 Equity Shares of Rs 100 each. (Previous year 300,000) Equity Shares of Rs. 100 each	500,000.00	300,000.00
<b>Issued, Subscribed and Paid up:</b> 300,000 Equity shares (Previous year 300,000) of Rs 100 each	300,000.00	300,000.00
<b>TOTAL</b>	<b>300,000.00</b>	<b>300,000.00</b>

(a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Equity shares	As at 31st March, 2022		As at 31st March, 2021	
	Numbers	Amount	Numbers	Amount
At the beginning of the year	300,000	300,000.00	2,750	275,000.00
Issued during the year	-	-	250	25,000.00
Outstanding at the end of the year	300,000	300,000.00	3,000	300,000.00

(b) Terms/Rights attached to Equity Shares

- \* The company has only one class of Equity shares having a face value of Rs. 100 per share.
- \* Each holder of Equity shares is entitled to one vote per share.
- \* In the event of liquidation of the company, the holders of the equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the numbers of equity shares held by the share holders.

(c) Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates: **NIL**

(d) Equity shareholders holding more than 5% of the equity shares alongwith the number of equity shares held is given below:

Particulars	As at 31st March, 2022		As at 31st March, 2021	
	Numbers	%	Numbers	%
<b>Equity Shares of Rs. 100 each</b>				
<b>Fully Paid-up</b>				
Divyansh Mukesh Gupta	120,000	40%	120,000	40%
Shubhang Mukesh Gupta	90,000	30%	90,000	30%
Mallika Mukesh Gupta	90,000	30%	90,000	30%

(e) Shareholding of Promoters (As per Schedule-III Amendment dated 24.03.21)

Disclosure of Share Holding of Promoters as at March 31, 2022 is as follows:

Shares held by promoters at the end of the year as on 31.03.2022			
Promoter name	No. of Shares	% of total shares	% Change during the year
Divyansh Mukesh Gupta	120,000	40%	-
Shubhang Mukesh Gupta	90,000	30%	-
Mallika Mukesh Gupta	90,000	30%	-

Disclosure of Share Holding of Promoters as at March 31, 2021 is as follows:

Shares held by promoters at the end of the year as on 31.03.2021			
Promoter name	No. of Shares	% of total shares	% Change during the year
Divyansh Mukesh Gupta	120,000	40%	-
Shubhang Mukesh Gupta	90,000	30%	-
Mallika Mukesh Gupta	90,000	30%	-



**Note 2**

Reserves and surplus	As at 31st March, 2022	As at 31st March, 2021
<i>Surplus in the statement of profit and loss</i>		
Balance at the beginning of the year	(166,267.96)	(236,595.48)
Add: Net profit / (loss) for the year	167,821.97	70,327.52
<b>Balance at the end of the year</b>	<b>1,554.00</b>	<b>(166,267.96)</b>

**Note 3**

Long term borrowings	As at 31st March, 2022	As at 31st March, 2021
<i>Secured</i>		
Term Loan from Bank	91,796.69	120,388.35
Term Loan from New	201,615.37	-
Covid Loan	48,020.15	61,179.85
GECL Loan	21,951.62	30,193.83
GECL Loan New	31,197.47	-
Loan from NBFC	17,907.84	21,551.05
Less: Current maturities payable	(89,860.02)	(38,645.44)
<b>TOTAL</b>	<b>322,629.12</b>	<b>194,667.64</b>
<i>Unsecured</i>		
From Related Parties	193,940.53	195,643.04
<b>TOTAL</b>	<b>516,569.65</b>	<b>390,310.68</b>

**Note 4**

Deferred Tax Liability	As at 31st March, 2022	As at 31st March, 2021
<i>Tax effect of item constituting deferred tax liability</i>		
On difference between book balance and tax balance of Property, Plant & Equipment and intangible Assets	11,605.39	4,282.02
<b>TOTAL</b>	<b>11,605.39</b>	<b>4,282.02</b>

**Note 5**

Short Term Borrowings:	As at 31st March, 2022	As at 31st March, 2021
<i>Secured</i>		
Cash credit from bank	298,604.40	299,696.62
Current maturities of long term borrowings	89,860.02	38,645.44
<b>TOTAL</b>	<b>388,464.42</b>	<b>338,342.06</b>

**Note 6**

Trade Payables	As at 31st March, 2022	As at 31st March, 2021
Dues of Micro, Small & Medium Enterprises (refer note no. 25(iv))	-	-
Dues of creditors other than micro, small & medium enterprises (refer note no. 25(xii))	604,082.70	242,059.37
<b>TOTAL</b>	<b>604,082.70</b>	<b>242,059.37</b>

**Note 7**

Other Current liabilities	As at 31st March, 2022	As at 31st March, 2021
Statutory Liability	6,881.10	3,146.93
Interest accrued but not due	714.16	1,331.39
Salary payable	29,195.04	19,153.94
Expenses payable	39,232.65	38,286.42
Payable for Fixed assets	4,796.51	775.12
Advance from Customer	5,679.64	1,779.56
<b>TOTAL</b>	<b>86,499.10</b>	<b>64,473.36</b>



*DG*

*MG*

**KUNDAN EDIFICE PRIVATE LIMITED**

CIN: U45202MH2010PTC206541

**Notes Forming Part of Financial Statements as on 31st March 2022**

Note-9

(Amounts in Rs in Hundred)

Sr. No.	Property, plant & equipment and Intangible Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As on	Additions	Deductions	As on	As on	During the	Disposed off	As on	As on	As on
		1st April, 2021			31st March, 2022	1st April, 2021	year		31st March, 2022	31st March, 2022	31st March, 2021
A	<b>TANGIBLE ASSETS</b>										
1	Electrical Installations	16,509.48	7,490.65	-	24,000.13	1,522.85	1,821.41	-	3,344.26	20,655.86	14,986.62
2	Plant & Machinery	205,453.80	246,982.59	-	452,436.39	55,043.01	26,964.04	-	82,007.05	370,429.33	150,410.79
3	Furniture & Fixtures	42,863.96	24,519.95	-	67,383.91	3,930.45	4,774.95	-	8,705.40	58,678.51	38,933.51
4	Office Equipment	10,340.10	6,796.07	-	17,136.17	2,606.06	2,431.11	-	5,037.17	12,099.01	7,734.05
5	Computers & Printers	9,485.23	11,788.93	-	21,274.15	5,046.45	3,116.74	-	8,163.19	13,110.96	4,438.78
6	Motor Car	30,770.69	-	-	30,770.69	360.15	3,651.52	-	4,011.67	26,759.02	30,410.54
	<b>Total Current Year</b>	<b>315,423.25</b>	<b>297,578.18</b>	<b>-</b>	<b>613,001.44</b>	<b>68,508.98</b>	<b>42,759.77</b>	<b>-</b>	<b>111,268.75</b>	<b>501,732.69</b>	<b>246,914.28</b>
	<b>Total Previous Year</b>	<b>120,823.77</b>	<b>226,878.75</b>	<b>32,279.27</b>	<b>315,423.25</b>	<b>49,555.67</b>	<b>29,689.54</b>	<b>10,736.23</b>	<b>68,508.98</b>	<b>246,914.28</b>	<b>71,268.10</b>
		-	-	-	-	-	-	-	-	-	-
B	<b>INTANGIBLE ASSETS</b>										
1	Computer Software	2,915.00	6,250.00	-	9,165.00	946.78	702.26	-	1,649.04	7,515.96	1,968.22
	<b>Total Current Year</b>	<b>2,915.00</b>	<b>6,250.00</b>	<b>-</b>	<b>9,165.00</b>	<b>946.78</b>	<b>702.26</b>	<b>-</b>	<b>1,649.04</b>	<b>7,515.96</b>	<b>1,968.22</b>
	<b>Total Previous Year</b>	<b>1,595.00</b>	<b>1,320.00</b>	<b>-</b>	<b>2,915.00</b>	<b>683.12</b>	<b>263.66</b>	<b>-</b>	<b>946.78</b>	<b>1,968.22</b>	<b>1,150.10</b>


*Divyansh Gupta*
*Mallika Gupta*



**Note 8**

Short Term Provisions	As at 31st March, 2022	As at 31st March, 2021
Provision for Bonus	2,367.83	5,373.36
Provision for Income Tax	36,040.29	6,805.03
Provision for audit fees	495.00	555.00
<b>TOTAL</b>	<b>38,903.12</b>	<b>12,733.39</b>

**Note 10**

Investments	As at 31st March, 2022	As at 31st March, 2021
Recurring Deposits Indian Bank	1,851.91	-
Investment in shares of Jan Seva Bank	11.00	11.00
<b>TOTAL</b>	<b>1,862.91</b>	<b>11.00</b>

**Note 11**

Long term Loans & advances	As at 31st March, 2022	As at 31st March, 2021
<b>Unsecured, considered good</b>		
Deposits	27,000.00	14,340.00
Capital Advance	43,785.25	-
Prepaid expenses	1,819.36	2,991.08
MAT Credit Entitlement	36,040.29	6,805.03
<b>TOTAL</b>	<b>108,644.90</b>	<b>24,136.11</b>

**Note 12**

Inventories	As at 31st March, 2022	As at 31st March, 2021
Raw materials	536,040.00	425,864.86
Work In Progress	20,980.00	102,020.71
Finished goods	292,430.00	49,708.04
<b>TOTAL</b>	<b>849,450.00</b>	<b>577,593.61</b>

**Note 13**

Trade receivables	As at 31st March, 2022	As at 31st March, 2021
Unsecured, considered good trade receivables (refer note no. 25(xiii))	194,724.89	143,598.43
<b>TOTAL</b>	<b>194,724.89</b>	<b>143,598.43</b>

**Note 14**

Cash and cash equivalents	As at 31st March, 2022	As at 31st March, 2021
Cash in hand	3,796.72	27,009.87
Balances with Bank	398.78	583.67
<b>TOTAL</b>	<b>4,195.50</b>	<b>27,593.54</b>

**Note 15**

Short term loans and advances	As at 31st March, 2022	As at 31st March, 2021
Deposit	3,255.00	1,455.00
Advance for supplies & expenses	6,743.50	7,227.83
Advance against salaries & others	6,558.42	1,702.18
Prepaid Expenses	12,374.07	2,391.36
Retention Money	307.85	307.85
TDS reimbursement receivable from NBFC	97.24	8.86
Balance With Govt Revenue Authorities:-		
TDS/TCS Receivable	13,791.32	680.51
GST Input Credit	235,269.67	149,189.69
VAT Refund Receivable	1,154.45	1,154.45
<b>TOTAL</b>	<b>279,551.52</b>	<b>164,117.73</b>



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Revenue from operations	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Revenue from Sale of products (Net of Taxes)	3,243,910.64	1,511,493.60
Revenue from Sales of Services (Net of Taxes)	3,337.40	2,170.45
<b>TOTAL REVENUE</b>	<b>3,247,248.04</b>	<b>1,513,664.05</b>

Other Income	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Interest Income	773.59	-
Discount Received	55.33	183.91
Other Income	11.00	292.85
Sundry Balances Write back (Net)	2,515.62	8,292.69
<b>Total Other Income</b>	<b>3,355.55</b>	<b>8,769.44</b>

Cost of Materials consumed	For the year ended 31st March, 2022	For the year ended 31st March, 2021
<b>Raw Material Consumed:</b>		
Opening Stock	425,864.86	149,343.22
Add : Purchase	2,489,151.75	1,275,914.37
Less : Closing Stock	536,040.00	425,864.86
<b>TOTAL</b>	<b>2,378,976.62</b>	<b>999,392.72</b>

Direct Expense	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Jobwork Expense	219,136.69	33,535.89
Factory Expense	1,535.27	2,183.27
Clearing & Forwarding Charges	94.53	6,302.27
Laboratory & Service charges	2,362.09	150.00
Freight Inward	41,137.52	12,467.00
Inspection Charges	-	150.00
<b>TOTAL</b>	<b>264,266.10</b>	<b>54,788.44</b>

Change in inventories of finished goods, work in progress and stock in trade	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Change in the stock of Finished Goods & WIP:		
Opening Stock	151,728.75	145,191.78
Less: Closing Stock	313,410.00	151,728.75
<b>TOTAL</b>	<b>(161,681.25)</b>	<b>(6,536.97)</b>

Employees benefit expenses	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Salaries and Wages	268,956.66	130,415.48
Contribution to Provident & other Funds	10,007.07	2,946.01
Staff Welfare Exp.	14,015.43	7,615.11
<b>TOTAL</b>	<b>292,979.15</b>	<b>140,976.60</b>

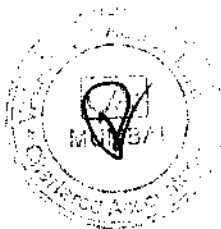
Finance costs	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Interest on Cash Credit	33,183.59	30,372.50
Interest on Term Loan	10,360.30	14,246.09
Interest on Car Loan	1,935.02	118.11
Interest on Covid Loan	6,939.02	5,543.68
Interest on Unsecured Loan	-	1,625.00
Processing Fees	982.66	-
Interest on IT ,TDS & other Exp.	1,208.40	-
Finance & Discounting Charges	8,414.89	2,810.44
<b>TOTAL</b>	<b>63,023.88</b>	<b>54,715.82</b>



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## Note 23

Other expenses	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Payment to Auditor (refer note no. 25(iii))	600.00	600.00
Bad Debts Written off	-	16,745.58
Bank & commission charges	7,150.24	673.96
Cash Discount	26,733.63	15,476.06
Commission & Brokerage	560.00	3,247.00
Communication expenses	1,030.35	779.96
Conveyance	2,333.88	1,948.42
Diwali & Celebration Exp.	3,867.13	-
Electricity Expenses	16,424.67	13,651.01
Foreign Exchange Gain / Loss	7,201.36	1,554.20
Hotel Accomodation	2,538.61	650.95
Insurance charges	1,965.77	2,430.83
Loss on sale/ discard of property plant & equipment	-	12,343.05
Membership & Subscription	950.67	-
Miscellaneous Expenses	5,873.03	3,300.14
Petrol Diesel Exp.	2,007.68	-
Postage & Courier Exp	4,728.72	3,376.17
Printing & Stationery	3,798.86	4,019.41
Prior Period Expenses	-	6,890.00
Professional Charges	19,238.59	22,688.59
Rates & Taxes	-	294.94
Recruitment Charges	888.56	-
Registration Fees	-	3,494.79
Rent for Premises	53,851.85	35,804.00
Repairs and Maintenance	18,725.05	3,588.01
ROC & Other Filing Charges	2,103.07	954.28
Sales and Promotion	-	1,591.53
Security Charges	700.00	577.15
Service Fee	654.08	-
Software expenses	-	266.00
Statutory Expense (BIS)	2,800.64	2,520.00
Testing Charges	-	562.50
Transport Charges	-	9,777.67
Travelling expenses	6,845.63	4,601.67
Website Design & Development	859.67	126.28
<b>TOTAL</b>	<b>194,431.74</b>	<b>174,534.15</b>



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**NOTE: 24-Significant Accounting Policies**

**A. Company Information & Overview**

Kundan Edifice Private Limited ("the Company") is incorporated in India on 12<sup>th</sup> August 2010 having its registered office at 73, Manali building No. 5 CHS, Ever shine Nagar, near State Bank of India, Ryan International, Malad west, Mumbai 400 064.

The Company is one of the manufacturers and suppliers of a wide range of flexible LED Strip lights. The Company also ventures in LED neon lights and smart strip solutions.

**B. Accounting Policies**

**1. Basis of accounting and preparation of financial statements**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013 as amended. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013.

**2. Use of Estimates**

The preparation of financial statements in conformity with GAAP requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosures of contingent liabilities on the date of financial statements and the reported amount of revenues & expenses during the reporting period. Difference between the actual results and estimated are recognised in the period in which the results are known/materialized.

**3. Revenue recognition**

Revenue from sale of goods is recognised when all the significant risks and rewards of ownership of the goods have been passed to the buyer and no significant uncertainty exists regarding the amount of consideration that will be derived from the sale of goods. Sales are recorded net of returns and trade discount. The Company collects GST on behalf of the Government and, therefore, these are excluded from revenue.

**4. Property, plant & equipment**

All property, plant & equipment are stated at cost of acquisition and subsequent improvements thereof.

Depreciation on all property, plant & equipment is provided on straight line value method as per the useful life prescribed under schedule II of Companies Act 2013. Wherever useful life has been taken different from as prescribed in schedule II of the companies act, Management has made separate disclosures for the same. Management estimates the useful life for the property, plant & equipment as follows: -



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Asset Category	Useful Life
Electrical Installations	10 years
Plant & Machinery	8 years
Furniture & Fixture	10 years
Office Equipment	10 years
Computers	3 years
Computer Software	3 years

Management also estimates the salvage value of Plant & Machinery lower than the criteria stated under The Companies Act, 2013 considering technical changes in the industry.

#### 5. Employee Benefits

The company does not accrue for any employee benefits, it accounts for gratuity on cash basis. The Company does not have any policy to pay leave encashment.

#### 6. Foreign Currency Transactions

Foreign-currency denominated monetary assets and liabilities are translated at exchange rate in effective at balance sheet date. The gains or losses resulting from such transactions are included in the Statement of Profit & Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and Non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of transaction. Revenue, expense & cashflow items denominated in foreign currencies are translated using the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transaction are included in determining net profit for the period in which the transaction is settled.

#### 7. Provisions and Contingent Liabilities

**Provisions:** A provision is recognised when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

**Contingent liabilities:** A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation.

The company does not have any unrecognised liability as at 31<sup>st</sup> March 2022& at 31<sup>st</sup> March 2021 which should be considered as contingent in nature.



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**8. Inventories:**

Inventories are valued as follows:

Raw Material	At Cost
Work In Progress	Cumulative of raw material & processing cost
Finished Goods	At Cost or Market Value whichever is lower

**9. Cash and cash equivalents (for purposes of Cash Flow Statement)**

Cash comprises cash on hand and Current Account with banks.

**10. Cash flow statement**

Cash flows are reported using the Indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows.

**11. Earnings per share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

**12. Taxes on income**

a. Current Tax: Current income tax is measured at the amount expected to be paid to taxation authorities in accordance with the Income Tax Act, 1961 enacted in India by using tax rates and the tax laws that are enacted at the reporting date.

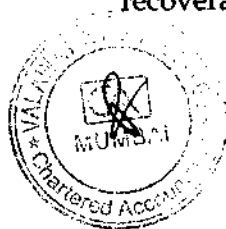
b. Deferred Tax: Deferred income tax reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws those are enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognised for all taxable timing differences. Deferred tax assets are recognised and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Company has recognised Deferred tax asset on losses only to the extent of deferred tax liability brought forward from earlier years. Company has not recognised Deferred Tax Asset on the basis of AS -22 as management does not have reasonable certainty of it getting netted off.

**13. Impairment of assets**

Carrying amount of the company's assets are reviewed at each balance sheet date to determine whether there is an indication of impairment of assets. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is greater of net selling price & value in use.



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**14. Interest & other related Financial Charges**

Interest and other related financial charges are recognized as an expense for the period for which they are incurred as specified in Accounting Standard (AS 16) on "Borrowing Costs".

**15. Leases**

Leases where significant portion of risk & reward of ownership are retained by the lessor are classified as operating lease and lease rental thereof are charged to the statement of profit & loss as per the terms of agreement which is representative of the time pattern of the user's benefit.

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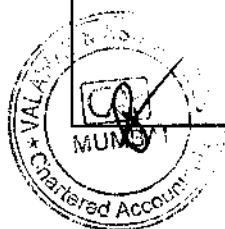


# KUNDAN KUNDAN EDIFICE PRIVATE LIMITED

Note No. 25 - Notes to accounts

## i. COMPANY'S BORROWING DETAILS

	Working Capital Loans (Sanction Limit)	Amounts in Lakhs
F.Y. 2021-22		
Indian Bank	<b>Cash Credit Facility*</b> Rate of Interest - Repo (4.00%) + Spread (5.50%) = 9.50% p.a.	300
	<b>Term Loan (existing)*</b> Repayment - 59 monthly instalments Rate of Interest - Repo (4.00%) + Spread (5.50%) = 9.50% p.a.	101(DL as on 20.11.2021)
	<b>Ind GECLS Covid 19 Loan (existing)*</b> Repayment - 31 monthly instalments. Rate of Interest - Repo (4.00%) + 2.80% + Floating (0.70%) = 7.50% p.a.	53(DL as on 20.11.2021)
	<b>Ind-MSE Covid Emergency Loan (existing)*</b> Repayment - 46 monthly instalments. Rate of Interest - 8.75% p.a.(Fixed)	26(DL as on 20.11.2021)
	<b>Term Loan (Fresh)*</b> Repayment - 60 monthly instalments with holiday period of 6 months Rate of Interest - Repo (4.00%) + Spread (5.50%) = 9.50% p.a.	200
	<b>Ind GECLS Covid 19 Loan (extension)*</b> Repayment - 60 monthly instalments with holiday period of 24 months. Rate of Interest - Repo (4.00%) + 2.80% + Floating (0.70%) = 7.50% p.a.	31
	<b>LC bill discounting (IBN) against confirmed bills under LC</b> Rate of Interest - Repo (4.00%) + Spread (5.50%) = 9.50% p.a.	150
	<b>*Security for the above loan</b> <b>Primary Security</b> - Current Assets, Stock & Book Debts, Plant & Machinery WDV as on 31.03.2021 and Plant and Machinery purchased out of Fresh Term Loan amount.  <b>Collateral Security</b> <b>1. Industrial R.C.C Godown No. 7, 8, 9, 107, 108 &amp; 109 on First Floor and 207, 208 and 209 on Second Floor</b> Addressed at Building no. F, MaaPadmavati Complex, bearing Survey no. 35/4 to 6, 46/3 to 6, 47/3 to 5, 49/1, 56/1 village Maujie Val, Taluke Bhivandi, Dist Thane.  <b>2. Shop No. 11, Ground Floor</b> Addressed at B wing, Avenue C-1, Siddhi Avenue, Village Dongare, Virar West <b>Personal Guarantee</b> - Personal Guarantee by Promoters of the Company.	



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<b>Toyota Financial Services India Ltd.</b>	<b>Car Loan</b> Collateral: Motor Car Repayment - 60 equated monthly instalments Rate of Interest - 9.25% fixed	21.89
<b>F.Y. 2020-21</b>		
<b>Indian Bank</b>	<b>Cash Credit Facility*</b> Rate of Interest - Repo (5.4%) + Spread (6.25%) = 11.65% p.a.	300
	<b>Term Loan*</b> Repayment - 84 monthly instalments with holiday period of 6 months Rate of Interest - Repo (5.4%) + Spread (6.25%) = 11.65% p.a.	125
	<b>Ind GECLS Covid 19 Loan*</b> Repayment - 48 monthly instalments with holiday period of 12 months. Rate of Interest - Repo (4.4%) + 2.8% + 0.7% (floating) = 7.9% p.a.	62
	<b>Ind-MSE Covid Emergency Loan*</b> Repayment - 60 monthly instalments with holiday period of 6 months. Rate of Interest - 8.75% fixed	30
	<b>*Security for the above loan</b> <b>Primary Security</b> - Current Assets, Stock & Book Debts, Plant & Machinery purchased out of Loan amount.  <b>Collateral</b> - Industrial R.C.C Godown No. 7, 8, 9, 107, 108 & 109 Addressed at Building no. F, Maa Padmavati Complex, bearing Survey no. 35/4 to 6, 46/3 to 6, 47/3 to 5, 49/1, 56/1 village Maujie Val, Taluke Bhivandi, Dist Thane.  <b>Personal Guarantee</b> -Personal Guarantee by Promoters of the Company.	
<b>Toyota Financial Services India Ltd.</b>	<b>Car Loan</b> Collateral: Motor Car Repayment - 60 equated monthly instalments Rate of Interest - 9.25% fixed	21.89

## ii. Capital Commitment

There are no Capital Commitments in the current year.

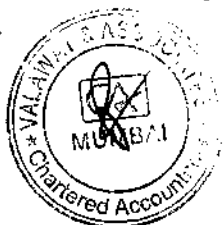
## iii. PAYMENT TO AUDITORS

(Amounts in INR)

Particulars	2021-22	2020-21
Audit Fees	60,000	60,000
Total Fees	60,000	60,000

## iv. DISCLOSURE IN ACCORDANCE WITH SECTION 22 OF THE MICRO SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006

The Company has no information of the status of the enterprise with which it is dealing as to whether the same are registered under the said act, apart from those disclosed in financial statements.



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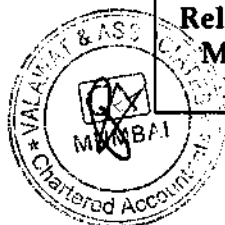
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**v. PAYMENT TO SSI UNITS**

The Company has not received any details from suppliers regarding their status under the Micro, small and Medium Enterprises Development Act 2006, apart from those disclosed in financial statements and hence the disclosure, if any, relating to amounts unpaid as at the year-end together with interest paid/payable as required under the said act have not been given.

**vi. AS 18 RELATED PARTY DISCLOSURES**

i) Related Party Relationships				
a)	Key Management Personnel	Mallika Mukesh Gupta		
		Shubhang Mukesh Gupta		
		Divyansh Mukesh Gupta		
b)	Relatives of Key Management Personnel	Vijaya Mukesh Gupta		
c)	Enterprises owned or significantly influenced by Key Management Personnel/ Relatives of Key Management Personnel	Kundan Industries Limited		
		ESS EMM Chemicals		
(Amounts in Rs)				
ii) Transactions with Related Parties				
Type of Related Party	Nature of the Transaction	2021-22	Outstanding as on 31.03.2022	
			Receivable	Payable
Key Management Personnel	Loans Accepted			
	Vijaya Mukesh Gupta	52,54,000	-	2,56,763
	Divyansh Mukesh Gupta	49,00,000		1,09,29,391
	Mallika Mukesh Gupta	38,00,000	-	50,07,900
	Shubhang Mukesh Gupta	10,00,000	-	12,00,000
	Loans Repaid			
	Vijaya Mukesh Gupta	1,05,09,480		2,56,763
	Divyansh Mukesh Gupta	5,753	-	1,09,29,391
	Mallika Mukesh Gupta	1,00,000	-	50,07,900
	Shubhang Mukesh Gupta	2,00,000	-	12,00,000
	Expenses incurred on behalf of Company			
	Divyansh Mukesh Gupta	1,40,65,726	-	-
Enterprises owned or significantly influenced by Relatives of Key Management Personnel	Loans Accepted			
	Kundan Industries Limited	39,80,000	-	-
	ESS EMM Chemicals	2,00,000	-	-
	Loans Repaid			
	Kundan Industries Limited	1,05,89,017	-	-
ESS EMM Chemicals	-	-	-	



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vii. EARNINGS PER SHARE

(Amounts in Rs.)

Particulars	2021-22	2020-21
Face Value of equity share	100	100
Profit & Loss after tax	1,67,82,197	70,32,752
Weighted average No of Equity shares outstanding	3,00,000	2,91,667
Basic EPS	57.54	24.11
Diluted EPS	57.54	24.11

viii. EXPENDITURE / INCOME IN FOREIGN CURRENCY

(Amounts in Rs.)

Particulars	2021-22	2020-21
<u>Expenditure in Foreign Exchange</u>		
Import of Raw Material excluding custom duty	1,86,632	68,56,346
Purchase of Plant & Machinery	-	11,558

ix. VALUE OF RAW MATERIALS, COMPONENTS AND SPARE PARTS PURCHASED

(Amounts in Rs.)

Particulars	2021-22		2020-21	
	Amount (Rs)	%	Amount (Rs)	%
Imported	2,54,638	0.01	71,23,206	5.58
Indigenous	24,86,60,538	99.99	12,04,68,231	94.42
<b>TOTAL</b>	<b>24,89,15,175</b>	<b>100.00</b>	<b>12,75,91,437</b>	<b>100.00</b>

- x. The Company does not recognise deferred tax assets as the company doesn't have sufficient taxable income against which deferred tax asset can be realized.

xi. SEGMENT REPORTING

The Company has operated only in domestic segment during the year under reference, so accounting standard 17 "Segmental Reporting" is not applicable.

- xii. Disclosure of Ageing schedule for trade payable due for payment ( Schedule III amended on 24.03.2021 as per Companies Act, 2013)

A. As on 31<sup>st</sup> March 2022

(Amounts in Rs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME					
(ii) Others	6,04,08,270				
(iii) Disputed dues-MSME					
(iii) Disputed dues-Others					



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**B. As on 31<sup>st</sup> March 2021**

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME					
(ii) Others	2,42,05,937				
(iii) Disputed dues-MSME					
(iii) Disputed dues-Others					

- xiii. Disclosure of Ageing schedule for trade receivables due for payment ( Schedule III amended on 24.03.2021 as per Companies Act, 2013)

**A. As on 31<sup>st</sup> March 2022**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME						
(ii) Others	1,94,72,489					
(iii) Disputed dues-MSME						
(iii) Disputed dues-Others						

**B. As on 31<sup>st</sup> March 2021**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME						
(ii) Others	1,43,59,843					
(iii) Disputed dues-MSME						
(iii) Disputed dues-Others						

- xiv. Pursuant to the amendments to Schedule III vide MCA circular dated March 24, 2021, the following ratios are presented:

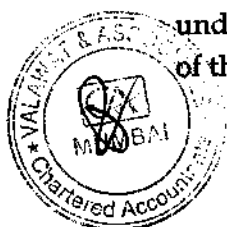
Particulars	As on 31 <sup>st</sup> March 2022	As on 31 <sup>st</sup> March 2021	% of Variance	Remarks
Current Ratio	1.19	1.39	14.44	-
Debt Equity Ratio	3.02	2.43	-24.21	-
Debt Service Coverage Ratio	0.30	0.21	42.49	Increase in Debt and Increase in Profit
Return on	0.56	0.53	-5.83%	-



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<b>Equity Ratio</b>				
<b>Inventory Turnover Ratio</b>	0.26	0.38	31.45%	Decrease in Inventory as well as increase in Turnover
<b>Trade Receivable Turnover Ratio</b>	16.68	10.54	-58.20%	Increase in Turnover as well as increase in Trade Receivable
<b>Net Capital Turnover Ratio</b>	15.47	5.93	-160.84%	Increase in Turnover and Decrease in working capital
<b>Net Profit Ratio</b>	0.05	0.05	-11.23%	-
<b>Return on Capital Employed Ratio</b>	0.29	0.24	17.26%	-
<b>Return on Investment Ratio</b>	0.29	0.19	-55.69	Increase in Profit and Increase in Borrowings

- xv. The Company hasnot traded or invested in crypto currency or virtual currency during the current period.
- xvi. The Company is not required to spend any amount in terms of provisions of section 135 of the Companies, Act 2013 on Corporate Social Responsibility.
- xvii. The Company is not as wilful defaulter by any bank and financial institution or other lenders.
- xviii. There are no transactions with the Struck off Companies under Section 248 or 560 of the Companies, Act 2013.
- xix. No proceedings initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988
- xx. The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- xxi. The company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - a. directly or indirectly lend or invest in other persons or entities identified In any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
  - b. Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- xxii. The company have not received any fund from any person(s) or entity(les), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
  - a. directly or indirectly lend or invest In other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - b. Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- xxiii. The Company has not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

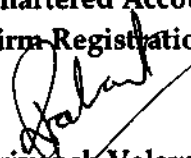


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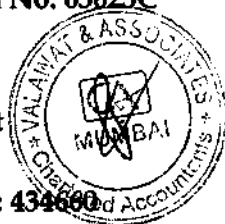
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- xxiv. Director's remuneration is according to the requirement of section 197 of the Companies Act 2013, so no such statement is prepared.
- xxv. In the opinion of the management, the current assets and advances are realizable in the ordinary course of business at least equal to the amount at which they are stated in Balance Sheet. The provision for all liabilities are adequate and not in excess of the amount reasonably necessary.
- xxvi. **Pervious year Figures:**
- Pursuant to the amendments to Schedule II vide MCA circular dated March 24, 2021, figures are disclosed In rupee in Hundred.
  - Pervious year figures have been regrouped and/or reclassified wherever necessary to conform to current year's presentation.

For Valawat & Associates  
Chartered Accountants  
Firm Registration No: 03623C

  
Priyansh Valawat  
Partner

Membership No: 434660



For and on behalf of Board of Directors of  
Kundan Edifice Private Limited

  
Divyansh Mukesh Gupta

Director

DIN: 06846463

  
Mallika Mukesh Gupta

Director

DIN: 07961410

UDIN: 22434660AWHBKC1932

Place: Mumbai

Date: 05<sup>th</sup> September 2022

**Kundan Edifice Limited**  
(formerly known as Kundan Edifice Private Limited)  
[CIN:U36100MH2010PLC206541]

Balance Sheet as at March 31, 2023

(₹ In Hundred)

	Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
<b>I</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders Funds</b>			
	Share Capital	2	7,50,000.00	3,00,000.00
	Reserves & Surplus	3	60,811.87	1,554.00
			<b>8,10,811.87</b>	<b>3,01,554.00</b>
<b>2</b>	<b>Non Current Liabilities</b>			
	Long Term Borrowings	4	5,46,291.07	4,92,574.79
	Long Term Provisions	5	23,404.44	-
	Deferred Tax Liability (Net)	6	2,427.43	11,605.39
			<b>5,72,122.94</b>	<b>5,04,180.18</b>
<b>3</b>	<b>Current Liabilities</b>			
	Short Term Borrowings	7	9,04,320.03	4,12,459.28
	Trade Payables	8		
	(i) Total outstanding dues of micro enterprises and small enterprises, and;		6,734.62	12,126.31
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		3,95,079.70	6,29,700.89
	Other Current Liabilities	9	83,562.31	42,469.94
	Short Term Provisions	10	1,93,214.89	25,650.80
			<b>15,82,911.55</b>	<b>11,22,407.22</b>
	<b>TOTAL</b>		<b>29,65,846.36</b>	<b>19,28,141.41</b>
<b>II</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non Current Assets</b>			
	<b>Property Plant &amp; Equipments &amp; Intangible Assets</b>			
	Property Plant & Equipments	11	5,66,993.99	5,01,732.70
	Intangible Assets	11	5,891.73	7,515.96
	Capital Work-in-Progress	11	1,24,273.11	38,039.60
	Intangible Assets Under Development	11	12,657.10	-
	Non-current Investments	12	11.00	11.00
	Long Term Loans & Advances	13	69,194.17	66,295.29
			<b>7,79,021.10</b>	<b>6,13,594.55</b>
<b>2</b>	<b>Current Assets</b>			
	Inventories	14	15,96,361.49	8,49,450.00
	Trade Receivables	15	4,47,051.55	1,94,724.89
	Cash and Cash Equivalents	16	34,760.24	6,047.41
	Short Term Loans & Advances	17	1,08,651.98	2,64,324.56
			<b>21,86,825.26</b>	<b>13,14,546.86</b>
	<b>TOTAL</b>		<b>29,65,846.36</b>	<b>19,28,141.41</b>
	<b>Significant Accounting Policies</b>	1		

Accompanying Notes to Financial Statements

1 - 41


In terms of our report of even date

For AMS & CO.  
Chartered Accountants  
Firm Reg. No. 130878W  
  
Ashok Kumar Puri  
Partner  
Membership No. 128996



For and on behalf of Board of Directors  
Kundan Edifice Limited  
  
Divyansh Mukesh Gupta  
Director  
DIN: 06846463  
  
Mallika Mukesh Gupta  
Director  
DIN: 07961410

  
Rashmi Jugal Karnani  
(Company Secretary)  
PAN: AXEPK9705F

  
Mahesh Singh Masani  
(CFO)  
PAN: ACGPM6493B

Place: Mumbai  
Date: 29th July, 2023

Place: Mumbai  
Date: 29th July, 2023

**Kundan Edifice Limited**  
(formerly known as Kundan Edifice Private Limited)  
[CIN:U36100MH2010PLC206541]  
Statement of Profit and Loss for the year ended March 31, 2023

(₹ In Hundred)

Particulars	Note No.	Year ended March 31, 2023	Year ended March 31, 2022
<b>REVENUE</b>			
Revenue from Operations	18	60,21,930.20	32,47,248.04
Other Income	19	24,427.55	3,355.55
<b>Total Income</b>		<b>60,46,357.74</b>	<b>32,50,603.59</b>
<b>EXPENSES</b>			
Cost of Materials Consumed	20	36,71,701.81	23,78,976.61
Changes in Inventories of Finished, work in progress	21	67,996.82	-1,61,681.25
Employee Benefit Expenses	22	6,06,533.52	2,92,979.15
Finance Costs	23	1,08,042.75	63,023.88
Depreciation and Amortisation Expense	24	84,087.28	43,462.03
Manufacturing & Other Expenses	25	8,13,330.94	4,58,697.83
		<b>53,51,693.12</b>	<b>30,75,458.25</b>
<b>Profit/(Loss) before Tax</b>		<b>6,94,664.63</b>	<b>1,75,145.34</b>
<b>Less: Tax expenses</b>			
(i) Current tax		1,58,544.44	29,235.26
Add/(Less): MAT credit Reversal/(entitlement)		36,040.29	-29,235.26
Net Current Tax		1,94,584.73	-
(ii) Deferred tax		-9,177.96	7,323.37
<b>Total Tax Expense</b>		<b>1,85,406.77</b>	<b>7,323.37</b>
<b>Profit/(Loss) for the year</b>		<b>5,09,257.86</b>	<b>1,67,821.96</b>
<b>Earnings Per Equity Share</b> (Face Value Rs. 10/- per Share)			
Basic and Diluted (Rs.)	26	6.79	2.24
Significant Accounting Policies	1		

Accompanying Notes to Financial Statements

1 - 41

In terms of our report of even date

For AMS & CO.

Chartered Accountants

Firm Reg. No. 130878W

*Ashok*

Ashok Kumar Puri

Partner

Membership No. 128996



For and on behalf of Board of Directors

Kundan Edifice Limited

*Divyansh*  
Divyansh Mukesh Gupta

Director

DIN: 06846463



*Mallika*  
Mallika Mukesh Gupta

Director

DIN: 07961410

*Rashmi*  
Rashmi Jugal Karnani

(Company Secretary)

PAN: AXEPK9705F

*Mahesh*  
Mahesh Singh Masani

(CFO)

PAN: ACGPM6493B

Place: Mumbai

Date: 29th July, 2023

Place: Mumbai

Date: 29th July, 2023



**Kundan Edifice Limited**  
(formerly known as Kundan Edifice Private Limited)  
[CIN:U36100MH2010PLC206541]

Statement of Cash Flow for the year ended March 31, 2023

(₹ In Hundred)

Particulars	Year ended 31, 2023	Year ended 31, 2022
<b>Cash Flow From Operating Activities:</b>		
Net Profit before Tax	6,94,664.63	1,75,145.34
<b>Adjustments for:</b>		
Depreciation & Amortisation Expense	84,087.28	43,462.03
Finance Cost	1,08,042.75	63,023.88
Sundry Credit Balances Written back	-	(2,515.62)
Sundry Balances written off	2,413.77	859.67
<b>Operating Profit Before Working Capital Changes</b>	<b>8,89,208.43</b>	<b>2,79,975.29</b>
Adjusted for Changes in Working Capital		
Increase / (Decrease) in Other Current Liabilities	41,092.37	18,960.20
(Increase) / Decrease in Non Current Assets	(2,898.88)	(1,56,916.00)
(Increase) / Decrease in Inventories	(7,46,911.49)	(2,71,856.39)
(Increase) / Decrease in Short Term Loans & Advances	1,55,672.57	-
(Increase) / Decrease in Non Current Investment	-	-
(Increase) / Decrease in Trade Receivables	(2,52,326.65)	(51,986.13)
Increase / (Decrease) in Trade Payable	(2,42,426.65)	3,64,538.94
Increase / (Decrease) in Long Term Provisions	(12,635.85)	-
Increase / (Decrease) in Short Term Provisions	36,639.00	-
<b>Cash Generated From Operations</b>	<b>(1,34,587.14)</b>	<b>1,82,715.91</b>
Net Income Tax Paid	(27,619.36)	(13,791.32)
<b>Net Cash Flow from/(used in) Operating Activities:</b>	<b>(1,62,206.50)</b>	<b>1,68,924.60</b>
<b>Cash Flow From Investing Activities:</b>		
Acquisition of Property, Plant & Equipment & Intangible Assets	(2,46,614.95)	(3,03,828.18)
Bank Deposits (Placed)/Matured	(22,193.74)	(1,851.91)
<b>Net Cash Flow from/(used in) Investing Activities:</b>	<b>(2,68,808.69)</b>	<b>(3,05,680.10)</b>
<b>Cash Flow from Financing Activities:</b>		
Proceeds from Borrowings (Net)	5,45,577.03	1,76,381.34
Interest Expenses	(1,08,042.75)	(63,023.88)
<b>Net Cash Flow from/(used in) Financing Activities:</b>	<b>4,37,534.27</b>	<b>1,13,357.46</b>
Net Increase/(Decrease) in Cash & Cash Equivalents	6,519.09	(23,398.03)
Cash & Cash Equivalents at the Beginning of the Year	6,047.41	27,593.54
<b>Cash &amp; Cash Equivalents at the End of the Year</b>	<b>12,566.50</b>	<b>4,195.50</b>



**Note :1**

Cash and Cash Equivalents at the end of the year consists of cash in hand and balances with banks are as follows:

Particulars	Year ended 31, 2023	March	Year ended 31, 2022	March
Cash on Hand		8,802.60		3,796.72
Balance With Banks		3,763.90		398.78
		<b>12,566.50</b>		<b>4,195.50</b>

**Note :2**

The Company has used Indirect method for preparation of Cash flow statement in accordance with Accounting Standard-3.

In terms of our report of even date

For AMS & CO.

Chartered Accountants

Firm Reg. No. 130878W

*Ashok*

Ashok Kumar Puri

Partner

Membership No. 128996



For and on behalf of Board of Directors  
Kundan Edifice Limited

*Divyansh*  
Divyansh Mukesh Gupta

Director

DIN: 06846463



*Malika*  
Malika Mukesh Gupta

Director

DIN: 07961410

*Rashmi*  
Rashmi Jugal Karnani  
(Company Secretary)  
PAN: AXEPK9705F

*Mahesh*  
Mahesh Singh Masani  
(CFO)  
PAN: ACGPM6493B

Place: Mumbai

Date: 29th July, 2023

Place: Mumbai

Date: 29th July, 2023

**Notes to Financial Statements for the year ended March 31, 2023**

**Note 1: Statement of Significant Accounting Policies and Other Explanatory Notes**

**1 Company Overview**

Kundan Edifice Limited (formerly known as Kundan Edifice Pvt Ltd) ("the Company") is incorporated in India on 12th August 2010 having its registered office at Gala No. A/B, Ganesh Industrial Estate, Behind Burma Shell Petrol Pump, Vasai East, Palghar, Maharashtra 401 208. The Company is one of the manufacturers and suppliers of a wide range of flexible LED Strip lights. The Company also ventures in LED neon lights and smart strip solutions.

**2 Basis of Preparation**

The Financial Statements have been prepared under the historical cost convention, on an accrual basis of accounting and in accordance with the Generally Accepted Accounting Principles in India and in compliance with the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013.

Ministry of Corporate Affairs ("MCA") through a notification dated March 24, 2021, amended Division I of Schedule III of the Companies Act, 2013 and applicable for the reporting period beginning on or after April 1, 2021. The amendment encompasses certain additional disclosure requirements. The Company has applied and incorporated the requirements of amended Division I of Schedule III of the Companies Act, 2013, to the extent applicable on it while preparing these financial statements.

**3 Use of estimates**

The preparation of financial statements in conformity with GAAP requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosures of contingent liabilities on the date of financial statements and the reported amount of revenues & expenses during the reporting period. Difference between the actual results and estimated are recognised in the period in which the results are known/ materialized.

**4 Revenue Recognition**

- i) Revenue from sale of goods is recognised when all the significant risks and rewards of ownership of the goods have been passed to the buyer and no significant uncertainty exists regarding the amount of consideration that will be derived from the sale of goods. Sales are recorded net of returns and trade discount. The Company collects GST on behalf of the Government and, therefore, these are excluded from revenue.
- ii) Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.
- iii) Claims are recognised when there exists reasonable certainty with regard to the amounts to be realised and the ultimate collection thereof.
- iv) Service charges are recognised as and when it becomes due as per the terms of contract.

**5 Investment**

Investments, which are readily realisable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are long term investments and classified as non current Investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the long term investments, if any.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.





## 6 Property, Plant & Equipments

### (i) Tangible Assets

Property, Plant and Equipment are stated at actual cost less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

### (ii) Intangible Assets

Intangible assets comprises of costs relating to acquisition and development of computer software which are capitalised in accordance with the AS-26 'Intangible Assets' as notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014.

## 7 Depreciation:

Depreciation on all property, plant & equipment is provided on straight line value method as per the useful life prescribed under schedule II of Companies Act 2013. Wherever useful life has been taken different from as prescribed in schedule II of the companies act, Management has made separate disclosures for the same. Management estimates the useful life for the property, plant & equipment as follows: -

Assets Category

Tangible Assets	
Electrical Installations	10 Years
Plant & Machinery	8 Years
Furniture & Fixture	10 Years
Office Equipment	10 Years
Computers	3 Years
Intangible Assets	
Computer Software	3 Years

Management also estimates the salvage value of Plant & Machinery lower than the criteria stated under The Companies Act, 2013 considering technical changes in the industry.

## 8 Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

## 9 Inventories:

Inventories are valued as follows:

Raw Material	Lower of Cost or Net Realisable Value.
Work In Progress	Lower of Cost or Net Realisable Value.
Finished Goods	Lower of Cost or Net Realisable Value.

## 10 Employee Benefits

### (i) Provident Fund

The Company's contribution as per Employee Provident Fund Law towards Provident Fund as provided for and payments thereof are made to the relevant authorities on actual basis and relevant employer's contribution are recognized as expenditure and are charged to the **Statement of Profit & Loss** on accrual basis.

### (ii) Gratuity

Retirement benefits in the form of Gratuity are considered as defined benefit obligations and are provided on the basis of the actuarial valuation, using the projected unit credit method as at the date of the Balance Sheet.

### (iii) Leave encashment

Leave encashment is provided on the basis of earned leave standing to the credit of the employees and the same is discharged by the Company by the year end.



**11 Lease**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term over the non cancellable period.

**12 Borrowing Cost**

Borrowing costs that are directly attributable to the acquisition, construction or production of the qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to the statement of profit and loss.

**13 Foreign Currency Transactions**

Foreign-currency denominated monetary assets and liabilities are translated at exchange rate in effective at balance sheet date. The gains or losses resulting from such transactions are included in the Statement of Profit & Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and Non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of transaction. Revenue, expense & cash flow items denominated in foreign currencies are translated using the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transaction are included in determining net profit for the period in which the transaction is settled.

**14 Taxes on income**

**i Current Tax:**

Current income tax is measured at the amount expected to be paid to taxation authorities in accordance with the Income Tax Act, 1961 enacted in India by using tax rates and the tax laws that are enacted at the reporting date.

**Minimum alternate tax (MAT)** paid in a year is charged to the statement of profit and loss as current tax. The Company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e. the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognises MAT credit as an asset in accordance with the 'Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income tax Act, 1961', the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement" under loans and advances. The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

**ii Deferred Tax:** Deferred income tax reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws those are enacted or substantively enacted at the reporting date. Deferred tax liabilities are recognised for all taxable timing differences. Deferred tax assets are recognised and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Company has recognised Deferred tax asset on losses only to the extent of deferred tax liability brought forward from earlier years. Company has not recognised Deferred Tax Asset on the basis of AS -22 as management does not have reasonable certainty of it getting netted off.



**15 Earnings per share**

Basic earnings per share are calculated by dividing the net profit or 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 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 effect of all potentially dilutive equity shares.

**16 Provisions and Contingent Liabilities**

**(i) Provisions**

A provision is recognised when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

**(ii) Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a contingent liability but discloses its existence in the financial statements.





**Kundan Edifice Limited**  
(formerly known as Kundan Edifice Private Limited)  
[CIN:U36100MH2010PLC206541]

**Note 2: Share Capital**

(₹ In Hundred)

Particulars	As at March 31, 2023	As at March 31, 2022
<b>EQUITY SHARE CAPITAL:</b>		
<b>AUTHORISED:</b>		
1,10,00,000 Equity Shares of Rs. 10 each (previous year 500,000 equity shares of Rs. 100 each)	11,00,000.00	5,00,000.00
<b>Total</b>	<b>11,00,000.00</b>	<b>5,00,000.00</b>
<b>ISSUED, SUBSCRIBED AND PAID UP</b>		
75,00,000 Equity Shares of Rs. 10 each (previous year 300,000 equity shares of Rs. 100 each)	7,50,000.00	3,00,000.00
<b>Total</b>	<b>7,50,000.00</b>	<b>3,00,000.00</b>

**Note 2.1 - Terms & Conditions**

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share.

Sub-division of each existing equity share of face value of Rs. 100 (Rupees Hundred only) into Ten (10) equity shares of face value of Rs. 10 (Rupees Ten only) fully paid-up and consequently the number of issued capital was increased from 300,000 equity shares of face value of Rs. 100 each into 30,00,000 equity shares of face value of Rs. 10 each.

Authorised share capital of the Company was increased from Rs. 5,00,000 hundred consisting of 500,000 equity shares of face value of Rs. 100 each to Rs. 11,00,000 hundred consisting of 1,10,00,000 equity shares of face value of Rs. 10 each post sub-division.

In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**Note 2.2: Reconciliation of Number of Shares Outstanding at the end of the Year (Number of Shares not in Hundreds):**

No. of equity Shares at the beginning of the year	3,00,000	3,00,000
Add: Adjusted no. of shares on account of sub-division of equity share	27,00,000	
Add: Bonus Shares issued during the year	45,00,000	-
No. of Equity Shares at the end of the year	<b>75,00,000</b>	<b>3,00,000</b>

**Note 2.3: Shareholders Holding more than 5% of the Aggregate Shares of the Company (Number of Shares not in Hundreds):**

Name of Shareholders	As at March 31, 2023			As at March 31, 2022		
	No. of Shares Held	% of Holding	% Change	No. of Shares Held	% of Holding	% Change
Divyansh Mukesh Gupta	45,00,000	60.00%	20.00%	1,20,000	40.00%	0.00%
Shubhang Mukesh Gupta	4,50,000	6.00%	-24.00%	90,000	30.00%	0.00%
Mallika Mukesh Gupta	4,50,000	6.00%	-24.00%	90,000	30.00%	0.00%
Vijaya Mukesh Gupta	20,25,000	27.00%	27.00%	-	0.00%	0.00%
<b>Total</b>	<b>74,25,000</b>	<b>99.00%</b>		<b>3,00,000</b>	<b>100.00%</b>	

**Note 2.4 - Bonus Shares/Buy Back/Shares for consideration other than cash issues during the past years**

The Company has allotted 45,00,000 equity shares of face value of Rs. 10 each as bonus shares in the proportion of 1.5 (One decimal Five) bonus equity share of face value of Rs. 10 for every one equity share of face value of Rs. 10 held as on the record date, by capitalising an amount of Rs. 45,000 Hundred from Reserve & Surplus.

**Note 2.5: Shareholding Of Promoters (Number of Shares not in Hundreds):**

Promoter Name	As at March 31, 2023			As at March 31, 2022		
	No. of Shares Held	% of Holding	% Change	No. of Shares Held	% of Holding	% Change
Divyansh Mukesh Gupta	45,00,000	60.00%	20.00%	1,20,000	40.00%	0.00%
Shubhang Mukesh Gupta	4,50,000	6.00%	-24.00%	90,000	30.00%	0.00%
Mallika Mukesh Gupta	4,50,000	6.00%	-24.00%	90,000	30.00%	0.00%
Vijaya Mukesh Gupta	20,25,000	27.00%	27.00%	-	0.00%	0.00%
<b>Total</b>	<b>74,25,000</b>	<b>99.00%</b>		<b>3,00,000</b>	<b>100.00%</b>	

Promoter here means promoter as defined in the Companies Act, 2013, as amended



**Note 3: Reserves and Surplus**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>SURPLUS / (DEFICIT) IN THE STATEMENT OF PROFIT &amp; LOSS ACCOUNT</b>		
Opening Balance	1,554.00	-1,66,267.96
Add: Net Profit / (Loss) after Tax for the year	5,09,257.86	1,67,821.96
Less: Bonus Share Issued	-4,50,000.00	-
<b>Closing Balance</b>	<b>60,811.87</b>	<b>1,554.00</b>

**Note 4: Long Term Borrowings**

Particulars	Non Current Portion		Current Maturities	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
<b>Secured</b>				
Term Loan from Banks (See Note 4.1)	2,26,826.53	3,04,721.28	94,466.23	89,860.02
Term Loan from Other Financial Institutions (See Note 4.2)	67,018.94	13,912.98	21,902.41	3,994.86
<b>Unsecured</b>				
From Related Parties	1,32,460.25	1,73,940.53	-	-
Loan From Others	1,19,985.35		56,726.21	
<b>Total</b>	<b>5,46,291.07</b>	<b>4,92,574.79</b>	<b>1,73,094.84</b>	<b>93,854.88</b>

**Note 4.1: Term Loan from Banks**

**A) Secured by way of:**

**Primary Security**

Bank Name	Security
Union Bank of India_GECL	Charge over entire current assets of the company and personnel guarantee of directors & Mrs. Vijaya Mukesh Gupta
Union Bank of India_TL009	Hypothecation of machineries purchased out of bank finance and personnel guarantee of directors & Mrs. Vijaya Mukesh Gupta
Union Bank of India_MSME Suvidha	Hypothecation of machineries purchased out of bank finance and personnel guarantee of directors & Mrs. Vijaya Mukesh Gupta
Union Bank of India_UGECL	Charge over entire current assets of the company and personnel guarantee of directors & Mrs. Vijaya Mukesh Gupta

**B) Details of Terms of Repayment**

Bank Name	Sanction Amount	Interest Rate	No. of Installments	Terms of Repayment	First Installment Date
Union Bank of India_GECL	31,00,000.00	7.50%	52	Monthly	31-Jan-2024
Union Bank of India_TL009	1,96,36,000.00	EBLR+3.75%-0.25%+0.25%	53	Monthly	31-Oct-2022
Union Bank of India_MSME Suvidha	84,76,000.00	EBLR+2%+0.25%	51	Monthly	31-Oct-2022
Standard Chartered Bank	50,00,000.00	16.25%	36	Monthly	1-Apr-2023
IDFC First Bank	40,80,000.00	16.10%	24	Monthly	28-Feb-2023
ICICI Bank	50,00,000.00	16.00%	36	Monthly	5-May-2023
Union Bank of India_UGECL	46,08,000.00	7.50%	23	Monthly	31-Aug-2022

(Applicable EBLR @ 7.70% w.e.f. 11.06.2022 vide IC No.3338-2022 dated 10.06.2022)

**Note 4.2: Security for Term Loan from Other Financial Institutions**

**A) Secured by way of:**

**Primary Security**

Financial Institutions Name	Security
Toyota Financial Services India Ltd.	Secured against earmarked vehicle
Siemens Financial Services Pvt. Ltd	Secured against earmarked Machinery





**B) Details of Terms of Repayment**

Financial Institutions Name	Sanction Amount	Interest Rate	No. of Installments	Terms of Repayment	First Installment Date
Toyota Financial Services India Ltd..	21,89,000.00	9.25%	60	Monthly	10-Mar-2021
Siemens Financial Services Pvt. Ltd	1,52,73,170.00	13.25%	60	Monthly	21-Mar-2023
Bajaj Finance Limited	35,91,156.00	17.00%	36	Monthly	2-Apr-2023

**Note 5: Long Term Provisions**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Provision for Employee Benefits</b>		
Provision for Gratuity	18,217.80	-
Provision for Leave Encashment	5,186.64	-
<b>Total</b>	<b>23,404.44</b>	<b>-</b>

**Note 6: Deferred Tax Liabilities/(Assets)**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Deferred Tax Liabilities</b>		
-on Account of Depreciation	12,570.01	11,605.39
-on Account of Gratuity	(5,068.19)	-
-on Account of Bonus	(3,377.46)	-
-on Account of Leave Encashment	(1,696.92)	-
<b>Total</b>	<b>2,427.43</b>	<b>11,605.39</b>

**Note 7: Short Term Borrowings**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Secured</b>		
Loan from Banks		
- Cash Credit from Bank (See Note 7.1 & 7.2)	7,21,205.97	2,98,604.40
<b>Secured</b>		
Current Maturities of Long Term Borrowings	1,73,094.84	93,854.88
<b>Unsecured</b>		
Loan from others	10,019.22	20,000.00
<b>Total</b>	<b>9,04,320.03</b>	<b>4,12,459.28</b>

**Note 7.1: Security for Cash Credit from Bank**

Cash Credit from Union Bank of India is secured by hypothecation of over entire current assets (including receivables) of the company, present & future and personnel guarantee of directors & Mrs. Vijaya Mukesh Gupta

**Note 7.2:**

Statements of Current Assets have been regularly filed with the bank on monthly basis for Cash Credit from Bank

**Note 7.3: The following is the summary of the differences between Current Assets declared with the Bank and as per Books**

Particulars	Quarter	Particulars of Security	Amount as per Books	Amount reported in Quarterly return	Amount of difference
Indian Bank	Qtr 1	Inventory	7,88,699.96	7,15,150.00	73,549.96
		Trade Receivable	2,16,279.65	2,08,327.88	7,951.78
Union Bank of India	Qtr 2	Inventory	12,06,847.52	12,23,980.00	-17,132.48
		Trade Receivable	6,34,074.86	6,67,806.12	-33,731.27
Union Bank of India	Qtr 3	Inventory	14,79,242.51	14,85,710.00	-6,467.49
		Trade Receivable	6,72,017.89	6,70,501.31	1,516.58
Union Bank of India	Qtr 4	Inventory	15,96,361.49	15,93,960.00	2,401.49
		Trade Receivable	4,47,051.55	4,34,536.40	12,515.15



Particulars	As at March 31, 2023	As at March 31, 2022
(i) MSME (See Note 8.1)	6,734.62	12,126.31
(ii) Others	3,95,079.70	6,29,700.89
(iii) Disputed Dues - MSME	-	-
(iv) Disputed Dues - Others	-	-
<b>Total</b>	<b>4,01,814.32</b>	<b>6,41,827.20</b>

**Note 8.1: Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

The Management has identified enterprises which have provided goods and services to the Company and which qualify under the definition of micro and small enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Accordingly, the disclosure in respect of amounts payable to such enterprises as at March 31, 2023 has been made based on the information available with the Company. Further, in the view of the Management, the impact of interest, if any, that may be payable in accordance with the Act is not expected to be material. The Company has not received any claim for interest from any supplier under this Act. The information has been determined to the extent such parties have been identified on the basis of information available with the Company. Auditors have placed reliance on such information provided by the Management.

**Note 8.2: Trade Payables Ageing**

Particulars	As at March 31, 2023				
	Outstanding for following period from the date of payment				
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	4,234.62	-	-	2,500.00	6,734.62
(ii) Others	3,91,640.75	1,543.16	332.49	1,563.30	3,95,079.70
(iii) Disputed Dues - MSME	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-
<b>Total</b>	<b>3,95,875.37</b>	<b>1,543.16</b>	<b>332.49</b>	<b>4,063.30</b>	<b>4,01,814.32</b>

Particulars	As at March 31, 2022				
	Outstanding for following period from the date of payment				
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	2,425.80	-	9,700.51	-	12,126.31
(ii) Others	6,20,935.86	130.30	8,493.26	141.47	6,29,700.89
(iii) Disputed Dues - MSME	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-
<b>Total</b>	<b>6,23,361.66</b>	<b>130.30</b>	<b>18,193.77</b>	<b>141.47</b>	<b>6,41,827.20</b>

**Disclosures as required under Section 22 of MSMED Act, 2006 :**

The information regarding Micro & Small Enterprises has been determined on the basis of information available with the Company which is as follows :

Particulars	As at March 31, 2023	As at March 31, 2022
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any	6,734.62	12,126.31
The amount of interest paid by the buyer under MSMED Act, 2006 along with the amounts of the	-	-
The amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid);	-	-
The amount of interest accrued and remaining unpaid at the end of accounting year; and	-	-
The amount of further interest due and payable even in the succeeding year, 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 section 23.	-	-





**Note 9: Other Current Liabilities**

Particulars	As at March 31, 2023	As at March 31, 2022
Advance from Customers	12,257.25	5,679.64
Statutory Liabilities Payable	27,666.69	6,881.10
Employee Benefit Expenses Payable	43,638.37	29,195.04
Interest accrued but not due	-	714.16
<b>Total</b>	<b>83,562.31</b>	<b>42,469.94</b>

**Note 10: Short Term Provisions**

Particulars	As at March 31, 2023	As at March 31, 2022
Provision for Expenses	38,690.83	2,906.83
Provision for Income Tax [Net of Advance Tax & TDS]	1,53,174.05	22,248.97
Provision for Audit Fees	1,350.00	495.00
<b>Total</b>	<b>1,93,214.88</b>	<b>25,650.80</b>

**Note 12: Non-current Investments**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Non-trade Unquoted Equity instruments:</b>		
44 Equity Shares of Janseva bank of Rs. 25/- Each	11.00	11.00
<b>Total</b>	<b>11.00</b>	<b>11.00</b>

**Note 13: Long term Loans & advances**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>(Unsecured, Considered Good)</b>		
Deposits	63,012.11	30,255.00
Prepaid Expenses	6,182.07	-
MAT Credit Entitlement	-	36,040.29
<b>Total</b>	<b>69,194.17</b>	<b>66,295.29</b>

**Note 14: Inventories**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>(As Taken, Valued &amp; Certified by Management)</b>		
Raw Materials	13,50,948.31	5,36,040.00
Work In Progress	1,49,993.48	20,980.00
Finished goods	95,419.69	2,92,430.00
<b>Total</b>	<b>15,96,361.49</b>	<b>8,49,450.00</b>



**Note 15: Trade Receivables (See Note 15.1)**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Unsecured</b>		
(i) Undisputed Trade receivables – considered good	4,47,051.55	1,94,724.89
(ii) Undisputed Trade Receivables – considered doubtful	-	-
(iii) Disputed Trade Receivables - considered good	-	-
(iv) Disputed Trade Receivables - considered doubtful	-	-
<b>Total</b>	<b>4,47,051.55</b>	<b>1,94,724.89</b>

**Note 16: Cash and Cash Equivalents**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Cash and Cash Equivalents</b>		
Balance with Banks	3,763.90	398.78
Cash on Hand	8,802.60	3,796.72
<b>Other Bank Balances</b>		
Bank Deposits**		
- Maturity more than 3 months & less than 12 months	22,193.74	1,851.91
<b>Total</b>	<b>34,760.24</b>	<b>6,047.41</b>

**Note 17: Short Term Loan and Advances**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>(Unsecured - Considered Good)</b>		
Balance With Govt Revenue Authorities	57,667.35	2,36,424.11
Advance to suppliers	25,482.40	6,840.74
Advance to staff	910.00	6,558.42
Prepaid Expenses	20,331.22	14,193.43
Retention Money	4,261.01	307.85
<b>Total</b>	<b>1,08,651.98</b>	<b>2,64,324.56</b>





**Kundan Edifice Limited**

(formerly known as Kundan Edifice Private Limited)

[CIN:U36100MH2010PLC206541]

(₹ In Hundred)

**Note 11: Property, Plant and Equipments and Intangible Assets and Capital Work in Progress**

Particulars	Gross Block			Depreciation		Net Block	
	As at 01.04.2022	Additions	Deductions	As at 31.03.2023	Upto 01.04.2022	Upto 31.03.2023	As at 31.03.2023
<b>Property Plant &amp; Equipments</b>							
Plant & Machinery	4,52,436.39	80,405.19	-	5,32,841.58	82,007.05	1,40,318.69	3,92,522.89
Electrical Installations	24,000.13	15,064.37	-	39,064.50	3,344.26	6,700.62	32,363.88
Furniture and Fixtures	67,383.91	36,764.50	-	1,04,148.41	8,705.40	16,367.44	87,780.97
Vehicle	30,770.69	-	-	30,770.69	4,011.67	7,663.19	23,107.50
Office Equipments	17,136.17	8,960.63	-	26,096.80	5,037.17	8,574.55	17,522.25
Computers, Accessories	21,274.15	6,529.64	-	27,803.79	8,163.19	14,107.30	13,696.49
<b>Total (A)</b>	<b>6,13,001.44</b>	<b>1,47,724.34</b>	<b>-</b>	<b>7,60,725.78</b>	<b>1,11,268.74</b>	<b>1,93,731.79</b>	<b>5,66,993.99</b>
<b>Intangible Assets</b>							
Computer Software	9,165.00	-	-	9,165.00	1,649.04	3,273.27	5,891.73
<b>Total (B)</b>	<b>9,165.00</b>	<b>-</b>	<b>-</b>	<b>9,165.00</b>	<b>1,649.04</b>	<b>3,273.27</b>	<b>7,515.96</b>
<b>Capital Work in Progress</b>							
Building	38,039.60	-	-	38,039.60	-	-	38,039.60
Plant & Machinery	-	86,233.51	-	86,233.51	-	-	86,233.51
Software	-	12,657.10	-	12,657.10	-	-	12,657.10
(See Note 11.1)							
<b>Total (C)</b>	<b>38,039.60</b>	<b>98,890.61</b>	<b>-</b>	<b>1,36,930.21</b>	<b>-</b>	<b>-</b>	<b>1,36,930.21</b>
<b>Grand Total (A+B+C)</b>	<b>6,60,206.04</b>	<b>2,46,614.95</b>	<b>-</b>	<b>9,06,820.98</b>	<b>1,12,917.78</b>	<b>1,97,005.06</b>	<b>7,09,815.93</b>
Previous Year	3,18,338.25	3,41,867.78	-	6,60,206.04	69,455.76	1,12,917.79	5,47,288.25
							2,48,882.50

**Note 11.1: Capital Work in Progress (All Project in Progress and not suspended)**

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
<b>Projects in Progress</b>					
<b>Tangible Assets Under Development</b>					
WIP of Building (Office 2012)	18,566.80	-	-	-	18,566.80
WIP of Building (Office 2013)	19,472.80	-	-	-	19,472.80
WIP of Plant & Machinery	86,233.51	-	-	-	86,233.51
<b>Intangible Assets Under Development</b>					
WIP of Building (Office 2013)	12,657.10	-	-	-	12,657.10



Kundan Edifice Limited  
(formerly known as Kundan Edifice Private Limited)  
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Note 15.1: Trade Receivables Ageing

(₹ In Hundred)

Particulars	As at March 31, 2023				
	Outstanding for following period from the date of payment				
	Less than 6 months	6 months - 1 year	1-2 Years	2-3 Years	More than 3 Years
Unsecured, (considered good)					
(i) Undisputed Trade receivables – considered good	4,36,647.32	8,336.80	1,439.82	627.61	-
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-
<b>Total</b>	<b>4,36,647.32</b>	<b>8,336.80</b>	<b>1,439.82</b>	<b>627.61</b>	<b>-</b>
					<b>4,47,051.55</b>

As at March 31, 2022					
Outstanding for following period from the date of payment					
Less than 6 months	6 months - 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
4,36,64,732	8,33,680.00	1,43,982.00	62,761.00	-	4,47,05,155
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>4,36,64,732</b>	<b>8,33,680</b>	<b>1,43,982</b>	<b>62,761</b>	<b>-</b>	<b>4,47,05,155</b>

Particulars	As at March 31, 2022				
	Outstanding for following period from the date of payment				
	Less than 6 months	6 months - 1 year	1-2 Years	2-3 Years	More than 3 Years
Unsecured, (considered good)					
(i) Undisputed Trade receivables – considered good	1,90,558.25	1,732.83	2,238.48	106.40	88.94
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-
<b>Total</b>	<b>1,90,558.25</b>	<b>1,732.83</b>	<b>2,238.48</b>	<b>106.40</b>	<b>88.94</b>
					<b>1,94,724.89</b>

As at March 31, 2022					
Outstanding for following period from the date of payment					
Less than 6 months	6 months - 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
1,90,55,825	1,73,283	2,23,848	10,640	8,894	1,94,72,489
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>1,90,55,825</b>	<b>1,73,283</b>	<b>2,23,848</b>	<b>10,640</b>	<b>8,894</b>	<b>1,94,72,489</b>



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KUNDAN EDIFICE LIMITED  
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*MD*

**Note 24: Depreciation and Amortization Expense**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Depreciation on Property Plant & Equipments & Intangible Assets	84,087.28	43,462.03
<b>Total</b>	<b>84,087.28</b>	<b>43,462.03</b>

**Note 25: Manufacturing & Other Expenses**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Power and Fuel	60,462.58	20,852.35
Jobwork Expenses	2,56,478.00	2,13,758.26
Factory Expenses	10,997.14	1,535.27
Clearing & Forwarding Charges	18,296.29	94.53
Laboratory & Service charges	7,383.64	2,362.09
Freight Inward	1,03,622.71	41,137.52
Rent	96,168.70	53,851.85
Repairs to Machinery	20,866.56	18,725.05
Cash Discount	71,784.43	26,733.63
Insurance	3,351.97	1,965.77
Auditors Remuneration (See Note 26.1)	3,850.00	600.00
Net Gain/Loss on Foreign Currency Transactions and Translation	-	7,201.36
Business Promotion	8,951.90	-
Commission and Brokerage	14,803.33	560.00
Printing & Stationery Expenses	7,621.64	6,757.29
Legal and Professional Fees	41,110.68	19,238.59
Travelling & Conveyance Expenses	18,323.41	11,718.12
Miscellaneous Expenses	69,257.96	31,606.15
<b>Total</b>	<b>8,13,330.94</b>	<b>4,58,697.83</b>

**Note 25.1: Auditors Remuneration**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
<b>As Auditor</b>		
For Statutory Audit	3,850.00	600.00
<b>Total</b>	<b>3,850.00</b>	<b>600.00</b>





**Note 18: Revenue from Operations**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Sales of Products	59,95,945.53	32,28,011.91
Sales of Services	255.00	3,687.40
Other Operating Revenues	25,729.67	15,548.73
<b>Total</b>	<b>60,21,930.20</b>	<b>32,47,248.04</b>

**Note 19: Other Income**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Interest Income	69.68	773.59
Net Gain/Loss on Foreign Currency Transactions and Translation	24,074.71	-
Sundry Balances Write Back (Net)	-	2,515.63
Miscellaneous Income	283.15	66.33
<b>Total</b>	<b>24,427.55</b>	<b>3,355.55</b>

**Note 20: Cost of Material Consumed**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
<b>Raw Material Consumed:</b>		
Opening Stock	5,36,040.00	4,25,864.86
Add : Purchase	44,86,610.12	24,89,151.75
Less : Closing Stock	-13,50,948.31	-5,36,040.00
<b>Total</b>	<b>36,71,701.81</b>	<b>23,78,976.61</b>

**Note 21: Changes in Inventories of Finished, work in progress**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Change in the stock of Finished Goods & WIP:		
Opening Stock	3,13,410.00	1,51,728.75
Less: Closing Stock	2,45,413.18	3,13,410.00
	<b>67,996.82</b>	<b>-1,61,681.25</b>

**Note 22: Employee Benefit Expense**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Salary and Wages	5,20,500.80	2,68,956.66
Contribution to Provident and Other Funds	27,663.29	10,007.07
Gratuity Expense	19,510.11	-
Staff Welfare Expenses	32,759.67	14,015.43
Leave Encashment	6,099.65	-
<b>Total</b>	<b>6,06,533.52</b>	<b>2,92,979.15</b>

**Note 23: Finance Cost**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Interest Expense	1,05,859.59	62,041.22
Other Borrowing Costs	2,183.16	982.66
<b>Total</b>	<b>1,08,042.75</b>	<b>63,023.88</b>



**Kundan Edifice Limited**  
(formerly known as Kundan Edifice Private Limited)  
[CIN:U36100MH2010PLC206541]

(₹ In Hundred except No. of Shares & per share data)

**Note 26: Earnings Per Share**

Disclosure as required by Accounting Standard – AS 20 "Earnings Per Share" notified under The Companies (Accounting Standards) Rules, 2006 (as amended).

The Company has not issued any potential diluted equity share and therefore the Basic and Diluted earnings per Share will be the same. The earnings per share is calculated by dividing the profit after tax by weighted average number of shares outstanding.

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Profit after tax (₹ In Hundred)	5,09,257.86	1,67,821.96
Number of outstanding equity shares at the beginning of the year (not in hundred)	3,00,000	3,00,000
Equity Shares allotted during the year	45,00,000	-
Number of shares outstanding at the year end	75,00,000	75,00,000
Weighted Average Number of shares Outstanding	75,00,000	75,00,000
Nominal value of equity share	10	10
<b>Earnings Per Share</b>	<b>6.79</b>	<b>2.24</b>

Earning per share both (basic & diluted) has been restated for year ended March 31, 2022 on account of split and bonus issue. Refer Note 41.

**Note 27: Contingent Liabilities**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Commitments on account of Capital Assets	2,36,733.16	-
GST matters under appeal		
- On tax dispute	15,130.53	
- on penal interest & chareges	1,562.37	
<b>Total</b>	<b>2,53,426.06</b>	<b>-</b>

**Note 28: Expenditure in Foreign Currency (on accrual basis)**

(USD In Hundred)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Import of Raw Material excluding custom duty	6,224.58	1,866.32
<b>Total</b>	<b>6,224.58</b>	<b>1,866.32</b>





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[CIN:U36100MH2010PLC206541]

Note 29: Analytical Ratios

(₹ In Hundred)

Ratio	For the year ended March 31, 2023					Reason for Variance (where the change in the ratio is more than 25% as compared to the preceding year)
	Numerator	Denominator	Current Period	Previous Period	% Variance	
Current ratio	21,86,825.26	15,82,911.55	1.38	1.17	17.67%	-
Debt-equity ratio	14,50,611.10	8,10,811.87	1.79	3.00	-40.39%	The Equity of the Company increased due to increase in Profit.
Debt Service Coverage ratio	8,58,881.83	1,99,714.47	4.30	2.63	63.34%	The increase in Debt Service coverage due to increase in Profit
Return on equity ratio	5,09,257.86	556,182.9359	0.92	0.77	18.75%	-
Inventory turnover ratio	60,21,930.20	122,2905.746	4.92	4.55	8.20%	-
Trade receivables turnover ratio	60,21,930.20	320,888.2208	18.77	19.20	-2.24%	The Company Turnover and Trade Receivable both increased
Trade payables turnover ratio	36,71,701.81	52,1820.7608	7.04	5.16	NA	-
Net capital turnover ratio	60,21,930.20	398,026.6777	15.13	14.32	5.69%	-
Net profit ratio	5,09,257.86	60,21,930.20	0.08	0.05	63.63%	The Company's Net Profit increased
Return on capital employed	8,02,707.38	22,61,422.97	0.35	0.20	79.82%	The Company's Net Profit increased
				-		

Note: Return on investment not applicable to company

Ratio	For the year ended March 31, 2022					Reason for Variance (where the change in the ratio is more than 25% as compared to the preceding year)
	Numerator	Denominator	Current Period	Previous Period	% Variance	
Current ratio	13,17,801.87	11,22,407.24	1.17	1.41	-17.02%	-
Debt-equity ratio	9,05,034.08	3,01,553.99	3.00	5.45	-44.92%	The Equity of the Company increased due to increase in Profit.
Debt Service Coverage ratio	2,65,099.85	1,00,686.66	2.63	0.20	1200.76%	The increase in Debt Service coverage due to increase in Profit
Return on equity ratio	1,67,821.96	2,17,643.00	0.77	0.82	-5.63%	-
Inventory turnover ratio	32,47,248.04	7,13,521.80	4.55	3.47	31.11%	-
Trade receivables turnover ratio	32,47,248.04	1,69,161.66	19.20	13.73	39.80%	The Company Turnover and Trade Receivable both increased
Trade payables turnover ratio	23,78,976.62	4,60,885.91	5.16	5.76	NA	-
Net capital turnover ratio	32,47,248.04	2,26,840.42	14.32	6.45	121.94%	-
Net profit ratio	1,67,821.96	32,47,248.04	0.05	0.05	11.23%	The Company's Net Profit increased
Return on capital employed	2,38,169.21	12,06,588.06	0.20	0.15	31.31%	The Company's Net Profit increased



*Dg* *Mg*

**Note 30: Related Party Disclosure**

As required under Accounting Standard 18 "Related Party Disclosure" (AS-18), following are the details of transactions during the year with the related parties of the Company as defined in AS 18 :

**A. Key Management Personnel**

Name of the Party	Relation
Divyansh Mukesh Gupta	Director
Mallika Mukesh Gupta	Director
Hariom Sarda	Director
Satish Inani	Director
Girish Kumar Joshi	Director
Rashmi Jugal Karnani	Company Secretary
Mahesh Singh Masani	Chief Financial Officer
Vijaya Mukesh Gupta	Relative of Director
Shubhang Mukesh Gupta	Relative of Director

**B. Entities in which Directors, Key Management Personnel or their relatives have significant influence.**

Kundan Industries Limited  
ESS EMM Chemicals

**C. Disclosure in respect of transactions with Related Parties**

Particulars	Nature of Transaction	Year ended March 31, 2023	Year ended March 31, 2022
Divyansh Mukesh Gupta	Loan Received	38,500.00	49,000.00
	Loan Repaid	77,895.11	57.53
	Remuneration Paid	30,000.00	16,975.00
	Rent Paid	4,860.00	1,200.00
Mallika Mukesh Gupta	Loan Received	482.46	38,000.00
	Loan Repaid	-	1,000.00
	Remuneration Paid	19,200.00	15,385.00
Vijaya Mukesh Gupta	Loan Received	309.00	52,540.00
	Loan Repaid	2,876.63	1,05,094.80
	Rent Paid	9,720.00	2,400.00
Shubhang Mukesh Gupta	Loan Received	-	10,000.00
	Loan Repaid	-	2,000.00
	Remuneration Paid	9,705.00	8,575.00
Kundan Industries Limited	Loan Received	13,000.00	39,800.00
	Loan Repaid	13,000.00	1,05,890.17
ESS EMM Chemicals	Loan Received	-	2,000.00
	Loan Repaid	-	-

**E. Disclosure in respect of Outstanding Balances of Related Parties**

Particulars	Receivable / Payable	As at March 31, 2023	As at March 31, 2022
Divyansh Mukesh Gupta	Loan Payable	69,898.79	1,09,293.91
	Remuneration payable	7,107.40	-
	Rent Payable	-	-
Mallika Mukesh Gupta	Loan Payable	50,561.46	50,079.00
	Remuneration payable	-	263.80
Vijaya Mukesh Gupta	Loan Payable	-	2,567.63
	Rent Payable	-	-
Shubhang Mukesh Gupta	Loan Payable	12,000.00	12,000.00
	Remuneration payable	-	257.00

Note: Reimbursement in the ordinary course of business is not reported hereinafter.





**Note 31.1: Provident Fund**

In accordance with the Employee's Provident Fund and Miscellaneous Provisions Act, 1952, eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions, as specified under the law, are made to the employee provident fund organization (EPFO).

**Note 31.2: Gratuity**

The benefits payable under this plan are governed by "Gratuity Act 1972". Under the Act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age. The following tables summarise the components of net benefit expense recognised in the summary statement of profit or loss and the funded status and amounts recognised in the statement of assets and liabilities for the respective plans:

**The disclosure in respect of the defined Gratuity Plan are given below:**

**1. Assumptions**

Assumptions	Year ended March 31, 2023	Year ended March 31, 2022
Discount Rate	7.42% per annum	NA
Rate of increase in Compensation Levels	7.50% per annum	NA
Rate of Return on Plan Assets	Not Applicable	NA
Average future services (in Years)	29.52 Yrs	NA

**2. Change in the Present value of Defined Benefit obligation**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Present value of obligation as at the beginning of the year:	-	NA
Acquisition adjustment	-	NA
Interest cost	-	NA
Past service cost*	12,330.73	NA
Current service cost	7,179.38	NA
Curtailment Cost/(Credit)	-	NA
Settlement Cost/(Credit)	-	NA
Benefits paid	-	NA
Actuarial (gain)/loss on obligations	-	NA
<b>Present Value of Benefit Obligation at the End of the Period</b>	<b>19,510.11</b>	<b>-</b>
Current Liability	1,292.31	NA
Non-Current Liability	18,217.80	NA

**3. Change in the Fair Value of Plan Assets**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Fair value of Plan Assets as at the beginning of the year:	-	NA
Acquisition Adjustments	-	NA
Expected Return on Plan Assets	-	NA
Employers' Contributions	-	NA
Benefits Paid	-	NA
Actuarial Gains/(Losses) on Plan Assets	-	NA
<b>Fair Value of Plan Assets at the End of the Year</b>	<b>-</b>	<b>-</b>

**4. Fair Value of Plan Assets**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Fair value of plan asset at the beginning of year	-	NA
Acquisition Adjustments	-	NA
Actual return on plan assets	-	NA
Employers' Contributions	-	NA
Benefits Paid	-	NA
Fair value of plan assets at the end of year	-	NA
Funded Status	(19,510.11)	NA
<b>Excess of actual over estimated return on plan assets</b>	<b>-</b>	<b>-</b>



**5. Actuarial Gain/Loss Recognised**

Particulars	Year ended 2023	March 31, March	Year ended 31, 2022	March
Actuarial gain/(loss) for the year - Obligation	NA		NA	
Actuarial (gain)/loss for the year - Plan Assets	NA		NA	
Total (gain) / loss for the year	NA		NA	
Actuarial (gain) / loss recognized in the year	NA		NA	
<b>Unrecognized actuarial (gains)/losses at the end of the year</b>		-		-

**6. Amount recognized in Balance Sheet**

Particulars	Year ended 2023	March 31, March	Year ended 31, 2022	March
Present Value of Benefit Obligation at the end of the Year		19,510.11	NA	
Fair Value of Plan Assets at the end of the Period		-	NA	
Funded Status		(19,510.11)	NA	
Unrecognized Actuarial (gains)/losses		-	NA	
<b>Net (Liability)/Asset Recognized in the Balance Sheet</b>		<b>(19,510.11)</b>		<b>-</b>

**7. Amount recognized in Profit and Loss**

Particulars	Year ended 2023	March 31, March	Year ended 31, 2022	March
Current Service Cost		7,179.38	NA	
Past Service Cost		12,330.73	NA	
Interest Cost		-	NA	
Expected Return on Plan Assets		-	NA	
Curtailment Cost / (Credit)		-	NA	
Settlement Cost / (Credit)		-	NA	
Net actuarial (gain) / loss recognized in the year		-	NA	
<b>Expenses Recognized in the statement of Profit &amp; Loss</b>		<b>19,510.11</b>		<b>-</b>

**Details of Gratuity Expense and Provision Amount**

Particulars	Year ended 2023	March 31, March	Year ended 31, 2022	March
Current Liability		1,292.31	NA	
Non-Current Liability		18,217.80	NA	
Total Liability		19,510.11		-
<b>Total Liability at the end of the Year</b>		<b>19,510.11</b>		<b>-</b>
<b>Total Gratuity Expense recognized</b>		<b>19,510.11</b>		<b>-</b>

**Note 31.3: Leave Encashment**

This section provides the Report under AS 15 (Revised 2005) in respect of Leave Encashment Plan.

The following tables summarise the components of net benefit expense recognised in the summary statement of profit or loss and the funded status and amounts recognised in the statement of assets and liabilities for the respective plans:

**1. Assumptions**

Assumptions	Year ended 2023	March 31, March	For the year ended March 31, 2022
Discount Rate	7.42% per annum		NA
Rate of increase in Compensation Levels	7.50% per annum		NA
Rate of Return on Plan Assets	Not Applicable		NA
Average future services (in Years)	29.52 Yrs		NA

**2. Change in the Present value of Defined Benefit obligation**

Particulars	Year ended 2023	March 31, March	For the year ended March 31, 2022
Present value of obligation as at the beginning of the year:			NA
Liability Transfer In/(Out)			NA





Interest cost	-	NA
Past service cost*	2,497.07	NA
Current service cost	3,602.58	NA
Curtailment Cost / (Credit)	-	NA
Settlement Cost / (Credit)	-	NA
Benefits paid	-	NA
Actuarial (gain)/ loss on obligations	-	NA
<b>Present Value of Benefit Obligation at the End of the Year</b>	<b>6,099.65</b>	<b>-</b>

### 3. Change in the Fair Value of Plan Assets

Particulars	Year ended 2023	March 31, 2022
Fair value of Plan Assets as at the beginning of the year:	-	NA
Assets Transfer In/(Out)	-	NA
Expected Return on Plan Assets	-	NA
Employers' Contributions	-	NA
Benefits Paid	-	NA
Actuarial Gains/(Losses) on Plan Assets	-	NA
<b>Fair Value of Plan Assets at the End of the Year</b>	<b>-</b>	<b>-</b>

### 4. Fair Value of Plan Assets

Particulars	Year ended 2023	March 31, 2022
Fair value of plan asset at the beginning of year	-	NA
Assets Transfer In/(Out)	-	NA
Actual return on plan assets	-	NA
Employers' Contributions	-	NA
Benefits Paid	-	NA
Fair value of plan assets at the end of year	-	NA
Funded Status	(6,388.24)	NA
<b>Excess of actual over estimated return on plan assets</b>	<b>-</b>	<b>-</b>

### 5. Actuarial Gain/Loss Recognised

Particulars	Year ended 2023	March 31, 2022
Actuarial gain/(loss) for the year - Obligation	NA	NA
Actuarial (gain)/loss for the year - Plan Assets	NA	NA
Total (gain) / loss for the year	NA	NA
Actuarial (gain) / loss recognized in the year	NA	NA
<b>Unrecognized actuarial (gains)/losses at the end of the year</b>	<b>-</b>	<b>-</b>

### 6. Amount recognized in Balance Sheet

Particulars	Year ended 2023	March 31, 2022
Present Value of Benefit Obligation at the end of the Year	6,388.24	NA
Fair Value of Plan Assets at the end of the Period	-	NA
Funded Status	(6,388.24)	NA
Unrecognized Actuarial (gains)/losses	-	NA
<b>Net (Liability)/Asset Recognized in the Balance Sheet</b>	<b>(6,388.24)</b>	<b>-</b>

### 7. Amount recognized in Profit and Loss

Particulars	Year ended 2023	March 31, 2022
Current Service Cost	3,949.03	NA
Past Service Cost	2,439.21	NA
Interest Cost	-	NA
Expected Return on Plan Assets	-	NA
Curtailment Cost / (Credit)	-	NA





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(formerly known as Kundan Edifice Private Limited)

(₹ In Hundred)

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Settlement Cost / (Credit)	-	NA
Net actuarial (gain)/ loss recognized in the year	-	NA
Expenses Recognized in the statement of Profit & Loss	6,388.24	-

**Note 32: Information pursuant to para 5(viii) of the General Instructions to the Statement of Profit and Loss****(a) Value of Imports on C.I.F Basis**

Particulars	Year ended 2023	March 31, 2022
Raw Materials*	5,16,505.68	2,546.38
<b>Total</b>	<b>5,16,505.68</b>	<b>2,546.38</b>

**(b) Consumption of raw materials**

Particulars	Year ended 2023		Year ended March 31, 2022	
	Amount	Percentage	Amount	Percentage
Imported	5,16,505.68	11.51%	2,546.38	0.10%
Indigenous	39,70,104.44	88.49%	24,86,605.38	99.90%
<b>Total</b>	<b>44,86,610.12</b>	<b>100.00%</b>	<b>24,89,151.76</b>	<b>100.00%</b>

**Note 33: Lease**

The Company has taken premises on operating lease and entered in to Cancellable Leave and License Agreements with various parties. An amount of Rs 96,16,870 (P.Y. Rs. 53,85,185) is recognised as lease expense in the Statement of Profit and Loss for the year ended 31st March ,

**General description of Leasing arrangements:**

- Leased Assets : Factory Premises
- There is lock in period of 36 months in one factory premises. Also company have no rights to terminate the agreement.
- There is escalation clause in the lease arrangements. There are no restrictions imposed by the Lease arrangements. There are no Sublease.
- At the expiry of lease term , the company has an option either to return the asset or extend the term by giving notice in writing.

**Note 34:**

In accordance with the requirements of Accounting Standard 17 "Segmental Reporting", the Company's business consist of one reportable segment of business of "Manufacture & Selling LED Strip Lights" hence no separate disclosure pertaining to attributable Revenues, Profits, Assets, Liabilities, Capital employed are given.

**Note 35:**

The financial statements for the year ended 31st March, 2022 were audited by another firm of Chartered Accountants and the same has been reclassified, wherever considered necessary, to conform the current years presentation. Figures wherever not available/furnished in the last year's financial statements have not been given and hence not strictly comparable.

**Note 36:**

Certain Trade receivables, Advances and Trade payables as at March 31, 2023 are subject to confirmation of balances and reconciliation with the respective parties, the impact of which is not ascertained. The financial statements do not include the impact of adjustments, if any, which may arise out of the confirmation and reconciliation process. Management is of the opinion that there will be no significant impact on the

**Note 37:**

In the opinion of the Board the Current Assets, Loans & Advances are realisable in the ordinary course of business atleast equal to the amount at which they are stated in the Balance Sheet. The provision for all known liabilities is adequate and not in excess of amount reasonably

**Note 38: Change in Accounting Policy**

i) During the period the Company has changed its accounting policy for Gratuity & Leave encashment from "Cash Basis" to "Actuarial Valuation" and accordingly the Company has done actuarial valuation of Gratuity & Leave encashment as on 31st March, 2023 and based on the valuation report, the Gratuity of Rs. 19,51,011/- and Leave encashment of Rs. 6,09,965/- is been accounted in the Profit & Loss Account of the period ended 31st, March 2023.

ii) During the period the company has changed its accounting policy for valuation of raw material from "At Cost" to "Lower of Cost or Net realisable value" and as there were no Raw material items which had the value lower than the Cost there are no impact of such change on the

**Note 39: Other Statutory Information**

- The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- Due to some technical difficulty, the Company is unable to create the charge on vehicle loans hypothecated against the respective vehicles and is under process for creation of charge on the same which is yet to be registered with Registrar of Companies (ROC) beyond the statutory
- The Company has not been declared as wilful defaulter by any bank or financial institutions or other lenders.
- During the audited period, the Company has not revalued its Property, Plant and Equipments.
- The Company have not traded or invested in Crypto currency or Virtual Currency during the audited period



**Kundan Edifice Limited**

(formerly known as Kundan Edifice Private Limited)

(₹ In Hundred)

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vi) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

vii) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,

viii) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

ix) Based on the information available with the Company, the Company do not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

**Note 40:**

The board of directors of the Company in the Board meeting dated 16th February, 2023 and Shareholders of the Company in the Extra Ordinary General Meeting dated 13th March, 2023 have approved the sub-division of each of the Equity Share Capital of the Company having face value of Rs.100/- each in the Equity share capital of the company sub-divided into 10 Equity shares having a face value of Rs.10/- each ("Sub- division"). As a result of this the equity portion of authorized share capital of the company is revised to 1,10,00,000 equity shares of face value of Rs 10 each i.e. Rs 1,100 Lacs. as on the date of signing of the financials. Further the Board of Directors at its meeting held on 29th March 2023, pursuant to section 63 and other applicable provisions, if any of the Companies Act 2013 and rules made thereunder, proposed that a sum of Rs.450 Lacs be capitalised as Bonus Equity Shares out of free reserves and surplus, distributed amongst the Equity Shareholders by issue of 45,00,000 Equity Shares of Rs.10 each credited as Fully paid to the Equity Shareholders in the proportion of 1.5 (One decimal Five) Equity Share for every 1 (One) Equity Shares. It has been approved in the extra ordinary general meeting held on 13th March, 2023. The Board of Directors of the Company in the Board meeting dated March 31, 2023 allotted the Bonus Equity Shares to the shareholders of the Company. As a result of this the issued, subscribed & fully paid up equity share capital of the company as on date of signing of the financials is 75,00,000 equity shares of face value of Rs 10 each i.e. Rs 750 Lacs. Earnings Per Share calculations have been reinstated in all the periods to give effect of this subdivision (Split) and bonus.

**Note 41:**

The Balance sheet, Statement of profit and loss, Cash flow statement, Statement of significant accounting policies and the other explanatory Notes form an integral part of the financial statements of the Company for period ended 31st March, 2023 & 31st March 2022.

In terms of our report of even date

For AMS & CO.

Chartered Accountants

Firm Reg. No. 130878W

*Ashok*

Ashok Kumar Puri

Partner

Membership No. 128996



For and on behalf of Board of Directors

Kundan Edifice Limited

*Divyansh*

Divyansh Mukesh Gupta

Director

DIN: 06846463



*Malika*

Malika Mukesh Gupta

Director

DIN: 07961410

*Rashmi*

Rashmi Jugal Karnani

(Company Secretary)

PAN: AXEPK9705F

*Mahesh*

Mahesh Singh Masani

(CFO)

PAN: ACGPM6493B

Place: Mumbai

Date: 29th July, 2023

Place: Mumbai

Date: 29th July, 2023