

Amazia Vision Environment Private Limited

Financial statements together with the
Independent Auditor's Report for the year ended
31 March 2021

Amazia Vision Environment Private Limited

Financial statements together with the Independent Auditor's Report
for the year ended 31 March 2021

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ANRK & Associates LLP

Chartered Accountants

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Independent Auditor's Report

To the Members of
Amazia Vision Environment Private Limited

Report on the audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Amazia Vision Environment Private Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2021, the Statement of Profit and Loss, the Cash flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2021, its profit 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 SAs are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the 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.

Emphasis of Matters

We draw attention to Note 31 to the financial statements which states that the management has made an assessment of the impact of COVID-19 on the Company's operations, financial performance and position as at and for the year ended March 31, 2021 and has concluded that there is no impact which is required to be recognised in the financial statements. Accordingly, no adjustments have been made to the financial statements.

Our opinion is not modified in respect of this matter.

Other information

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



**Amazia Vision Environment Private Limited
Independent Auditors' Report (continued)**

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 statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's responsibility for the Financial Statements

The Company's Management and Board of Directors are 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 state of affairs, the loss 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 statements 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 and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's 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 auditors' 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.



Amazia Vision Environment Private Limited
Independent Auditors' Report (continued)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. The Company does not meet the revenue and aggregate criteria for borrowings during the year. Accordingly, the report on the Internal Financial Controls under clause (i) of sub section 3 of section 143 of the Act is not applicable to the Company.
- 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 auditors' 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.

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.

Other Matters

Due to the restrictions and lock down laid by the government of India due to the COVID-19 pandemic, it was impracticable for us to attend the physical verification of inventory by the management subsequent to the year end. Consequently, we have performed related alternative audit procedures such as performing subsequent date inventory count, verified roll back procedure, etc and have obtained sufficient, appropriate audit evidence over the existence of inventory.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government in terms of section 143 (11) of the Act, 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. A) As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.



**Amazia Vision Environment Private Limited
Independent Auditors' Report (continued)**

- 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 aforesaid financial statements comply with Accounting Standards specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) Since the Company's turnover as per last audited financial statements is less than 50 crores and its borrowings from banks and financial institutions at any time during the year is less than 25 crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls vide notification dated June 13, 2017.
- B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company did not have any pending litigations as at 31 March 2021 which would impact its financial statements.
- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- C) Since the Company is a private limited company, provisions of section 197 is not applicable to the Company, accordingly matters to be included in Auditors' Report under section 197 (16) are not applicable.

**For ANRK and Associates LLP
Chartered Accountants
Firm Registration Number: W-100001**



**Kiran Bhagwat
Partner
Membership Number: 144121
Place: Pune
Date: 8 November 2021
UDIN: 22144121AAAAAI1545**



Amazia Vision Environment Private Limited
Annexure A to the Independent Auditor's Report

With reference to the Annexure referred to in paragraph 1 in Report on Other Legal and Regulatory Requirements of the Independent Auditor's Report to the members of the Company on the financial statements for the year ended 31 March 2021, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a regular program of physical verification of its fixed assets by which all the fixed assets are verified at the end of each year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of the assets. No material discrepancies were noticed on such verification.
- (c) The title deeds of all immovable properties are held in the name of the Company as on the date of the Balance Sheet.
- (ii) The inventory has been physically verified at reasonable intervals by the management during the year. In our opinion, the frequency of such verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of account.
- (iii) The Company has not granted any loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or other parties covered in the register required under Section 189 of the Act.
- (iv) The Company has not given any loan, guarantee or security to persons covered under Section 185 nor given any security covered under Section 186 of the Act.
- (v) The Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Act and the Rules made thereunder.
- (vi) As informed to us the Company does not comes under the purview of maintenance of cost records as specified by the Central Government under sub-section (1) of under Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014 for any of the activities of the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Income-Tax, Duty of Customs, Goods and Service Tax, provident Fund and any other statutory dues have been generally regularly deposited during the year by the Company with the appropriate authorities *except for undisputed statutory dues relating to Employees' Provident Fund wherein there are has been delays ranging from 1 to 133 days, Goods and Service Tax wherein there has been delays ranging from 1 day to 59 days and tax deducted at source wherein there has been delays ranging from 1 day to 37 days*. As explained to us, the Company did not have any dues on account of Wealth Tax, Sales Tax, Value Added Tax, Customs Duty and Investor Education and Protection Fund.

According to the information and explanations given to us, no undisputed amounts payable in respect of Profession tax, Income Tax, Goods and Services Tax and any other material statutory dues were in arrears as at 31 March 2021 for a period of more than six months from the date they became payable except in respect of below mentioned undisputed dues:

- (b) According to the information and explanations given to us, there are no dues of Income-Tax, Duty of Customs, Goods and Service Tax which have not been deposited with the appropriate authorities on account of any dispute.



Amazia Vision Environment Private Limited

Annexure A to the Independent Auditor's Report (continued)

- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to banks and financial institutions. The Company did not have any outstanding debentures during the year.
- (ix) According to the information and explanations given to us, the term loans availed by the Company have been applied for the purpose for which they were raised. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year.
- (x) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (xi) The provisions of section 197 read with Schedule V to the Act are not applicable to the Company.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company as per the Act.
- (xiii) In our opinion and according to the information and explanations given to us, all the transactions with related parties are in compliance with 188 of the Act and the details, as required by the applicable accounting standards, have been disclosed in the financial statements. The provisions of Section 177 are not applicable to the Company and accordingly reporting under clause 3(xiii) insofar as it relates to Section 177 of the Act is not applicable to the Company.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partially convertible debentures during the year.
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with him during the year.
- (xvi) In our opinion, the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.

For ANRK and Associates LLP

Chartered Accountants

Firm Registration Number: W-100001



Kiran Bhagwat

Partner

Membership Number: 144121

Place: Pune

Date: 8 November 2021

UDIN: 22144121AAAAAI1545



Amazia Vision Environment Private Limited
Balance Sheet as at 31 March 2021
CIN: U25190PN2017PTC170034

	Notes	31 March 2021	31 March 2020
Equity and Liabilities			
Shareholders' funds			
Share capital	3	73,630,563	73,630,563
Reserves and surplus	4	(29,530,236)	(30,144,692)
		<u>44,100,327</u>	<u>43,485,871</u>
Non-current liabilities			
Long-term borrowings	5	106,792,108	69,525,647
		<u>106,792,108</u>	<u>69,525,647</u>
Current liabilities			
Trade payables			
-Total outstanding dues of micro enterprises, small enterprises and medium enterprises	6	-	-
-Total outstanding dues of creditors other than micro enterprises, small enterprises and medium enterprises		48,593,615	62,680,053
Short-term borrowings	7	46,785,148	39,738,783
Other current liabilities	8	35,951,775	13,427,339
		<u>131,330,538</u>	<u>115,846,175</u>
Total		<u><u>282,222,973</u></u>	<u><u>228,857,693</u></u>
Assets			
Non-current assets			
Property, plant and equipment			
-Tangible assets	9	94,997,356	110,190,024
Non current investments	10	3,113,000	2,938,000
Other non-current assets	11	3,844,532	3,368,574
		<u>101,954,888</u>	<u>116,496,598</u>
Current assets			
Inventories	12	73,809,421	44,705,965
Trade receivables	13	52,677,170	46,227,910
Cash and cash equivalents	14	263,279	310,762
Other current assets	15	53,518,215	21,116,458
		<u>180,268,085</u>	<u>112,361,095</u>
Total		<u><u>282,222,973</u></u>	<u><u>228,857,693</u></u>
Significant accounting policies	1-2		
Notes to and forming part of financial statements	3-31		

The notes referred to above form an integral part of the financial statements
Subject to our separate report of even date

For ANRK & Associates LLP
Chartered Accountants
Firm Registration Number: W-100001

For and on behalf of the Board of Directors of
Amazia Vision Environment Private Limited



Kiran Bhagwat
Partner
Membership No. 144121
Place: Pune
Date: 8 November 2021
UDIN: 22144121AAAAA1545



Dhananjay Pawar
Director
DIN: 07547394
Place: Pune
Date: 8 November 2021

Swati Pawar
Director
DIN: 07552572
Place: Pune
Date: 8 November 2021

Amazia Vision Environment Private Limited
Statement of Profit and Loss for the year ended 31 March 2021
CIN: U25190PN2017PTC170034

	Notes	31 March 2021	31 March 2020
Income			
Revenue from operations	16	355,451,256	112,829,219
Other income	17	15,444,745	745,239
Total income		370,896,001	113,574,458
Expenses			
Purchase of traded goods	18	46,875,717	56,277,960
Cost of material consumed	19	273,614,742	21,691,385
(Increase)/decrease in inventories	20	(37,956,781)	5,546,731
Employee benefit expenses	21	8,381,714	3,517,613
Finance cost		13,710,807	8,212,532
Other expenses	22	46,239,134	16,581,297
Depreciation	9	19,416,212	14,947,455
Total expenses		370,281,545	126,774,973
Profit/(loss) before tax		614,456	(13,200,515)
Tax expense			
- Current tax		-	-
- Earlier year taxes		-	68,728
Total		-	68,728
Profit/(loss) for the year		614,456	(13,269,243)
Basic profit/(loss) per equity share of Re. 1 (March 2020: Re.1) each	24	0.01	(0.18)
Significant accounting policies	1-2		
Notes to and forming part of financial statements	3-31		

The notes referred to above form an integral part of the financial statements
Subject to our separate report of even date

For ANRK & Associates LLP
Chartered Accountants
Firm Registration Number: W-100001



Kiran Bhagwat
Partner
Membership No. 144121
Place: Pune
Date: 8 November 2021
UDIN: 22144121AAAAAI1545



For and on behalf of the Board of Directors of
Amazia Vision Environment Private Limited

Dhananjay Pawar Director DIN: 07547394 Place: Pune Date: 8 November 2021	Swati Pawar Director DIN: 07552572 Place: Pune Date: 8 November 2021
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	Notes	31 March 2021	31 March 2020
A) Cash flow from operating activities			
Net profit before tax		614,456	(13,200,515)
Adjustment to reconcile profit before tax to net cash flows:			
Net foreign exchange fluctuations		464,860	(159,648)
Depreciation and amortization		19,416,212	14,947,455
Finance costs		13,710,807	8,212,532
Interest income		(150,639)	(162,091)
Liabilities written back		3,490,232	1,040,391
Operating profit before working capital changes		37,545,928	10,678,124
Movements in working capital:			
Increase in inventories		(29,103,456)	(12,263,833)
Increase in trade receivables		(6,449,260)	(6,842,685)
Increase in other current assets		(32,401,756)	(12,081,268)
(Decrease)/increase in trade payable		(18,041,529)	12,310,543
Increase/(decrease) in other non current assets		-	(2,828,858)
Increase/(decrease) in other liabilities		18,451,678	299,826
		(67,544,323)	(21,406,275)
Cash used in operations		(29,998,395)	(10,728,151)
Direct taxes paid		(480,661)	24,098
Net cash flow used in operating activities		(30,479,056)	(10,704,053)
B) Cash flows from investing activities			
Purchase of unquoted shares		(175,000)	(1,438,000)
Purchase of property, plant and equipment		(2,033,723)	(38,179,432)
Interest received		155,342	162,091
Net cash flows used in investing activities		(2,053,381)	(39,455,341)
C) Cash flows from financing activities			
Proceeds from long term borrowings (net)		30,750,356	27,307,581
Proceeds from short term borrowings (net)		1,734,598	23,042,205
Net cash flows from financing activities		32,484,954	50,349,786
Net increase/(decrease) in cash and cash equivalents		(47,483)	190,392
Cash and cash equivalents at beginning of the year		310,762	120,370
Cash and cash equivalents at end of the year (also refer note 14)		263,279	310,762
Components of cash and cash equivalents			
Cash in hand		30,460	296,988
Balances with banks:			
In current accounts		232,819	13,774
Total cash and cash equivalents (also refer note 14)		263,279	310,762

Significant accounting policies

1-2

Notes to and forming part of financial statements

3-31

Subject to our separate report of even date attached

For ANRK & Associates LLP
Chartered Accountants
Firm Registration Number: W-100001

For and on behalf of the Board of Directors of
Amazia Vision Environment Private Limited



Kiran Bhagwat
Partner
Membership No. 144121
Place: Pune
Date: 8 November 2021
UDIN: 22144121AAAAAI1545



Dhananjay Pawar
Director
DIN: 07547394
Place: Pune
Date: 8 November 2021

Swati Pawar
Director
DIN: 07552572
Place: Pune
Date: 8 November 2021

Amazia Vision Environment Private Limited

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

CIN: U25190PN2017PTC170034

1. Background

Amazia Vision Environment Private Limited ('the Company') is a Company incorporated on 21 April 2017 and has its registered office in Pune. This Company was formed with the objective of taking over the running business of Pawar Polymers including all assets and liabilities as at the above date which was a proprietary firm of Dhananjay Pawar, one of the Directors of the Company. The Company is engaged in recycling of non-metal waste and scrap and polymer and rubber products, polymer intermediates and other allied materials.

2. Significant accounting policies

2.1 Basis of preparation of financial statements

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ('the Act'), read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Act. The financial statements have been prepared under the historical cost convention on accrual basis. The financial statements are presented in Indian rupees and rounded off to the nearest rupee.

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

2.2 Use of estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenue and expenditure during the reporting period. Actual results may differ from those estimates. Any difference between the actual results and estimates are recognised in the period in which the results are known/ materialize. Any revision to accounting estimates is recognised prospectively in the current and future periods.

2.3 Current-non-current classification

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

Assets

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

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

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



Liabilities

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

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

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

Operating cycle

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

2.4 Property, plant and equipment and depreciation

a) Tangible assets and depreciation

Tangible fixed assets are carried at acquisition cost less accumulated depreciation. The cost of an item of tangible fixed asset comprises its purchase price including inward freight, duties, taxes and any directly attributable cost of bringing the asset to its working condition for its intended use net of trade discounts and rebates.

Depreciation is provided on written down value method in accordance with the provisions of Section 123 of the Act, at the rates and in the manner specified in Schedule II.

b) Intangible assets and amortization

Intangible assets (including intangible assets under development) are recognised when the asset is identifiable, is within the control of the Company, it is probable that the future economic benefits that are attributable to the asset will flow to the Company and cost of the asset can be reliably measured.

Acquired intangible assets which comprise expenditure incurred on acquisition of user licenses for computer software's are recorded at the cost of acquisition / development and are amortised over the estimated useful life on a straight line basis, commencing from the date the asset is available for its use. The useful life of intangible assets is reviewed by management at each Balance Sheet date.

2.5 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:



a) Sale of goods

Revenue from sale of goods and services are recognised when all significant risks and rewards of ownership of goods are passed onto the customers. Sales are recorded net of sales tax/ value added tax/ goods and service tax, discounts and rebates as applicable.

b) Sale of services

Revenue from services is recognized in the year in which services are rendered, provided the recovery of the amount is certain.

c) Subsidies

Government subsidies are accounted for in the period in which it accrues, if the entitlements can be estimated with reasonable accuracy and conditions precedent to claim are reasonably expected to be fulfilled.

2.6 Employee benefits

(a) Short term employee benefits

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

(b) Post-employment benefits (defined benefit plans)

The Company operates a defined benefit plan for its employees, viz., gratuity. The cost of providing benefits under this plan is determined on the basis of actuarial valuation at each year-end; using the projected unit credit method. Actuarial gains and losses are recognized in full in the period in which they occur in the Statement of Profit and Loss.

(c) Post-employment benefits (defined contribution scheme)

Retirement benefit in the form of provident fund scheme is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund as an expenditure, when an employee renders the related service.

2.7 Accounting for taxes on income

Income tax

Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). Income-tax expense is recognized in the Statement of Profit or Loss. Current tax is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the applicable tax rates and tax laws.

Deferred tax

Deferred tax is recognized in respect of timing differences between taxable income and accounting income i.e. differences that originate in one period and are capable of reversal in one or more subsequent periods. The deferred tax charge or credit and the corresponding deferred tax liabilities



or assets are recognized using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets are reviewed as at each Balance Sheet date and written down or written-up to reflect the amount that is reasonably/virtually certain (as the case maybe) to be realized.

2.8 Provisions and contingencies

A provision is recognised in the Balance Sheet, when the Company has a present obligation as a result of a past event and it is probable that an outflow of economic resources will be required to settle the obligation. Provisions are recognised at the best estimate of the expenditure required to settle the obligation at the Balance Sheet date. The provisions are measured on an undiscounted basis. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

Contingencies

Provision in respect of loss contingencies relating to claims, litigations assessment, fines, penalties etc are recognised when it is probable that a liability has been incurred and the amount can be estimated reliably.

2.9 Leases

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership over the lease term are classified as operating lease. Operating lease rentals are recognised over the period of the lease in the Statement of Profit and Loss.

2.10 Earnings per share

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

The diluted earnings per share is computed by dividing the net profit/loss attributable to equity shareholders for the year by the weighted average number of equity and equivalent potential dilutive equity shares outstanding during the year, except where the result would be anti-dilutive.

2.11 Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

2.12 Investments

- Investments are classified as current investments and long term investments. Investments intended to be held for not more than one year from date of purchase are classified as current investments and investments other than current investments are classified as long term investments.
- Cost comprises the purchase price and acquisition charges thereon.



Amazia Vision Environment Private Limited

Notes to the financial statements for the year ended 31 March 2021 (continued)

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- Provision for diminution in the value of long term investments is made only if such a decline is other than temporary in the opinion of the management.
- Current investments are valued at lower of cost or realizable value.

2.13 Borrowing costs

Borrowing costs are expensed in the year in which they are incurred except for borrowing costs directly attributable to the acquisition or construction of those qualifying assets, which necessarily take a substantial period of time to get ready for their intended use. These costs are capitalized as part of cost of such assets. All other borrowing costs are recognized as an expense in the period in which they are incurred.



31 March 2021 31 March 2020

Note 3: Share capital

Authorised share capital:

80,000,000 equity shares of Re. 1 each	80,000,000	80,000,000
(March 2020: 80,000,000 equity shares of Re. 1 each fully paid up)	<u>80,000,000</u>	<u>80,000,000</u>

Issued, subscribed and paid up share capital:

73,630,563 equity shares of Re. 1 each fully paid up	73,630,563	73,630,563
(March 2020: 73,630,563 equity shares of Re. 1 each fully paid up)	<u>73,630,563</u>	<u>73,630,563</u>

Rights, preferences and restrictions attached to shares

A) Equity shares

The Company has only one class of equity shares having a par value of Re. 1 each. All equity shares shall be of the same class and shall be alike in all respects and the holders thereof shall be entitled to identical rights and privileges including without limitation to identical rights and privileges with respect to dividends, voting rights, and distribution of assets in the event of voluntary or involuntary liquidation, dissolution or winding up of the Company.

Reconciliation of the number of shares and amount outstanding at the end of the reporting date

Equity shares	31 March 2021		31 March 2020	
	No. of shares	Amount (in Rs.)	No. of shares	Amount (in Rs.)
At the commencement of the year	73,630,563	73,630,563	73,630,563	73,630,563
Issued during the year	-	-	-	-
At the end of the year	<u>73,630,563</u>	<u>73,630,563</u>	<u>73,630,563</u>	<u>73,630,563</u>

Particulars of shareholders holding more than 5% shares in the Company

Name of the shareholder	31 March 2021		31 March 2020	
	No. of shares	% of holding	No. of shares	% of holding
Dhananjay Shivaji Pawar	73,550,563	99.89%	73,550,563	99.89%

Note 4: Reserves and surplus

Statement of Profit and Loss

Balance at the beginning of the year	(30,144,692)	(16,875,448)
Add: Profit/(loss) for the year	614,456	(13,269,243)
Balance at the end of the year	<u>(29,530,236)</u>	<u>(30,144,692)</u>



	31 March 2021	31 March 2020
Note 5: Long-term borrowings		
Secured		
-Term loan from bank	56,206,786	61,208,657
Unsecured loans		
-From Directors#	50,585,322	8,316,990
	106,792,108	69,525,647

Maturity profile of long term borrowings:

Particulars	0-1 year *	1-2 years	2-3 years
as on 31st March 2021	9,084,586	10,357,419	45,849,367
as on 31st March 2020	7,201,650	18,309,076	42,899,581

*Shown under Note 8 "Other current liabilities: Current maturity of long term borrowings"

Secured:

(a) For term loans from bank

(1)Term loan from The Karad Urban Co-op Bank Limited is secured by first charge on Land admeasuring 100 R along with constructed property admeasuring 3677.79 sq.m at Gat No. 168, Atit, Satara and carry interest rate of 14%.

(b) For Micro, Small and Medium Enterprises (MSME) loan from bank

(1) MSME loan from The Karad Urban Co-op Bank Limited is secured by first charge on Machinery and equipments for which loan is availed and carry interest rate of 12%.

The above loans are additionally secured against the properties that are owned by the directors

The loans from directors are interest free and are payable after 12 months as per agreement with the Company.

Note 6: Trade payables

-Total outstanding dues of micro enterprises, small enterprises and medium enterprises

-Total outstanding dues of creditors other than micro enterprises, small enterprises and medium enterprises

	48,593,615	62,680,053
	48,593,615	62,680,053

Note 7: Short-term borrowings

Secured loans

-From Bank*

	46,785,148	39,738,783
	46,785,148	39,738,783

*Working capital loans from banks are secured by first charge on the debtors and inventory and carry interest rate ranging from 9% to 12%. All the loans are secured by personal guarantee of the directors.

Note 8: Other current liabilities

Current maturity of long term borrowings (Refer note 5)

Statutory dues payable

-Goods and service tax

-Tax deducted at source

-Tax collected at source

Employees related liabilities

Payable for purchase of fixed assets

Expenses payable

Advance from customers

	9,084,586	7,201,650
	5,312,250	-
	29,938	34,760
	204,418	-
	791,461	733,880
	4,672,957	2,483,136
	13,265,500	1,401,945
	2,590,665	1,571,968
	35,951,775	13,427,339



Note 9: Property, plant and equipments
(a) Tangible assets

Particulars	Land	Computers	Factory building	Electrical installation	Plant and equipments	Total
Gross block						
Balance as at 1 April 2019	12,337,500	14,831	69,380,788	1,090,780	25,551,821	108,375,720
Additions during the year	-	-	-	740,000	37,439,432	38,179,432
Disposals during the year	-	-	-	-	-	-
Balance as at 31 March 2020	12,337,500	14,831	69,380,788	1,830,780	62,991,253	146,555,152
Balance as at 1 April 2020	12,337,500	14,831	69,380,788	1,830,780	62,991,253	146,555,152
Additions during the year	-	11,682	-	-	4,211,862	4,223,544
Disposals during the year	-	-	-	-	-	-
Balance as at 31 March 2021	12,337,500	26,513	69,380,788	1,830,780	67,203,115	150,778,696
Depreciation						
Accumulated Balance as at 1 April 2019	-	11,372	10,055,785	403,963	10,946,553	21,417,673
Depreciation for the year	-	2,185	5,635,875	192,655	9,116,740	14,947,455
Accumulated depreciation on disposals	-	-	-	-	-	-
Balance as at 31 March 2020	-	13,557	15,691,660	596,618	20,063,293	36,365,128
Accumulated Balance as at 1 April 2020	-	13,557	15,691,660	596,618	20,063,293	36,365,128
Depreciation for the year	-	4,706	5,100,467	319,543	13,991,496	19,416,212
Accumulated depreciation on disposals	-	-	-	-	-	-
Balance as at 31 March 2021	-	18,263	20,792,127	916,161	34,054,789	55,781,340
Net block						
As at 31 March 2021	12,337,500	8,250	48,588,661	914,619	33,148,326	94,997,356
As at 31 March 2020	12,337,500	1,274	53,689,128	1,234,162	42,927,960	110,190,024



Amazia Vision Environment Private Limited
Notes to the financial statements for the year ended 31 March 2021 (continued)
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	31 March 2021	31 March 2020
Note 10: Non-current investments		
Unquoted investment in shares		
311,300 (March 2020: 293,800) unquoted shares of The Karad Urban Co-operative Bank Limited of face value INR 10 each	3,113,000	2,938,000
	<u>3,113,000</u>	<u>2,938,000</u>
Note 11: Non-current assets		
Security deposits	3,183,701	3,183,701
Advance tax (net of provision for tax)	523,892	43,231
Interest accrued but not due on deposits	136,939	141,642
	<u>3,844,532</u>	<u>3,368,574</u>
Note 12: Inventories (valued at lower of cost or net realisable value)		
Raw material	16,661,551	25,514,876
Semi finished and finished goods	31,943,468	13,824,414
Traded goods	25,204,402	5,366,675
	<u>73,809,421</u>	<u>44,705,965</u>
Note 13: Trade receivables (Unsecured, considered good unless otherwise stated)		
Receivables outstanding for a period exceeding six months from the date they became due for payment	667,924	630,355
Other receivables	52,009,246	45,597,555
	<u>52,677,170</u>	<u>46,227,910</u>
Note 14: Cash and cash equivalents		
Cash in hand	30,460	296,988
Balances with bank -in current accounts	232,819	13,774
	<u>263,279</u>	<u>310,762</u>
Details of bank balances/deposits		
Bank balances available on demand/deposits with original maturity of 3 months or less included under 'Cash and cash equivalents'	232,819	13,774
Bank deposits due to mature within 12 months from the reporting date included in other 'Cash and cash equivalents'	-	-
Bank deposits due to mature after 12 months from the reporting date included in other 'Non current investments'	-	-
Note 15: Other current assets		
Advance to suppliers	39,439,525	16,930,144
Incentives receivable	14,078,690	-
Balance with tax authorities	-	4,186,314
	<u>53,518,215</u>	<u>21,116,458</u>



	31 March 2021	31 March 2020
Note 16: Revenue from operations		
<i>Sale of traded goods</i>		
-Plastic scrap waste	31,126,214	31,104,357
	<u>31,126,214</u>	<u>31,104,357</u>
<i>Sale of finished goods</i>		
-Plastic reprocess granules	319,826,617	80,521,201
	<u>319,826,617</u>	<u>80,521,201</u>
Sale of services	4,498,425	1,203,661
	<u>4,498,425</u>	<u>1,203,661</u>
Total	<u><u>355,451,256</u></u>	<u><u>112,829,219</u></u>
Note 17: Other income		
Foreign exchange fluctuation (net)	-	159,648
Interest income	150,639	162,091
Government subsidies	14,078,690	-
Discount received	865,408	423,500
Other Income	350,008	-
	<u>15,444,745</u>	<u>745,239</u>
Note 18: Purchase of traded goods		
Plastic scrap waste	46,875,717	56,277,960
	<u>46,875,717</u>	<u>56,277,960</u>
Note 19: Cost of material consumed		
Inventory of raw materials at the beginning of the year	25,514,876	7,704,312
Purchases	264,761,417	39,501,949
Inventory of raw materials at the end of the year	16,661,551	25,514,876
	<u>273,614,742</u>	<u>21,691,385</u>
Breakup of materials consumed		
Plastic waste scrap	267,856,475	20,001,468
Chemicals	5,758,267	1,689,917
	<u>273,614,742</u>	<u>21,691,385</u>
Note 20: (Increase)/ decrease in inventories		
Semi-finished and finished goods (a)		
Inventories at the beginning of the year	13,824,414	22,338,020
Inventories at the end of the year	31,943,468	13,824,414
(Increase)/ decrease in inventories of semi-finished and finished goods	<u>(18,119,054)</u>	<u>8,513,606</u>
Traded goods (b)		
Inventories at the beginning of the year	5,366,675	2,399,800
Inventories at the end of the year	25,204,402	5,366,675
(Increase)/ decrease in inventories of traded goods	<u>(19,837,727)</u>	<u>(2,966,875)</u>
(Increase)/ decrease in inventories (c)=(a)+(b)	<u>(37,956,781)</u>	<u>5,546,731</u>
Note 21: Employee benefit expenses		
Salary and wages	8,247,422	3,237,315
Staff welfare expenses	48,349	128,840
Contribution to provident and other funds	85,943	151,458
	<u>8,381,714</u>	<u>3,517,613</u>
Note 22: Other expenses		
Power and fuel	30,873,378	11,516,750
Rent, rates and taxes	3,749,886	1,130,788
Freight	3,680,166	695,200
Sundry balances written off	3,490,232	1,040,391
Repairs and maintenance	1,507,866	858,593
Packing expenses	770,580	-
Insurance expenses	483,871	-
Foreign exchange fluctuation (net)	464,860	-
Auditor's remuneration (refer note 26)	342,152	347,600
Other expenses	319,190	134,034
Legal and professional fees	253,833	188,313
Travelling expenses	155,000	-
Office expenses	148,120	669,628
	<u>46,239,134</u>	<u>16,581,297</u>



Note 23: Related party transactions

A) Persons having significant influence over the Company

Key Managerial Personnel

Dhananjay Pawar	Director
Surekha More	Director
Swati Pawar	Director
Hrishikesh Sathe	Director
Varun Sathe	Director
Pratibha Deshmukh	Director
Pritam Pangal	Director
Aditya Deshmukh	Director
Archana Pangal	Director

B) Names of the related parties with whom transactions were carried out during the period and description of relationship :

Dhananjay Pawar	Director
Surekha More	Director
Swati Pawar	Director
Ultimate Trading Company	Firm in which the Company is having substantial interest
Dhanraj Enterprises	Proprietorship entity of a Director
Pawar Polymers	Proprietorship entity of a Director
Pratibha Deshmukh	Director
Pritam Pangal	Director
Hrishikesh Sathe	Director
Varun Sathe	Director

C) Disclosure of related party transactions

Name of related party	31 March 2021		31 March 2020	
	Amount of transactions during the year	Balance (receivable)/ payable	Amount of transactions during the year	Balance (receivable)/ payable
Unsecured loans availed/(repaid) (net)				
Dhananjay Pawar	6,675,649	6,000,659	11,360,388	674,990
Swati Pawar	196,541	2,911,541	2,715,000	2,715,000
Surekha More	1,284,787	4,211,787	2,927,000	2,927,000
Pratibha Deshmukh	-	1,000,000	1,000,000	1,000,000
Pritam Pangal	-	1,000,000	1,000,000	1,000,000
Dhanraj Enterprises	34,670,767	34,670,767	-	-
Varun Sathe	288,374	288,374	-	-
Hrishikesh Sathe	502,194	502,194	-	-
Purchase of traded goods				
Ultimate Trading Company	9,625,217	-	10,286,344	-
Dhanraj Enterprises	-	-	11,574,556	34,670,767
Sale of traded goods				
Ultimate Trading Company	-	26,001,137	21,254,506	42,150,915
Remuneration				
Aditya Deshmukh	300,000	-	-	-
Dhananjay Pawar	900,000	430,000	-	-

Note 24: Profit/(loss) per share

	31 March 2021	31 March 2020
Net loss attributable to equity shareholders	614,456	(13,269,243)
Weighted average number of equity shares of face value of Re. 1 each outstanding during the year	73,630,563	73,630,563
Net loss per equity share	0.008	(0.180)

Note 25: Disclosure as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

According to the information available with the Company, there are no dues to micro and small enterprises covered under 'The Micro, Small and Medium Enterprises Development Act, 2006' (the 'MSMED Act') as on 31 March 2021 (March 2020: Nil)



Note 26: Auditor's remuneration (accrual basis) (excluding goods and service tax)

Particulars	31 March 2021	31 March 2020
Statutory audit fees	105,000	105,000
Tax audit fees	40,000	40,000
Other services	197,152	202,600
	<u>342,152</u>	<u>347,600</u>

Note 27: Contingent liabilities not provided for: Nil (March 2020: Nil)

Note 28: Expenditure in foreign currency: Nil (March 2020: Nil)

Note 29: CIF value of imports: Nil (March 2020: Nil)

Note 30: Prior period comparatives

Prior year comparatives have been regrouped/ reclassified where necessary, to confirm with current year's presentation.

Note 31. Disclosure on COVID-19 Pandemic

The World Health Organization announced a global health emergency because of a new strain of coronavirus ("COVID- 19") and classified its outbreak as a pandemic on March 11, 2020. This pandemic and government response are creating disruption in the global supply chain and adversely impacting most of the industries which has resulted in global slowdown. The management has made an assessment of the impact of COVID-19 on the Company's operations, financial performance and position as at and for the year ended March 31, 2021 and has concluded that there is no impact which is required to be recognised in the financial statements. Accordingly, no adjustments have been made to the financial statements.

Subject to our report of even date attached

For ANRK & Associates LLP
Chartered Accountants
Firm Registration Number: W-100001

For and on behalf of the Board of Directors of
Amazia Vision Environment Private Limited



Kiran Bhagwat
Partner
Membership No. 144121
Place: Pune
Date: 8 November 2021
UDIN: 22144121AAAAAI1545



Dhananjay Pawar
Director
DIN: 07547394
Place: Pune
Date: 8 November 2021

Swati Pawar
Director
DIN: 07552572
Place: Pune
Date: 8 November 2021