



## **Independent Auditors' Report**

**To the Members of  
SWAPNIL SWITCHES PRIVATE LIMITED  
DELHI**

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

#### **Opinion**

We have audited the financial statements of "SWAPNIL SWITCHES PRIVATE LIMITED, DELHI" ("the Company"), which comprise the balance sheet as at **31st March 2022**, and the statement of Profit and Loss and statement of cash flows for the year ended on **31st March 2022**, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, 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 Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, 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 judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone 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 the matters described below to be the key audit matters to be communicated in our report.

Reporting of Key Audit Matters as per SA 701, are not applicable on the company as it is an unlisted company.



Contd...



**Information other than the financial statements and auditors' report thereon**

The Company's board of directors is 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.

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.

**Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, 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 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 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 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 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.

Contd...





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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone 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.

Contd...



**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 Companies Act, 2013, 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 it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'.
  - g) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of Sec 197(16) of the Act as amended, we report that Section 197 is not applicable to a private company. Hence reporting as per Section 197(16) is not required.
  - h) 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 does not have any pending litigations which would impact its financial position.
    - 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.

Contd...





- iv. (a) The management has represented that, to the best of its knowledge and belief, 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 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) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), 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) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.
- v. No dividend has been declared or paid during the year by the company.

PLACE: ALIGARH  
DATED: 23/05/2022  
UDIN: 22073732AJTZEM1170



For ATUL GUPTA & Co.  
Chartered Accountants  
(FRN.: 014970C)

A handwritten signature in black ink, appearing to read "Atul Kumar Gupta".

(CA. ATUL KUMAR GUPTA)  
PARTNER  
M.No.: 073732

Annexure 'A'

The Annexure referred to in paragraph 1 of Our Report on "Other Legal and Regulatory Requirements" in the case of Swapnil Switches Private Limited, Delhi for the financial year ended on 31<sup>st</sup> March, 2022

We report that:

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (b) As explained to us, Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification;
- (c) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company.
- (d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) As explained to us, 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.
- (ii) (a) As explained to us, physical verification of inventory has been conducted at reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by the management is appropriate. No discrepancy of 10% or more in the aggregate for each class of inventory were noticed on physical verification of stocks by the management as compared to book records.
- (b) The company has not been sanctioned during any point of time of the year, working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets.
- (iii) During the year the company has not made investments in, nor provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.
- (iv) In respect of loans, investments, guarantees, and security, provisions of sections 185 and 186 of the Companies Act have been complied with.

Contd...





- (v) The company has not accepted any deposits or amounts which are deemed to be deposits covered under sections 73 to 76 of the Companies Act, 2013.
- (vi) As per information & explanation given by the management, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act.
- (vii) (a) According to the records made available to us, company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanation given to us there were no outstanding statutory dues as on 31st of March, 2022 for a period of more than six months from the date they became payable.  
(b) According to the information and explanations given to us, there is no statutory dues referred to in sub-clause (a) that have not been deposited on account of any dispute.
- (viii) According to the information and explanations given by the management, no transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (ix) (a) In our opinion and according to the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.  
(b) According to the information and explanations given by the management, the company is not declared willful defaulter by any bank or financial institution or other lender;  
(c) In our opinion and according to the information and explanations given by the management, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained,  
(d) In our opinion and according to the information and explanations given by the management, funds raised on short term basis have not been utilised for long term purposes.  
(e) In our opinion and according to the information and explanations given by the management, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures,

Contd...



- (f) In our opinion and according to the information and explanations given by the management, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year.
- (b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.
- (xi) (a) According to the information and explanations given by the management, no fraud by the company or any fraud on the company has been noticed or reported during the year;
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) According to the information and explanations given to us by the management, no whistle-blower complaints had been received by the company.
- (xii) The company is not a Nidhi Company. Therefore, clause xii is not applicable on the company.
- (xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards;
- (xiv) (a) According to the information and explanations given by the management, the company has an internal audit system commensurate with the size and nature of its business;
- (b) The reports of the Internal Auditors for the period under audit were considered by us;
- (xv) On the basis of the information and explanations given to us, in our opinion during the year the company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) (a) In our Opinion and based on our examination, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934).
- (b) In our Opinion and based on our examination, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934,

Contd...





- (c) In our Opinion and based on our examination, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- (d) According to the information and explanations given by the management, the Group does not have any CIC as part of the Group.
- (xvii) Based on our examination, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year.
- (xix) On the information obtained from the management and audit procedures performed and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is 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;
- (xx) Based on our examination, the provision of section 135 are not applicable on the company. Hence this clause is not applicable on the company.
- (xxi) The company is not required to prepare Consolidate financial statement hence this clause is not applicable.

PLACE: ALIGARH  
DATED: 23/05/2022  
UDIN: 22073732AJTZEM1170



For ATUL GUPTA & Co.  
Chartered Accountants  
(FRN.: 014970C)

A handwritten signature in blue ink, appearing to read "Atul Kumar Gupta".

(CA. ATUL KUMAR GUPTA)  
PARTNER  
M.No.: 073732

Annexure 'B'

**Report on Internal Financial Controls with reference to financial statements**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of "Swapnil Switches Private Limited, Delhi" ("the Company") as of **March 31, 2022** in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

Contd...





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

**Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



PLACE: ALIGARH  
DATED: 23/05/2022  
UDIN: 22073732AJTZEM1170

**For ATUL GUPTA & Co.**  
**Chartered Accountants**  
(FRN.: 014970C)

  
(CA. ATUL KUMAR GUPTA)  
PARTNER  
M.No.: 073732

**SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

(CIN: U74899DL1991PTC042822)

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

PARTICULARS	NOTES	31.03.2022	31.03.2021
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	2	60,90,000	60,90,000
(b) Reserves and surplus	3	4,10,43,139	3,51,76,109
<b>2 Non-current Liabilities</b>			
(a) Long Term Borrowing	4	47,18,479	74,83,573
(b) Deferred tax Liabilities	5	1,71,423	0
(c) Long-term provisions	6	47,00,672	48,98,000
<b>3 Current liabilities</b>			
(a) Short-term borrowings	7	98,13,458	1,10,41,740
(b) Trade payables	8	5,59,16,341	2,65,98,288
(c) Other current liabilities	9	9,65,514	6,69,104
(d) Short-term provisions	10	64,80,900	63,36,550
<b>TOTAL</b>		<b>12,98,99,927</b>	<b>9,82,93,363</b>
<b>II. ASSETS</b>			
<b>1 Non-Current Assets</b>			
(a) Fixed assets			
(i) Tangible assets	11	1,81,33,172	1,90,10,970
(b) Deferred tax assets	5	0	91,939
(c) Other Non Current Assets	12	2,08,10,000	2,08,10,300
(d) Long Term Loans & Advances	13	10,906	10,377
<b>2 Current Assets</b>			
(a) Trade receivables	14	4,93,20,168	2,34,92,619
(b) Inventories	15	3,51,83,550	2,27,73,000
(c) Cash and cash equivalents	16	6,12,830	5,90,502
(d) Short Term Loans & Advances	17	58,29,302	1,15,13,656
<b>TOTAL</b>		<b>12,98,99,927</b>	<b>9,82,93,363</b>

Note: Notes are the integral part of Financial Statements.

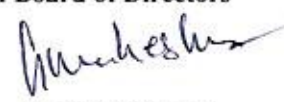
For and On Behalf of Board of Directors



(Priya Jain)

Director

DIN: 03355623



(Ajay Maheshwari)

Director

DIN: 03355628

**AUDITORS' REPORT**

As per our separate report of even date attached.

For ATUL GUPTA &amp; Co.

Chartered Accountants




(ATUL KUMAR GUPTA)

PARTNER (M.No.: 073732)

Firm No.: 014970C; PAN: AATFA2682D

PLACE: ALIGARH

DATED: 23/05/2022

UDIN: 22073732AJTZEM1170



**SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

(CIN: U74899DL1991PTC042822)

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

	PARTICULARS	NOTES	31.03.2022	31.03.2021
I.	Revenue from operations	18	20,33,03,377	15,32,55,048
II	Interest Received on FDR		529	377
III.	<b>Total Revenue (I + II)</b>		<b>20,33,03,906</b>	<b>15,32,55,425</b>
IV	<b>Expenses:</b>			
	Cost of materials consumed	19	15,58,72,888	11,40,08,934
	Changes in inventories of Finished Goods & Work In Process	20	-72,59,600	-84,10,200
	Employee benefits expense	21	2,62,56,129	2,04,29,939
	Finance costs	22	12,35,746	9,25,883
	Depreciation and amortization expense	23	24,90,738	10,56,548
	Other expenses	24	1,64,61,866	1,86,37,914
	<b>Total expenses (V)</b>		<b>19,50,57,767</b>	<b>14,66,49,017</b>
VI.	<b>Profit before exceptional and extraordinary items and tax (III-V)</b>		<b>82,46,139</b>	<b>66,06,408</b>
	<b>EXTRAORDINARY ITEMS</b>			
VII.	Prior Period Item		0	6,00,037
VIII	<b>Profit After extraordinary items (VI-VII)</b>		<b>82,46,139</b>	<b>60,06,371</b>
IX	Tax Expenses	25	23,79,108	18,80,593
X	<b>Profit (Loss) for the period (VIII - IX)</b>		<b>58,67,031</b>	<b>41,25,778</b>
XI	<b>Earnings per equity share:</b>			
	(1) Basic & Diluted	26	9.63	6.77

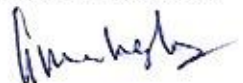
Note: Notes are the integral part of Financial Statements.

For and On Behalf of Board of Directors



(Priya Jain)

Director



(Ajay Maheshwari)

Director

DIN: 03355628

**AUDITORS' REPORT**

As per our separate report of even date attached.

DIN: 03355623

For ATUL GUPTA &amp; Co.

Chartered Accountants



(ATUL KUMAR GUPTA)

PARTNER (M.No.: 073732)

Firm No.: 014970C; PAN: AATFA2682D



PLACE: ALIGARH

DATED: 23/05/2022

UDIN: 22073732AJTZEM1170

**SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

(CIN: U74899DL1991PTC042822)

**CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH 2022**

PARTICULARS	31.03.2022	31.03.2021
<b>Cash Flow From Operating Activities</b>		
Net Profit Before Tax	82,46,139	60,06,371
Adjustments for :		
Depreciation/Amortisation	24,90,738	10,56,548
Finance cost	12,35,746	9,25,883
<b>Operating Profit Before Working Capital Adjustment</b>	<b>1,19,72,622</b>	<b>79,88,801</b>
<b>Adjustment for Changes in Working Capital</b>		
Trade and other payable	2,93,18,054	87,00,045
Long-term provisions	-1,97,328	-14,51,864
Short-term provisions	1,44,350	35,40,033
Other Current Liabilities	2,96,410	-17,31,450
Other Non Current Assets	300	-8,10,000
Trade and other Recievables	-2,58,27,549	1,59,40,664
Long Term Loans & Advances	-529	-10,377
Short Term Loans & Advances	56,84,355	-98,18,384
Inventories	-1,24,10,550	-1,43,88,150
<b>Cash Flow Generated from Operations</b>	<b>89,80,135</b>	<b>79,59,318</b>
Taxes Paid	21,15,746	23,42,387
<b>Net Cash flow from Operating activities (A)</b>	<b>68,64,389</b>	<b>56,16,931</b>
<b>Cash Flow From Investing Activities</b>		
(Purchase)/Sale of Fixed Assets	-16,12,940	-1,32,78,025
Sale of Shares	0	0
<b>Net Cash Flow from Investing Activites ( B)</b>	<b>-16,12,940</b>	<b>-1,32,78,025</b>
<b>Cash Flow From Financing Activities</b>		
Proceeds from/ (Repayment of ) Borrowing	-39,93,376	86,31,943
Finance cost	-12,35,746	-9,25,883
<b>Net Cash Flow From Financing Activities (C)</b>	<b>-52,29,122</b>	<b>77,06,060</b>
<b>Net Increase/ ( Decrease) in Cash and Cash Equivalents ( A + B + C )</b>	<b>22,327</b>	<b>44,966</b>
Cash & Cash equivalent at the beginning of the year	5,90,503	5,45,537
<b>Cash &amp; Cash Equivalent at the end of the year</b>	<b>6,12,830</b>	<b>5,90,503</b>
<b>Cash and cash equivalents comprises of :</b>		
Cash-in-Hand	5,46,830	4,53,911
Balance with Banks	66,000	1,36,591
<b>Total</b>	<b>6,12,830</b>	<b>5,90,502</b>

**AUDITORS' REPORT**

As per our separate report of even date attached.



For ATUL GUPTA & Co.  
Chartered Accountants

(ATUL KUMAR GUPTA)

PARTNER (M.No.: 073732)

Firm No.: 014970C; PAN: AATFA2682D

For and On Behalf of Board of Directors

*Priya Jain*  
(Priya Jain)  
Director  
DIN: 03355623

*Ajay Maheshwari*  
(Ajay Maheshwari)  
Director  
DIN: 03355628

PLACE: ALIGARH

DATED: 23/05/2022

UDIN: 22073732AJTZEM1170



# **SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

**(CIN: U74899DL1991PTC042822)**

## **NOTES ON BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH 2022**

### **Note 1 : Notes Forming Part of the Financial Statements**

#### **Corporate Information**

The Company Swapnil Switches Pvt. Ltd., Delhi was incorporated on 22/01/1991 under the provisions of Companies Act, 1956. The Company is engaged in the business of manufacturing of Auto Electrical Switches, Hardware and Auto Parts in India.

#### **A. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION**

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed by the Companies (Accounting Standards) Rules, 2006, the provisions of the Companies Act, 2013. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

#### **B. USE OF ESTIMATES**

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future period.

#### **C. PROPERTY, PLANT, AND EQUIPMENT**

Property, Plant, and Equipment are stated at cost net of recoverable taxes and includes amounts added on revaluation, less accumulated depreciation and impairment loss, if any. All costs, including financing costs till commencement of commercial production are capitalized.

#### **D. DEPRECIATION**

Depreciation on fixed assets is provided to the extent of depreciable amount on written down value method (WDV) at the rates and in the manner prescribed in Schedule II to the Co. Act, 2013 over their useful life.

#### **E. BORROWING COST**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to Statement of Profit and Loss.

#### **F. INVENTORIES**

Raw Material, Stores, Work in Progress and Finished goods are valued at lower of Cost and net realizable Value generally on FIFO Basis.

#### **G. REVENUE RECOGNITION**

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Dividend income is recognized when right to receive is established. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.



Contd...



## H. INCOME TAXES

Tax expenses comprise current and deferred tax. Current tax comprises Company's tax liability for the current financial year as well as additional tax paid, if any, during the year in respect of earlier years on receipt of demand from the authorities. For computation of taxable income under the Income Tax Act, 1961, accrual basis of accounting has been adopted and consistently followed by the Company. Deferred tax assets and liabilities are computed on the basis of timing differences at the Balance Sheet date using the tax rate and tax laws that have been enacted or substantially enacted by the Balance Sheet date. Deferred tax assets are recognized based on management estimates of reasonable certainty that sufficient taxable income will be available against which such deferred tax assets can be realized. Unrecognized deferred tax assets of earlier years are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realized.

## I. PROVISIONS & CONTINGENT LIABILITIES

The Company recognized a provision when there is a present obligation as a result of past event, and a reliable estimate can be made of the amount of the obligation. Provisions 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. The liabilities or obligations, which cannot be crystallized but loom in horizon, are disclosed as contingent liabilities. Contingent assets are not recognised in the financial statement since this may result in the recognition of the income that may never realised.

## J. RETIREMENT AND EMPLOYEE BENEFITS

I. Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit & Loss of the year in which the related service is rendered.  
II. Post employment and other long term employee benefits are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services. The expense is recognized at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Statement of Profit and Loss. The Company has accounted for its gratuity liability payable to the eligible employees for the financial year.

## K. RESEARCH AND DEVELOPMENT

Expenditure on research phase is recognized as an expense when it is incurred. Expenditure on development phase is recognized as an intangible asset if it is likely to generate probable future economic benefits. However, there is no such expenses incurred during the year.

## L. EARNING PER SHARE

Basic and diluted earnings per share are computed by dividing the net profit attributable to equity shareholders for the year, by the weighted average number of equity shares outstanding at the end of the year. There are no diluted potential equity shares.

## M. GENERAL

Except wherever stated, accounting policies are consistent with the generally accepted accounting principles & have been consistently applied.

Contd...





**(B) Notes on Financial Statements**

1. There is no employee who is in the receipt of remuneration exceeding the limit prescribed in accordance with the provisions of Companies Act, 2013.
2. Managerial Remuneration paid to directors is as follows:-

	2021-22	2020-21
Mrs. Asha Jain, Director -	54,00,000.00	43,12,500.00
Mr. Ajay Maheshwari, Director -	11,40,000.00	9,60,935.00
Mrs. Priya Jain, Director -	0.00	2,10,000.00

3. Trade receivables, Trade payables, Loans & Advances and Unsecured Loans have been taken at their book value subject to confirmation and reconciliation. Loans and Advances are considered good in respect of which company does not hold any security other than the personal guarantee of persons.
4. Payments to Auditors:

Auditors Remuneration	2021-22	2020-21
Audit Fees	25,000.00	25,000.00
Tax Audit Fees	5,000.00	5,000.00
G.S.T. (At the time of payment)	5,400.00	5,400.00
Total	35,400.00	35,400.00

5. In the opinion of the management the value on realization of current assets, Loans & Advance in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet.
6. The SSI status of the Sundry Creditors is not known to the company; hence the information is not given.
7. Deferred Tax Liabilities have been created during the current year as per the provisions prescribed in AS-22 issued by The Institute of Chartered Accountants of India.

Major components of Deferred tax:-

Particulars	As at 31.03.2022 (Rs.)	As at 31.03.2021 (Rs.)
<b>A) Deferred Tax Liability</b>		
Depreciation	3,21,963.00	2,18,783.00
Others	0.00	0.00
<b>Total(A)</b>	<b>3,21,963.00</b>	<b>2,18,783.00</b>
<b>B) Deferred Tax Assets</b>		
Depreciation	0.00	0.00
Others	1,50,540.00	3,10,722.00
<b>Total(B)</b>	<b>1,50,540.00</b>	<b>3,10,722.00</b>
<b>Net Deferred Tax liabilities/(assets) (A-B)</b>	<b>1,71,423.00</b>	<b>(91,939.00)</b>
	<b>2021-22</b>	<b>2020-21</b>

8. Value of Imports

Raw Material

NIL

NIL

Finished Goods

NIL

NIL

9. Expenditure in Foreign Currency

NIL

NIL

10. Earning in Foreign Exchange

NIL

NIL



**SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

(CIN: U74899DL1991PTC042822)

**NOTES ON BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH 2022****Note 2 : Share Capital**

(Amount in Rs.)

(a) Particulars	As at 31 March 2022		As at 31 March 2021	
	Number	Rs.	Number	Rs.
<b>Authorised</b>				
Equity Shares of Rs. 10.00 each	6,50,000	65,00,000	6,50,000	65,00,000
<b>Issued, Subscribed &amp; Paid up</b>				
Equity Shares of Rs. 10.00 each	6,09,000	60,90,000	6,09,000	60,90,000
<b>TOTAL</b>	<b>6,09,000</b>	<b>60,90,000</b>	<b>6,09,000</b>	<b>60,90,000</b>

**(b) Disclosure pursuant to Note no. 2 (a)**

(Amount in Rs.)

Particulars	As at 31 March 2022		As at 31 March 2021	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	6,09,000	60,90,000	6,09,000	60,90,000
Shares Issued during the year	-	0	-	0
Shares bought back during the year	-	0	-	0
Shares outstanding at the end of the year	6,09,000	60,90,000	6,09,000	60,90,000

**(c) Disclosure pursuant to Note no. 2 (b)/shares held by promoters**

Particulars	As at 31 March 2022		As at 31 March 2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Mrs. Asha Jain	1,16,509	19.13%	1,16,509	19.13%
P.J.Wealth Management & Consultant Pvt Ltd	55,000	9.03%	55,000	9.03%
Pavna Industries Ltd	3,09,001	50.74%	3,09,001	50.74%
Mrs. Priya Jain	1,22,480	20.11%	1,22,480	20.11%

**Note 3 : Reserve & Surplus**

(Amount in Rs.)

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
<b>Share Premium Account</b>	1,66,86,000	1,66,86,000
<b>Profit &amp; Loss Appropriation</b>		
1 Opening balance as on 01.04.2021	1,84,90,109	1,48,53,201
(-) Income Tax/Self Assessment Tax	0	-4,88,870
(+) Net Profit For the current year	58,67,031	41,25,778
Closing Balance as on 31.03.2022	2,43,57,139	1,84,90,109
<b>TOTAL</b>	<b>4,10,43,139</b>	<b>3,51,76,109</b>

**Note 4 : Long Term Borrowings**

(Amount in Rs.)

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
<b>Secured Loans</b>		
HDFC Bank, Aligarh (Car Loan A/c.)	47,18,479	74,83,573
( Secured by Hypothecation of Car and personal guarantee of Directors )		
<b>TOTAL</b>	<b>47,18,479</b>	<b>74,83,573</b>

**Note 5 : Deferred Tax Liability/ (Deferred Tax Asset)**

(Amount in Rs.)

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
Opening Balance	-91,939	-1,19,015
Add : Provision made during the year	2,63,362	27,076
<b>TOTAL</b>	<b>1,71,423</b>	<b>-91,939</b>

**Note 6 : Long Term Provisions**

(Amount in Rs.)

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
- Provision For Gratuity	47,00,672	48,98,000
<b>TOTAL</b>	<b>47,00,672</b>	<b>48,98,000</b>





**SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

(CIN: U74899DL1991PTC042822)

**NOTES ON BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH 2022**

Note 7 : Short Term Borrowings		(Amount in Rs.)	
Particulars	31.03.2022	31.03.2021	
	Rs.	Rs.	
<b>Secured Loans</b>			
HDFC Bank, Aligarh (Cash Credit A/c.)	60,46,172	72,25,934	
(Secured by Hypothecation of Stock, Book Debts and personal guarantee of Directors)			
Current maturities of Long term Borrowings	37,67,286	38,15,806	
(HDFC Bank, Aligarh- Secured by Hypothecation of Car and personal guarantee of Directors )			
<b>TOTAL</b>	<b>98,13,458</b>	<b>1,10,41,740</b>	

Note 8 : Trade Payables		(Amount in Rs.)	
Particulars	31.03.2022	31.03.2021	
	Rs.	Rs.	
Due to Micro Small & Medium Enterprises	0	0	
Due to Others	5,59,16,340	2,65,98,287	
<b>TOTAL</b>	<b>5,59,16,340</b>	<b>2,65,98,287</b>	

Note 9 : Other Current Liabilities		(Amount in Rs.)	
Particulars	31.03.2022	31.03.2021	
	Rs.	Rs.	
<b>Other payables</b>			
a. Advance from Customers	3,76,699	2,02,624	
b. TDS/TCS Payable	3,06,956	2,90,582	
c. VAT/GST Payable	49,364	-42,529	
d. E.S.I. Payable	34,524	37,738	
e. P.F. Payable	1,97,972	1,80,689	
<b>TOTAL</b>	<b>9,65,514</b>	<b>6,69,104</b>	

Note 10 : Short Terms Provisions		(Amount in Rs.)	
Particulars	31.03.2022	31.03.2021	
	Rs.	Rs.	
a. Provision For Bonus	16,53,840	16,59,124	
b. Provision For Income Tax	25,70,060	22,62,243	
c. Provision For Gratuity	22,57,000	24,15,183	
<b>TOTAL</b>	<b>64,80,900</b>	<b>63,36,550</b>	

Note 12 :Other Non Current Assets		(Amount in Rs.)	
Particulars	31.03.2022	31.03.2021	
	Rs.	Rs.	
<b>SECURITY DEPOSIT</b>			
a. With Telephone Department	0	300	
b. Security against Rent for use of Immovable Property	2,00,00,000	2,00,00,000	
c. Security Deposits	8,10,000	8,10,000	
<b>TOTAL</b>	<b>2,08,10,000</b>	<b>2,08,10,300</b>	

Note 13 : Long Term Loans & Advances		(Amount in Rs.)	
Particulars	31.03.2022	31.03.2021	
	Rs.	Rs.	
<b>SECURITY DEPOSIT</b>			
a. Bank FDR	10,906	10,377	
<b>TOTAL</b>	<b>10,906</b>	<b>10,377</b>	

Note 14 : Trade Receivables		(Amount in Rs.)	
Particulars	31.03.2022	31.03.2021	
	Rs.	Rs.	
<b>Trade Receivables</b>			
<b>Unsecured but considered good</b>			
a. for a period more than six months	1,33,999	1,49,003	
b. for a period less than six months	4,91,86,168	2,33,43,616	
<b>TOTAL</b>	<b>4,93,20,168</b>	<b>2,34,92,619</b>	



**SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

(CIN: U74899DL1991PTC042822)

**NOTES ON BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH 2022**

Note 11 : Fixed Assets		(Amount in Rs.)							
			Gross Block		Accumulated Depreciation/ Amortisation			Net Block	
	Useful Life (In Years)	Shift	Balance as at 1st April 21	Additions during the year	Balance as at 31st March 22	Balance as at 1st April 21	Provided for the year	Balance as at 31st March 22	Balance as at 31st March 21
<b>Buildings</b>									
Building	30	Single	15,09,174	0	15,09,174	5,52,846	36,130	9,20,198	9,56,328
<b>Plant and Machinery</b>									
Plant and Machinery	15	Single	1,06,48,008	40,703	1,06,88,711	81,82,066	2,55,656	22,50,989	24,65,942
<b>Furniture and fittings</b>									
Furniture and Fixtures	10	Single	3,87,946	0	3,87,946	3,40,661	5,597	41,688	47,285
<b>Computers &amp; Peripherals</b>									
Computers	3	Single	13,35,433	84,237	14,19,670	13,10,999	8,856	99,815	24,434
<b>Motor Vehicles</b>									
Motorcycle/ Cycle	10	Single	80,709	0	80,709	76,630	86	3,993	4,079
Car	8	Single	1,75,86,996	14,88,000	1,90,74,996	20,74,094	21,84,413	1,48,16,489	1,55,12,902
Current Year		Total	3,15,48,266	16,12,940	3,31,61,206	1,25,37,296	24,90,738	1,81,33,172	1,90,10,970
Previous Year		Total	1,82,70,242	1,32,78,025	3,15,48,266	1,14,80,748	10,56,548	1,90,10,970	67,89,494

**Deferred Tax Working**

WDV as per Companies Act	1,81,33,172	Dep as per Companies Act	24,90,738
WDV as per Income Tax Act	1,68,53,916	Dep as per Income Tax Act	29,28,521
Difference	12,79,256		

**Deferred Tax Liabilities**

Provision as on 31.03.2022	3,21,963
Less : Opening Balance as on 01.04.2021	-91,939
Provision to be created	4,13,902

**DEFERRED TAX ASSETS DUE TO SEC.43B**

Provision for Gratuity	5,98,139
AMT DISALLOWED UNDER SEC.43B	1,50,540
Deferred Tax Assets	-2,63,362
expense created	
<b>NET INCOME FOR THE YEAR</b>	<b>-1,71,423</b>
liability created	
<b>CLOSING DEFERRED TAX ASSETS</b>	<b>-1,71,423</b>





**SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

(CIN: U74899DL1991PTC042822)

**NOTES ON BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH 2022****Note 15 : Inventories**

(Amount in Rs.)

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
<b>Stock in Hand</b>		
a. Raw Material	1,25,50,100	81,62,400
b. Work-In-Progress	2,05,10,200	1,32,50,600
c. Finished Goods	0	0
d. Stores & Spares	21,23,250	13,60,000
(Inventories are valued at Cost or Net Realisable Value whichever is less, where the cost is determined)		
<b>TOTAL</b>	<b>3,51,83,550</b>	<b>2,27,73,000</b>

**Note 16 : Cash and cash equivalents**

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
a. Balances with banks	66,000	1,36,591
b. Cash in hand	5,46,830	4,53,911
<b>TOTAL</b>	<b>6,12,830</b>	<b>5,90,502</b>

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

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
a. Salary Advance	21,000	48,000
b. Advance to Suppliers	31,86,751	91,81,661
c. Prepaid Insurance	2,83,839	2,90,007
<b>Balance With Revenue Authority</b>		
d. Advance Income Tax/TDS	20,00,000	19,93,989
e. TDS/ TCS Recievable	1,51,652	0
f. Income Tax Refund	1,86,060	0
<b>TOTAL</b>	<b>58,29,302</b>	<b>1,15,13,656</b>



**SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

(CIN: U74899DL1991PTC042822)

**NOTES ON STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2022****Note 18 : Revenue From Operations**

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
Sales of Goods	20,33,03,377	15,32,55,048
<b>TOTAL</b>	<b>20,33,03,377</b>	<b>15,32,55,048</b>

**Note 19 : Cost of Material Consumed**

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
a. Opening Stock of Raw Material	81,62,400	30,38,400
b. Purchases	16,01,10,768	11,89,42,732
c. Carriage & Freight Inward	1,49,820	1,90,202
d. Less : Closing Stock of Raw Material	1,25,50,100	81,62,400
<b>TOTAL</b>	<b>15,58,72,888</b>	<b>11,40,08,934</b>

**Note 20 : Changes in inventories - Work in Progress**

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
a. Opening Work -in-Progress	1,32,50,600	48,40,400
b. Closing Work -in-Progress	2,05,10,200	1,32,50,600
<b>TOTAL</b>	<b>-72,59,600</b>	<b>-84,10,200</b>

**Note 21 : Employees Benefit Expenses**

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
a. Directors remuneration	65,40,000	54,83,435
b. Salaries, Wages and incentives	1,49,08,391	1,00,60,267
c. Contributions to P.F.	9,05,346	7,02,019
d. Contributions to ESI	3,19,792	2,74,069
e. Staff welfare expenses	13,03,968	10,55,935
f. Gratuity Provision	5,98,139	11,95,085
g. Leave Encashment	26,653	0
h. Bonus	16,53,840	16,59,129
<b>TOTAL</b>	<b>2,62,56,129</b>	<b>2,04,29,939</b>

**Note 22 : Finance Cost**

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
a. Interest on Bank Borrowings	11,86,483	8,95,199
b. Bank Charges including Processing Fees	49,262	30,683
<b>TOTAL</b>	<b>12,35,746</b>	<b>9,25,883</b>

**Note 23 : Depreciation & Amortization Expenses**

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
Depreciation for the year	24,90,738	10,56,548
<b>TOTAL</b>	<b>24,90,738</b>	<b>10,56,548</b>





**SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

(CIN: U74899DL1991PTC042822)

**NOTES ON STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2022****Note 24 : Other Expenses**

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
a. Audit Fees	30,000	30,000
b. Building Repair & Maintenance	1,15,471	74,572
c. Business Promotion Expenses	50,359	2,43,873
d. Communication Expenses	55,259	58,106
e. Consumption of Stores, Spares, Packing and Tools*	8,31,931	7,51,964
f. Electricity Expenses	2,18,072	1,18,150
g. Freight & Forwarding Expenses	1,40,114	83,318
h. Insurance Expenses	4,60,438	2,59,548
i. Job Work Charges	79,60,237	1,05,03,693
j. Legal & Professional Expenses	1,25,680	12,79,267
k. Line/Warranty Rejection & Bad Debts	81,616	1,36,831
l. Marketing Expenses	2,30,400	1,89,260
m. Non Competative Fees	5,00,000	5,00,000
n. Office Expenses	82,185	1,46,856
o. Power & Fuel Expenses	13,49,952	10,39,365
p. Printing & Stationery Expenses	1,91,568	50,901
q. Rebate & Discount to Piaggio Ltd.	0	1,56,750
r. Rent	11,64,000	8,40,000
s. Repair & Maintenance	5,19,085	3,47,182
t. GST/Sales Tax/Misc. Expenses	8,641	12,059
u. Security Expenses	1,03,922	36,316
v. Trademark Royalty	5,08,258	3,83,138
w. Travelling & Conveyance Expenses	4,38,919	3,89,724
x. Vehicle Running & Maintenance Expenses	12,95,760	7,56,041
y. Donation	0	2,51,000
<b>TOTAL</b>	<b>1,64,61,866</b>	<b>1,86,37,914</b>
<b>* additional information</b>		
Consumption of Stores, Spares, Packing and Tools		
Opening Stock	13,60,000	5,06,050
Add: Purchase of Stores and Spare Parts	4,63,109	4,72,343
Purchase of Consumable Tools	4,30,376	6,37,999
Purchase of Packing Materials	7,01,696	4,95,572
	29,55,181	21,11,964
Less: Closing Stock	21,23,250	13,60,000
<b>Net Consumption of Stores, Spares, Packing etc.</b>	<b>8,31,931</b>	<b>7,51,964</b>

**Note 25 : Tax Expenses**

Particulars	31.03.2022	31.03.2021
	Rs.	Rs.
a. Current Tax	21,15,746	18,53,517
b. Deffered Tax Liability (AS-22)	2,63,362	27,076
<b>TOTAL</b>	<b>23,79,108</b>	<b>18,80,593</b>



**SWAPNIL SWITCHES PRIVATE LIMITED, DELHI**

(CIN: U74899DL1991PTC042822)

**NOTES ON STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2022****Note - 26 Earning Per Share**

PARTICULARS	31.03.2022	31.03.2021
a) Net Profit After Tax	58,67,031	41,25,778
b) Weighted Average no. of Equity shares o/s. during the year		
for Basic EPS (Nos.)	6,09,000.00	6,09,000.00
for Diluted EPS (Nos.)	6,09,000.00	6,09,000.00
c) Earning Per Shares		
Basic (in Rs.)	9.63	6.77
Diluted (in Rs.)	9.63	6.77
d) Nominal Value Per Share ( in Rs.)	10.00	10.00

**Note 27 : Related Party Transactions**

Name of the Person	Relation	Nature of Payment	31.03.2022	31.03.2021
Mr. Pawan Jain	Director	Consultancy	0	1,00,000
Mrs. Asha Jain	Managing Director	Remuneration	54,00,000	43,12,500
Mr. Swapnil Jain	Son of Director	Salary	0	3,15,000
Mr. Ajay Maheshwari	Director	Remuneration	11,40,000	9,60,935
Mrs. Priya Jain	Director	Remuneration	0	2,10,000
Mr. Pawan Jain	Managing Director	Building Rent	2,80,000	4,20,000
Mrs. Asha Jain	Director	Building Rent	5,60,000	4,20,000
Mr. Pawan Jain	Managing Director	Trade Mark Royalty	0	3,83,138
Mrs. Asha Jain	Director	Trade Mark Royalty	5,08,258	0
Pavna Auto Engineering Pvt. Ltd.	Associate Concern	Sales	160	0
Pavna Industries Ltd.	Associate Concern	Sales	1,78,91,714	73,53,179
Pavna Marketing Pvt Ltd	Associate Concern	Sales	13,81,91,620	10,09,88,776
Pavna Marketing Pvt Ltd	Associate Concern	Purchases	4,38,769	2,09,928
Pavna Auto Engineering Pvt. Ltd.	Associate Concern	Purchases	15,403	84,079
Pavna Industries Ltd.	Associate Concern	Purchases	6,59,36,105	5,18,46,175
<b>Outstanding Balances</b>				
Pavna Marketing Pvt Ltd	Sister Concern	Debtors	3,66,47,032	1,07,02,603
Pavna Auto Engineering Pvt. Ltd.	Sister Concern	Creditors	0	33,367
Pavna Industries Limited	Sister Concern	Creditors	3,03,79,098	89,83,565
Mrs. Asha Jain	Director	Creditors-Rent	75,600	38,675





NOTES ON STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2022

28. The accounting ratios required under Schedule III of the companies act, 2013 given as follows:

S.No.	Ratio	Numerator/ Denominator	For the year ended 31 March 2022	For the year ended 31 March 2021	% Variance	Reason for variance (Mandatorily required if variance exceeds 25%)
1	Current ratio	Total current assets/ Total current liabilities	1.24	1.31	-4.94%	
2	Debt-equity ratio	Total Debt/ Shareholder's equity	0.31	0.45	-31.32%	
3	Debt service coverage ratio	Net profit after tax (excluding Other Comprehensive Income) + Depreciation & amortizations + Interest on loans + Loss on sale of PPE / Total amount of interest, lease payments & principle repayments of loan payable or paid during the period	1.85	0.64	188.88%	
4	Return on equity ratio	Net profit after tax*100 / Shareholder's equity	12.45	10.00	24.50%	
5	Inventory turnover ratio	Cost of goods sold / (Opening inventory+closing inventory) / 2	1.34	1.83	-26.50%	
6	Trade receivables turnover ratio	Total Net Revenue / Average Account Receivables (Opening+Closing) / 2	1.40	1.22	14.64%	
7	Trade payables turnover ratio	Total Purchases / Average Account Payables (Opening+Closing) / 2	0.97	1.34	-27.41%	
8	Net Capital turnover ratio	Total Net Revenue from operations / Working capital (Current Assets-Current liabilities)	11.44	11.17	2.46%	
9	Net Profit ratio	Net Profit after tax*100 / Net Revenue from operations	2.89	2.69	7.20%	
10	Return on capital employed	Earning Before interest and Tax/ Capital Employed (Tangible Net worth+ Total Debt+ Deferred tax liability)	0.15	0.13	21.72%	
11	Return on Investment	Net Operating Income(EBIT) / Net Profit / Average Operating Assets (Current Assets) / Total cost of Investment	0.52	0.36	43.40%	





## 29. Other Information

- (i) Pursuant to the Taxation Laws (Amendment) Act, 2019, with effect from 01-April-19 domestic companies have the option to pay corporate income tax at a rate of 22% plus applicable surcharge and cess ('New Tax Rate') subject to certain conditions. The Company had adopted new scheme from previous year
- (ii) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (iii) The Company did not have any transactions with Companies struck off.
- (iv) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (v) The Company has not traded or invested in Crypto currency or Virtual Currency during the respective financial years / period.
- (vi) The Company has 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 has 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 (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (viii) The Company does not have any 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) The Company has not been declared willful defaulter by any bank or financial institution or other lender.
- (x) The Company does not have any Scheme of Arrangements which have been approved by the Competent Authority in terms of sections 230 to 237 of the Act.
- (xi) The Company has complied with the the number of layers prescribed under of Section 2(87) of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- (xii) In March 2020, the World Health Organisation declared COVID 19 to be a pandemic. Consequent to this, Government of India declared a national lockdown on 25 March 2020, which has impacted the business activities of the Company. The Company has assessed the impact that may result from this pandemic on its liquidity position, carrying amounts of other assets / liabilities. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has considered internal and external information available till the date of approval these financial statements and has assessed its situation.
- In that context and based on the current estimates, the Company believes that COVID 19 is not likely to have any material impact on its financial statements, liquidity or ability to service its debt or other obligations. However, the overall economic environment, being uncertain due to COVID 19, may affect the underlying assumptions and estimates in future, which may differ from those considered as at the date of approval of these financial statements. The Company would closely monitor such developments in future economic conditions and consider their impact on the financial statements of the relevant periods.

30. Previous year figures have been re-grouped / re-classified wherever considered necessary, so as to confirm with those of current year.

## AUDITORS' REPORT

As per our separate report of even date attached.

For ATUL GUPTA & Co.

Chartered Accountants



PLACE: ALIGARH

DATED: 23/05/2022

UDIN: 22073732AJTZEM1170

For and On Behalf of Board of Directors

*P. Jain*  
Priya Jain

Director

DIN: 03355623

*Ajay Maheshwari*  
Ajay Maheshwari

(Ajay Maheshwari)

Director

DIN: 03355628

(ATUL KUMAR GUPTA)

PARTNER (M.No.: 073732)

Firm No.: 014970C; PAN: AATFA2682D