



# **BAHETI & CO.**

**CHARTERED ACCOUNTANTS**

**24, M.P. NAGAR ZONE II**

**BHOPAL 462011**

**PH 2573141, 2557761**

## **INDEPENDENT AUDITORS' REPORT**

**TO,**

**THE MEMBERS OF ENGSOL TECHNOLOGIES PRIVATE LIMITED CIN  
U74999MP2016PTC035315**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of **ENGSOL TECHNOLOGIES PRIVATE LIMITED** which comprise the Balance Sheet as at **31/03/2024**, and the Statement of Profit and Loss for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### **Auditor's Opinion**

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 **31/03/2024**, and its Result 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.

### **Responsibility of Management and Those Charged with Governance (TCWG)**

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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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.



The Management is responsible for implementing accounting software for maintaining its books of account for the financial year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. The management is also confirm that during the year under audit no instances come across where the audit trail feature being tampered with

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

### **Auditor's Responsibility**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism 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.

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.

**This Report doesn't contain a statement on matters specified in the Companies (Auditors' 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 as, in opinion and according to the information & explanation given to us, the order is not applicable in the case of company.**



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

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 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 **31/03/2024** taken on record by the Board of Directors, none of the directors is disqualified as **31/03/2024** from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, clause (i) of section 143(3) of Companies Act 2013 are attached as per Annexure B
- (g) Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.
- (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 has disclosed the impact of pending litigations on its financial position in its financial statements.
  - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
  - iii. There has been no amount, required to be transferred, to the Investor Education and Protection Fund by the Company.

Date: 31/07/2024  
Place: BHOPAL



**FOR M/S BAHETI & CO.**  
**(Chartered Accountants)**  
Reg No. :0006287C

A handwritten signature in black ink, appearing to read "Deepak Baheti".

**DEEPAK BAHETI**  
**(partner)**  
M No. 075063

**UDIN : -24075063BKBIAD3652**

## **"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of**

**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 **ENGSOLO TECHNOLOGIES PRIVATE LIMITED**. ("the Company") as of March 31, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal controls over financial reporting criteria established by the Company considering the essential components of the internal controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ("the Guidance Note") 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.

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



## Meaning of Internal Financial Controls Over Financial Reporting

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

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or 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, 2024, 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.

For and on behalf of

### **Baheti & Co.**

*Chartered Accountants*

FRN :- 006287C

  
**Deepak Baheti**  
*Partner*



MRN :- 075063

Place: Bhopal

Date: 31/07/2024

UDIN :- 24075063BKBIAD3652

**M/S BAHETI & CO.**  
**CHARTERED ACCOUNTANTS**  
24 M.P. NAGAR ZONE II BHOPAL 462011

**Engsol Technologies Private Limited**  
CIN U74999MP2016PTC035315  
**Balance Sheet As On 31st March 2024**

Particulars	Note No.	Figures as at 31/03/2024 Rs. in Lakhs	Figures as at 31/03/2023 Rs. in Lakhs
<b>A EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	1	48.85	48.85
(b) Reserves and surplus	2	(50.57)	(7.03)
<b>2 Share application money pending allotments</b>			
		-	-
		-	-
<b>3 Non-current liabilities</b>			
(a) Long-term borrowings	3	325.79	268.83
(b) Deferred tax liabilities (net)		-	-
(c) Other Long Term Liabilities	7	125.00	100.00
(d) Long term provision		-	-
<b>4 Current liabilities</b>			
(a) Short Term Borrowings	8	50.41	-
<b>(b) Trade payables</b>			
(A) Total outstanding dues of micro enterprises and small enterprises	4	3.99	-
(B) Total outstanding dues of Creditors other than micro enterprises and small enterprises		-	-
(c) Other current liabilities	5	1.55	3.01
(d) Short-term provisions	6	3.60	-
		<b>59.53</b>	<b>3.01</b>
<b>TOTAL</b>			
		<b>508.60</b>	<b>413.67</b>
<b>B ASSETS</b>			
<b>1 Non-current assets</b>			
(i) Property, Plant and Equipment			
(ii) Intangible assets		437.60	178.74
(iii) Capital Work in progress		-	-
(iv) Intangible Assets under Development		-	191.57
(b) Non-current investments		-	-
(c) Deferred Tax Assets	9	0.86	1.32
(d) Long term loans and Advances		-	-
(e) Other Non Current Assets	10	3.93	3.85
		<b>442.39</b>	<b>375.48</b>
<b>2 Current assets</b>			
(a) Current Investments	11	9.38	-
(b) Inventories	12	17.95	-
(c) Trade receivables	13	24.06	13.43
(d) Cash and cash equivalents	14	-	6.77
(e) Short-term loans and advances	15	14.84	18.00
(f) Other Current Assets		-	-
		<b>66.22</b>	<b>38.19</b>
<b>TOTAL</b>			
		<b>508.60</b>	<b>413.67</b>

See accompanying notes forming part of the financial statements

In terms of our report attached.

For Baheti & Co.

Chartered Accountants

FRN : 006287C

Deepak Baheti

Partner

Membership No : 075063

Place: Bhopal

Date: 31/07/2024

UDIN : 24075063BKBIAD3652



For and on behalf of the Board of Directors

*Vipin Mullick*

(DIRECTOR)  
Vipin Mullick  
DIN -00910549

*A. Mullick*

(DIRECTOR)  
Anandita Mullick  
DIN: 01208644

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st March 2024

Particulars	Note No.	Figures for 2023-24	Figures for 2022-23
		Rs. in Lakhs	Rs. in Lakhs
I Revenue from operations	16	86.58	-
II Other Income	17	0.26	-
III Total Income (I+II)		86.83	-
IV Expenses			
(a) Cost of materials consumed	18	26.22	-
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	19	(0.87)	-
(c) Employee benefits expenses	20	7.96	-
(d) Finance costs	21	20.57	-
(e) Depreciation and amortisation expenses	22	45.20	-
(f) Establishment and Other expenses	23	30.82	-
Total Expenses		129.91	-
V Profit before exceptional and extraordinary items and tax		(43.08)	-
VI Exceptional Items		-	-
VII Profit before extraordinary items and tax		(43.08)	-
VIII Profit/Loss on Sale of Land		-	-
Profit/Loss on Sale of Fixed Assets		-	-
IX Profit before Tax		(43.08)	-
X Tax Expense:			
(a) Current tax expense for current year			
(b) Current tax expense relating to prior years			
(c) Net current tax expense (a+b)		-	
(d) Deferred tax		0.46	
TOTAL		0.46	-
XI Profit / (Loss) for the period from continuing operations		(43.54)	-
XII Profit / (Loss) from discontinuing operations		-	-
XIII Tax from discontinuing operations		-	-
XIV Profit/ (Loss) from discontinuing operations		-	-
XV Profit / (Loss) for the Period		(43.54)	-
XVI Earning per equity share:			
(1) Basic		(8.91)	-
(2) Diluted		(8.91)	-

In terms of our report attached.

For Baheti & Co.

Chartered Accountants

FRN : 006287C

Deepak Baheti

Partner

Membership No : 075063

Place: Bhopal

Date: 31/07/2024

UDIN : 24075063BKBIAD3652



For and on behalf of the Board of Directors

  
(DIRECTOR)

Vipin Mullick  
DIN -00910549

  
(DIRECTOR)

Anandita Mullick  
DIN: 01208644