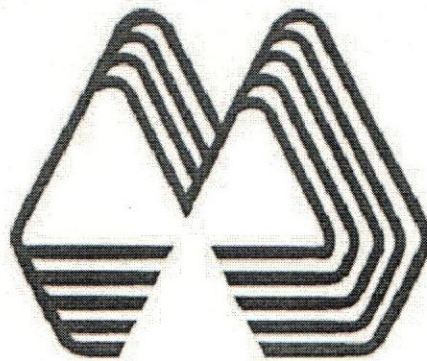


# ANNUAL REPORT

2019 - 20



Modern Inviro Private Limited



**Independent Auditor's Report**

**To the Members of**  
**Modern Inviro Private Limited**

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

**Opinion**

We have audited the accompanying financial statements of **Modern Inviro Private Limited ("the Company")** which comprises the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. 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 ("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 March 31, 2020, the loss and the cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

**Information other than the Financial Statements and Auditor's Report thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

**Responsibility of Management for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, and financial performance 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 implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the company's financial reporting process.





### Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

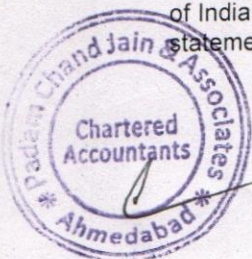
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

### Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("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.

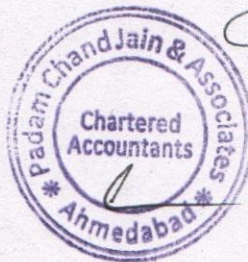




As required by Section 143(3) of the Act, we report that:

- 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 cash flow dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards (Ind AS) 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, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 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 control over financial reporting of the company and the operating effectiveness of such control, as per exemption dated 13th June, 2017 the said clause is not applicable to the Company.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirement of Section 197 (16) of the Act, no remuneration is paid by the company to its directors hence provisions of section 197 of the Act is not applicable.
- 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:
  1. As explained to us, the Company has no pending litigation which would impact on its financial position in its financial statement.
  2. The Company did not have any long-term contracts including derivative contracts as at 31<sup>st</sup> March, 2020 for which there were any material foreseeable losses.
  3. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year.

Place: Ahmedabad  
Date: 08/07/2020



For Padam Chand Jain Associates.,  
Chartered Accountants  
Firm Reg. No. 107221W

  
Padam Chand K. Jain  
Partner  
Membership No: 034966  
UDIN: 20034966AAAABS5489

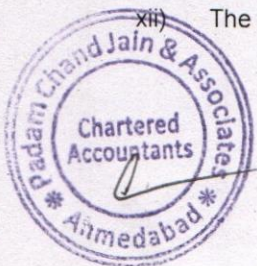


**Annexure A to the Independent Auditor's Report**

**Modern Inviro Private Limited**

**(Referred to in paragraph "Report on other legal and Regulatory Requirements")**

- i) The Company is not having fixed assets accordingly cause (i) of paragraph 3 of the said order is not applicable;
- ii) The company is not having inventories accordingly clause (ii) of paragraph 3 of the said order is not applicable;
- iii) The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence, clause (iii) (a), clause (iii) (b) and clause (iii) (c) of paragraph 3 of the order are not applicable;
- iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security;
- v) In our opinion and according to the information and explanations given to us, the company has not accepted deposits from the public. Therefore, the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under and the directives issued by the Reserve Bank of India are not applicable;
- vi) We have been informed that the maintenance of cost records has not been prescribed by the Central Government under Section 148(1) of the Companies Act, 2013;
- vii) According to the information and explanations given to us in respect of statutory and other dues:
  - a) Undisputed statutory dues, including Provident Fund, Income Tax, Sales Tax, GST, Cess and other material statutory dues as applicable have generally been regularly deposited by the company during the year with the appropriate authorities. No undisputed amounts payable in respect of such statutory dues were outstanding as at 31 March, 2020 for a period of more than six months from the date they became payable. According to the information & explanation given to us and the records of the Company examined by us, no undisputed amounts payable in respect of such statutory dues were outstanding as at 31 March, 2020 for a period of more than six months from the date they became payable;
  - viii) According to the information and explanation given to us, the company does not have any borrowings or loans from financial institution, Bank, Government or debenture holders during the year and therefore the company had not defaulted in repayment of loans and borrowings;
  - ix) According to the information and explanation given to us, the company has not raised money by way of Initial Public offer or Further Public offer (including Debt Instrument) and by way of Term Loan;
  - x) During the course of our examination of the books and records of the company, carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of any such instance by the Management;
  - xi) The provisions of section 197 of the Act are not applicable to a Private Company, and accordingly, reporting under this clause of the said order is not applicable;
  - xii) The provisions of Nidhi Company under Nidhi Rules, 2014 are not applicable.

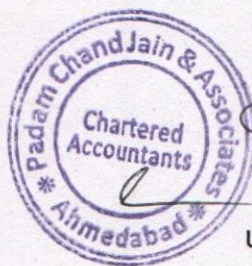




- xiii) During the course of our examination of the books and records of the company, all transactions with related parties are in compliance with Sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements etc., as required by Applicable Accounting Standards.
- xiv) According to the information and explanation given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv) According to the information and explanation given to us, the company has not entered into any non-cash transactions with directors or persons connected with him.
- xvi) According to the information and explanation given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Ahmedabad  
Date: 08/07/2020

For Padam Chand Jain Associates,  
Chartered Accountants  
Firm Reg. No. 107221W



  
Padam Chand K. Jain  
Partner  
Membership No: 034966  
UDIN: 20034966AAAABS5489



MODERN INVIRO PRIVATE LIMITED  
BALANCE SHEET AS AT 31ST MARCH, 2020

( ₹ in Lacs)

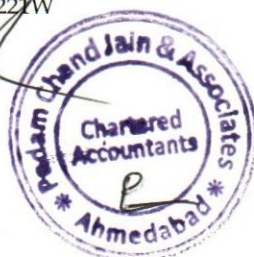
Particulars	Note No.	As at 31st March, 2020
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, plant & equipment		-
(b) Financial assets		
(i) Other financial assets		-
(c) Other non-current assets		-
<b>Total Non-current assets</b>		-
<b>Current assets</b>		
(a) Inventories		-
(b) Financial assets		
(i) Trade receivables		-
(ii) Cash and cash equivalents	2	9.79
(iv) Other financial assets		-
(c) Current Tax Assets (net)		-
(c) Other current assets		-
<b>Total Current assets</b>		9.79
<b>TOTAL ASSETS</b>		9.79
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
(a) Equity share capital	3	10.00
(b) Other equity	4	(0.24)
<b>Total Equity</b>		9.76
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
(a) Financial liabilities		
(i) Other financial liabilities		-
(b) Provisions		-
(c) Deferred tax liabilities (Net)		-
(d) Other non-current liabilities		-
<b>Total Non-current liabilities</b>		-
<b>Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings		-
(ii) Trade payables		
-Total outstanding dues of micro enterprises and small enterprises		-
-Total outstanding dues of creditors other than micro enterprises and small enterprises		-
(iii) Other financial liabilities	5	0.03
(b) Other current liabilities		-
(c) Provisions		-
(d) Current Tax Liabilities (Net)		-
<b>Total Current liabilities</b>		0.03
<b>TOTAL EQUITY AND LIABILITIES</b>		9.79
<b>Significant accounting policies</b>	1	
<b>Other notes on financial statements</b>	8 to 9	-
The accompanying notes form an integral part of the financial statements.		

As per our report of even date attached  
For Padamchand Jain & Associates  
Chartered Accountants  
Firm Registration No. 107221W

For and on behalf of the Board

Padam Chand Jain  
Partner  
Membership No. 34966

Place : Ahmedabad  
Date : 08/07/2020



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MODERN INVIRO PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2020

Particulars	Note No.	( ₹ in Lacs) Year ended 31st March, 2020
<b>Income</b>		
Revenue from operations		-
Other income		-
<b>Total Income</b>		-
<b>Expenses</b>		
Cost of materials consumed		-
Changes in inventories of finished goods, stock-in-trade & stock-in-process		-
Employee benefits expense		-
Finance costs		-
Depreciation and amortization expense		-
Other expenses	6	0.24
<b>Total Expenses</b>		0.24
<b>Profit before tax</b>		(0.24)
<b>Tax Expense</b>		
Current tax		-
Deferred tax		-
<b>Total tax expenses</b>		-
<b>Profit for the year</b>		(0.24)
<b>Other comprehensive income</b>		
Items that will not be reclassified to profit or loss:		
Actuarial gain/(loss) on defined benefit plan		-
Income tax relating to above		-
<b>Total other comprehensive income for the year (net of tax)</b>		-
<b>Total comprehensive income for the year</b>		(0.24)
<b>Earnings per equity share (face value ₹ 10 per share)</b>	7	
Basic (₹)		(0.24)
Diluted (₹)		(0.24)
<b>Significant accounting policies</b>	1	
<b>Other notes on financial statements</b>	8 to 9	
The accompanying notes form an integral part of the financial statements.		

As per our report of even date attached

For Padamchand Jain & Associates

Chartered Accountants

Firm Registration No. 107221W

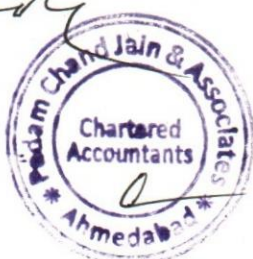
Padam Chand Jain

Partner

Membership No. 34966

Place : Ahmedabad

Date : 08/07/2020



For and on behalf of the Board

*[Signature]*

*[Signature]*



MODERN INVIRO PRIVATE LIMITED

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2020

(₹ in Lacs)

PARTICULARS	Year ended 31st March, 2020	
<b>A. Cash Flow from Operating Activities</b>		
Profit before tax		(0.24)
Adjustment for		
-Trade and other Payables	0.03	0.03
<b>Net Cash from Operating Activities (A)</b>		<b>(0.21)</b>
<b>B. Cash Flow from Investing Activities</b>		<b>-</b>
<b>C. Cash Flow from Financing Activities</b>		
-Proceeds from subscription towards equity shares	10.00	
<b>Net cash used in Financing Activities (C)</b>		<b>10.00</b>
<b>Net increase in cash and cash equivalents(A+B+C)</b>		<b>9.79</b>
Cash and cash equivalents at the beginning of the year		-
Cash and cash equivalents at the close of the year		<b>9.79</b>
<b>Cash and Cash Equivalent includes:-</b>		

Particulars	As at 31.03.2020
Cash on hand	-
With Banks	
- In current accounts	9.79
<b>Total</b>	<b>9.79</b>

The accompanying notes form an integral part of the financial statements.

**Note:** The above Statement of Cash Flow has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

As per our report of even date attached

**For Padamchand Jain & Associates**

Chartered Accountants

Firm Registration No. 107221W

**Padam Chand Jain**

Partner

Membership No. 34966

Place : Ahmedabad

Date : 08/07/2020



For and on behalf of the Board

*[Signature]*

*[Signature]*



MODERN INVIRO PRIVATE LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2020

A. Equity Share Capital

(₹ in Lacs)

Balance at the beginning of the reporting period i.e. 1st April, 2019	Changes in equity share capital during the year 2019-20	Balance at the end of the reporting period i.e. 31st March, 2020
-	10.00	10.00

B. Other Equity

(₹ in Lacs)

Particulars	Retained Earnings
Balance as at 1st April, 2019	-
Profit for the year	(0.24)
Other comprehensive income	-
Total Comprehensive Income for the Year	(0.24)
Balance as at 31st March, 2020	(0.24)

As per our report of even date attached  
For Padamchand Jain & Associates  
Chartered Accountants  
Firm Registration No. 107221W



Padam Chand Jain  
Partner  
Membership No. 34966

Place : Ahmedabad  
Date : 08/07/2020



For and on behalf of the Board







**Note no. 1: Significant Accounting Policies**

**(a) Basis of preparation**

- (i) The Financial Statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act. The accounting policies are applied consistently to all the periods in the Financial Statements.
- (ii) The Financial Statements are prepared on accrual basis under the historical cost convention except financial assets and liabilities (including derivatives instruments) that are measured at fair value as required by relevant Ind AS. The methods used to measure fair values are discussed in notes to financial statements.

**(b) Functional and presentation currency**

These financial statements are presented in Indian Rupees, which is the functional currency of the company and the currency of the primary economic environment in which the company operates.

**(c) Property, plant & equipment (PPE)**

The cost of an item of PPE is recognised as an asset if, and only if, it is probable that the economic benefits associated with the item will flow to the company in future periods and the cost of the item can be measured reliably. Expenditure incurred after the PPE have been put into operations, such as repairs and maintenance expenses are charged to the Statement of Profit and Loss during the period in which they are incurred.

Subsequent expenditure incurred after the PPE have been put into operations is recognized as an increase in the carrying amount of the asset when it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably.

An item of PPE is de-recognised upon disposal or when no future economic benefits are expected to arise from the continued use of the assets. Any gain or loss arising on the disposal or retirement of an item of PPE, is determined as the difference between the net sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

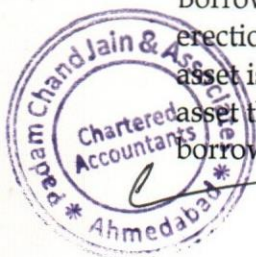
**(d) Depreciation**

Depreciation is the systematic allocation of the depreciable amount of PPE over its useful life and is provided on a straight-line basis over the useful lives as prescribed in Schedule II to the Act or as per technical evaluation.

Depreciable amount for PPE is the cost of PPE less its estimated residual value. The useful life of PPE is the period over which PPE is expected to be available for use by the company or the number of production or similar units expected to be obtained from the asset by the company.

**(e) Borrowing Costs**

Borrowing costs that are directly attributable to the acquisition, construction, development or erection of a qualifying asset are capitalized as part of the cost of such asset till such time the asset is ready for its intended use and borrowing cost are being incurred. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.





Modern Inviro Private Limited  
Notes forming part of financial statements  
Significant accounting policies

**(f) Inventories**

Inventories are valued at the lower of cost and net realisable value.

Raw material, stores and spare parts and packing materials are considered to be realisable at cost, if the finished products, in which they will be used, are expected to be sold at or above cost.

Finished Goods and Work in Progress are computed on weighted average basis. Stock of Finished Goods and Work in Progress includes cost of conversion and other costs incurred in acquiring the inventory and bringing them to their present location and condition. Waste is valued at estimated net realizable value.

**(g) Cash and cash equivalents**

Cash and cash equivalents in the balance sheet comprise cash at banks, cash in hand and short-term deposits with an original maturity of three months or less, which are subject to insignificant risk of change in value.

**(h) Provisions, contingent liabilities and contingent assets**

Provisions are recognised when the company has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligations. Provisions are reviewed at each reporting date and are adjusted to reflect the management's best estimate.

A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non -occurrence of one or more uncertain future events not wholly within the control of the company.

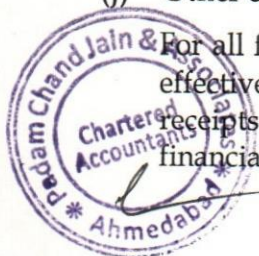
Contingent assets are not recognised in financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.

**(i) Revenue recognition**

Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised goods or services to customers in an amount that reflects the consideration the company expects to receive in exchange for those goods or services.

**(j) Other operating revenues / other income**

For all financial instruments measured at amortized cost, interest income is recorded using the effective interest rate (EIR), which is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument to the gross carrying amount of the financial asset.





**(k) Employee Benefits**

**Short term employee benefits**

Short-term employee benefit obligations are recognized as an expense on accrual basis.

**Long-term employee benefits**

Benefits under the company's leave encashment constitute other long term employee benefits.

The Company's net obligation in respect of leave encashment is the amount of future benefits that employees have earned in return for their service in the current and prior periods, that benefit is discounted to determine its present value and the fair value of any related assets is deducted. The discount rate is based on the prevailing market yields of Indian government securities as at the reporting date that have maturity dates approximating the terms of the company's obligations.

**(l) Income taxes**

Income Tax expenses comprise current tax and deferred tax charge or credit.

Current Tax is measured on the basis of estimated taxable income for the current accounting period in accordance with the applicable tax rates and the provisions of the Income-tax Act, 1961 and other applicable tax laws.

Deferred tax is provided, on all temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax assets and liabilities are measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted at the reporting date.

Deferred tax assets and liabilities are offset, if there is a legally enforceable right to offset current tax liabilities and assets and they relate to income taxes levied by the same tax authority.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent it is no longer probable.

**(m) Leases**

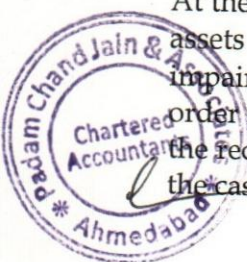
Leases are classified as finance leases, when the terms of the lease, transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as Operating Leases.

**Operating Lease:** Lease rentals are charged or recognised in the statement of profit and loss on a straight-line basis over the lease term.

**Finance Lease:** Assets held under finance leases are recognised as assets of the company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease obligation. Finance charges are charged to the Statement of Profit and Loss, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the company's policy on borrowing costs.

**(n) Impairment of non-financial assets**

At the end of each reporting period, the company reviews the carrying amounts of non-financial assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.





**MODERN INVIRO PRIVATE LIMITED**

**Notes forming part of Financial Statements**

**Note No. 2: CASH AND CASH EQUIVALENTS**

		( ₹ in Lacs)
PARTICULARS		As at 31st March, 2020
Cash on Hand		-
Balances with Banks		-
In Current accounts		9.79
Total		9.79

**Note No. 3: EQUITY SHARE CAPITAL**

		( ₹ in Lacs)
PARTICULARS		As at 31st March, 2020
<b>AUTHORISED</b>		
1,00,000 equity shares of ₹ 10/- each		10.00
Total		10.00
<b>ISSUED, SUBSCRIBED AND PAID-UP</b>		
1,00,000 Equity shares of ₹ 10/- each fully paid-up		10.00
Total		10.00

**3.1 Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year :-**

Particulars	As at 31st March, 2020	
	Number of Shares	₹ in Lacs
Balance as at the beginning of the year	-	-
Issued during the year	100000	10.00
Balance as at the end of the year	100000	10.00

**3.2 Terms/rights attached to equity shares**

The company has only one class of equity shares having a par value of Rs.10/- per share. Each Holder of equity shares is entitled to one vote per share.

**3.3 Details of Share holders holding more than 5% of Shares of the Company:-**

Particulars	As at 31st March, 2020	
	No. of Shares	% of Shareholding
Modern Insulators Limited	100000	100.00





MODERN INVIRO PRIVATE LIMITED

Notes forming part of Financial Statments

Note No. 4 : OTHER EQUITY

		( ₹ in Lacs)
PARTICULARS		As at 31st March, 2020
Retained earnings		(0.24)
		(0.24)
4.1 Movement in other equity:		
Retained Earnings		
Opening balance		-
Profit for the year		(0.24)
Other comprehensive income		-
Closing balance		(0.24)

Note No. 5 : OTHER CURRENT FINANCIAL LIABILITIES

		( ₹ in Lacs)
PARTICULARS		As at 31st March, 2020
Other payables		0.03
	Total	0.03

5.1 Other payables include liability for expenses etc.





MODERN INVIRO PRIVATE LIMITED

Notes forming part of Financial Statments

Note No. 6 : OTHER EXPENSES

( ₹ in Lacs)

PARTICULARS	Year ended 31st March, 2020
Administrative Expenses	
Legal & Professional Expenses	0.21
Payment to Auditors for Audit fee	0.03
Total	0.24

Note No. 7 : EARNINGS PER SHARE

( ₹ in Lacs)

PARTICULARS	Unit	Year ended 31st March, 2020
Net profit for the year attributable to equity shareholders (Basic & diluted earnings per share)	₹ In Lacs	(0.24)
Weighted average number of equity shares outstanding	Nos.	100000
Nominal value per share	₹	10
Earnings Per Share:		
- Basic	₹	(0.24)
- Diluted	₹	(0.24)





**MODERN INVIRO PRIVATE LIMITED**

Notes forming part of Financial Statements

**Note No. 8 : Income Tax**

**i) Tax expense recognised in Statement of Profit and Loss** (₹ in Lacs)

Particulars	31st March, 2020
<b>(a) Statement of Profit and Loss</b>	
Current tax for the year	-
Deferred tax for the year	-
<b>Income tax expense recognised in Statement of Profit and Loss</b>	<b>-</b>
<b>(b) Other Comprehensive Income</b>	
Actuarial gain/loss on defined benefit plan	-
<b>Income tax charged to Other comprehensive income</b>	<b>-</b>

**ii) Reconciliation of effective tax rate** (₹ in Lacs)

Particulars	31st March, 2020
Profit before tax	(0.24)
Enacted tax rate in India	34.944%
Current tax expenses on profit before tax at the enacted income tax rate in India	(0.08)
<b>Tax effect of</b>	
<b>Total tax expenses in the statement of profit and loss account</b>	<b>(0.08)</b>
Effective Tax rate	-

**Note No. 9 : Related party disclosures**

**i) Name of related parties and description of relationship**

**a) Company which exercises significant influence**

Modern Insulators Limited

**b) Key Management Personnel**

Shri Shreyans Ranka- Director

Shri Suvrat Ranka - Director

**ii) The following transactions were carried out with the related parties during the year :-** (₹ in Lacs)

Description of the nature of the transactions	Name	Volume of transactions	Balance Outstanding
		Year ended 31st March, 2020	As at 31st March, 2020
<b>a) Company which exercises significant influence</b>			
Subscription towards equity shares	Modern Insulators Ltd.	10.00	10.00

As per our report of even date attached

**For Padamchand Jain & Associates**

Chartered Accountants

Firm Registration No. 107221W

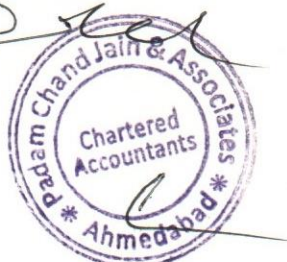
**Padam Chand Jain**

Partner

Membership No. 34966

Place : Ahmedabad

Date : 08/07/2020



For and on behalf of the Board

*[Signature]*

*[Signature]*