

# **D. Tayal & Jain, Chartered Accountants**

G-3, Ganpati Royale Building, 30, Surya Nagar, Agra-282002

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## **INDEPENDENT AUDITOR'S REPORT**

**TO  
THE MEMBERS OF  
M/S SHUBHAM ELECTROCHEM LIMITED  
DELHI**

### **REPORT ON THE IND AS FINANCIAL STATEMENTS**

#### **Opinion**

We have audited the accompanying Standalone Ind AS Financial Statements of **M/S SHUBHAM ELECTROCHEM LIMITED** ("the Company") which comprises the Balance Sheet as at March 31<sup>st</sup>, 2023, the Statement of Profit and Loss (including Statement of Other Comprehensive Income), Statement of changes in equity and statement of cash flows for the year then ended, and notes to the standalone Ind AS 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 standalone Ind AS 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31<sup>st</sup>, 2023, and statement of profit and loss (including Statement of Other Comprehensive Income), Statement of changes in equity) and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Ind AS 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 (ICAI) together with the independence requirements that are relevant to our audit of the standalone Ind AS 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 audit opinion on the standalone Ind AS financial statements.

### **RESPONSIBILITY OF MANAGEMENT FOR THE STANDALONE IND AS 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 standalone Ind AS Financial Statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 standalone Ind AS 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 RESPONSIBILITY FOR THE AUDIT OF THE AS FINANCIAL STATEMENTS

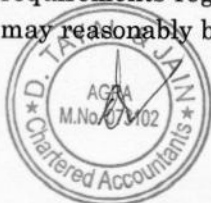
Our objectives are to obtain reasonable assurance about whether the standalone Ind AS Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but 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 standalone Ind AS 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 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.



## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

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.

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 audit of all the branch offices of the Company has been conducted by us, hence section 143(8) is not applicable;
- d. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- e. In our opinion, the aforesaid standalone Ind AS Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- f. On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- g. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- 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 (other than in the ordinary course of business) 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 has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Place : New Delhi  
Date : 08.05.2023

For D. TAYAL & JAIN  
Chartered Accountants  
Firm Reg. No. 011181C



(CA. DEEPAK TAYAL)  
Proprietor  
Membership No. 073102  
UDIN : 23073102BGXRSY8092



**ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT OF  
M/S SHUBHAM ELECTROCHEM LIMITED  
(Referred to in our Report of even date for F. Y. 2022-23)**

- i. (a) (A) The Company has maintained proper records to show full particulars including quantitative details and situation of Property Plant & Equipments.
- (B) The company is not having any intangible assets.
- (b) Property, Plant and Equipment have been physically verified by the management at reasonable intervals; According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to information and explanations given to us, the title deeds of immovable properties are held in the name of the company.
- (d) According to the information and explanations given to us, company has not revalued its Property, Plant and Equipment or intangible assets.
- (e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the company under the Benami Transactions (Prohibition) Act, 1988 (45 of 1998)
- ii. Company has no inventories
- iii. The Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, LLP or other parties, or to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013, during the year. However, the outstanding balance of Advances given in the previous financial years is as follows:-

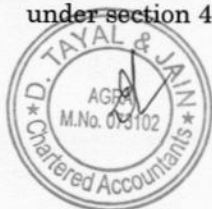
Nature of facility	Opening Balance as on 01-04-22	Advances granted during F/Y 2022-23	Outstanding Balance as on 31-03-23	Name of the Entity
Long term loan and advances	212,15,000	0.00	211,95,000	M/s Superking Investments Pvt. Ltd.
Investment	47,48,536	0.00	47,48,536	M/s Samast Vikas Ltd.

- iv. According to the information and explanations given to us, the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security have been complied with.
- v. Directives issued by Reserve Bank of India and Provisions of Section 73 to 76 or any other relevant provisions of The Companies Act, 2013 and the rules framed there under are not applicable to the Company.
- vi. Maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the company.
- vii. According to the information and explanations given to us, the Company has been regular in depositing with appropriate authorities undisputed statutory dues and there are no undisputed amounts of Income Tax, Good and Service Tax, Cess, Employees State Insurance, Wealth Tax, Customs Duty, Provident Fund etc. outstanding as at the last day of financial year concerned for a period of more than six months from the date they became payable.  
There are no dues of Income Tax, Good and Service Tax, Custom Duty, Value Added Tax on account of any dispute.



**ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT OF  
M/S SHUBHAM ELECTROCHEM LIMITED  
(Referred to in our Report of even date for F. Y. 2022-23)**

- viii. There are no transactions which are 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) The Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or other lender
- (c) No term loans have been availed by the company.
- (d) No short term loans have been availed by the company.
- (e) According to the information and explanations given to us, 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.
- (f) 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) In our opinion and according to the information and explanations given to us, the Company had not raised money by way of initial public offer or further public offer during the year.
- (b) According to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or convertible debentures
- xi. (a) According to the information and explanations given to us, no fraud by the company or any fraud on the company by its officers or employees 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) the auditor has not received any whistle-blower complaints during the year
- xii. The company is not the Nidhi Company, therefore not required to comply with the requirements.
- xiii. According to the information & explanation given to us, the provisions of section 177 and 188 of the Companies Act, 2013 regarding transaction with related parties have been complied with and details of the transaction as per applicable accounting standard have been disclosed in the notes to accounts of the financial statements.
- xiv. (a) According to the information & explanation given to us, The Company has an internal audit system commensurate with the size and nature of its business.
- (b) Reports of the Internal Auditor for the period under audit were considered by us.
- xv. According to the information & explanation given to us, no non-cash transactions with directors or persons connected with him, have been taken place during the year, hence the provisions of section 192 of the Companies Act, 2013 are not applicable to the company.
- xvi. According to the information & explanation given to us, the company does not require to be registered under section 45-IA of the Reserve Bank of India Act, 1934.



**ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT OF  
M/S SHUBHAM ELECTROCHEM LIMITED  
(Referred to in our Report of even date for F. Y. 2022-23)**

- xvii. According to the information & explanation given to us, the company has incurred cash loss during the current financial year Rs. 85,508/-

Profit / Loss after Tax	(1,81,123)
Add :- Depreciation	95,615
Cash Loss	(85,508)

- xviii. There has been no resignation of the statutory auditors during the year, accordingly clause 3(xviii) of the order is not applicable to the company.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, there is 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. According to the information and explanations given to us, said clause is not applicable to the Company.

Place : New Delhi  
Date : 08.05.2023

**For D. TAYAL & JAIN**  
Chartered Accountants  
Firm Reg. No. 011181C



(CA. DEEPAK TAYAL)  
Proprietor  
Membership No. 073102  
UDIN : 23073102BGXRSY8092



**ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT OF  
M/S SHUBHAM ELECTROCHEM LIMITED  
(Referred to in our Report of even date for F. Y. 2022-23)**

**REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB – SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013**

We have audited the internal financial controls over financial reporting of **M/S SHUBHAM ELECTROCHEM LIMITED** as of 31<sup>st</sup> March 2023 in conjunction with our audit of the Standalone Ind AS 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 ('ICAI'). 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.

**AUDITOR'S 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 judgment, 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.



**ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT OF  
M/S SHUBHAM ELECTROCHEM LIMITED  
(Referred to in our Report of even date for F. Y. 2022-23)**

**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 31<sup>st</sup> March, 2023, 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 : New Delhi

Date : 08.05.2023

For D. TAYAL & JAIN

Chartered Accountants

Firm Reg. No. 011181C



(CA. DEEPAK TAYAL)

Proprietor

Membership No. 073102

UDIN : 23073102BGXRSY8092



**M/S SHUBHAM ELECTROCHEM LIMITED**

Balance Sheet as at 31st March, 2023

Particulars	Notes No.	(in, 00)	(in, 00)
		Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
<b>I. ASSETS</b>			
<b>(1) Non Current Assets</b>			
<b>(a) Property, Plant and Equipment and Intangible assets</b>			
(i) Property, Plant and Equipment	1	19,767.66	20,723.81
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
<b>(b) Non Current Investments</b>	2	47,485.36	47,485.36
(c) Deferred tax assets (net)	3	603.67	757.42
(d) Long term loans and advances	4	2,12,048.00	2,12,248.00
<b>(2) Current Assets</b>			
(a) Current Investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	5	4,424.43	4,608.94
(e) Short term loans and advances	6	-	-
(f) Current Tax Assets (Net)	7	0.30	200.30
(g) Other current assets		-	-
<b>Total Assets</b>		<b>2,84,329.42</b>	<b>2,86,023.83</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Equity Share capital	8	50,000.00	50,000.00
(b) Reserves and Surplus	9	2,33,891.03	2,35,702.26
<b>(2) Liabilities</b>			
<b>Non-current liabilities</b>			
(a) Long- term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term Liabilities		-	-
(d) Long term provisions		-	-
<b>(3) Current liabilities</b>			
(a) Short Term Borrowings		-	-
(b) Current Maturity of long term borrowings		-	-
(c) Trade payables		-	-
(d) Other current liabilities	10	438.39	321.57
(e) Short term Provisions	11	-	-
<b>Total Equity and Liabilities</b>		<b>2,84,329.42</b>	<b>2,86,023.83</b>

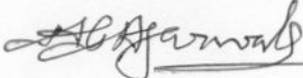
Notes referred to above form an integral part of the Financial Statements  
As per our Report of even date attached

For and on behalf of the Board

For D. TAYAL & JAIN  
Chartered Accountants  
Firm Reg. No. 011181C

(CA. DEEPAK TAYAL)  
Proprietor  
Membership No. 073102  
UDIN : 23073102BGXRSY8092

Place : New Delhi  
Date : 08.05.2023



(ARUN GOPAL AGARWAL)  
Director  
DIN : 00374421



(SANJEETKUMAR G RATH)  
Director  
DIN : 08140999

**M/S SHUBHAM ELECTROCHEM LIMITED**  
**Profit & Loss Statements for the year ended on 31st March, 2023**

(in, 00)

(in, 00)

Sr. No.	Particulars	Notes No.	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
I	Revenue from operations		-	-
II	Other Income	12	18.00	5.04
	<b>Total Revenue (III)</b>		<b>18.00</b>	<b>5.04</b>
IV	Expenses:			
	Cost of Material Consumed		-	-
	Change in Inventories of Finished Good and Work in Progress		-	-
	Employee Benefit Expenses	13	-	-
	Financial Cost		-	-
	Other Expenses	14	719.33	859.73
	Depreciation and Amortization Expenses	15	956.15	987.09
	<b>Total Expenses (IV)</b>		<b>1,675.48</b>	<b>1,846.82</b>
V	Profit before exceptional items and tax	(III-IV)	(1,657.48)	(1,841.78)
VI	Exceptional items		-	-
VII	Profit before tax	(V-VI)	(1,657.48)	(1,841.78)
VIII	Tax Expenses:			
	(1) Current Tax		0.00	-
	(2) Deferred Tax		153.75	(75)
	(3) Previous Year Tax		-	(0)
IX	Profit for the year	(VII-VIII)	(1,811.23)	(1,766.51)
X	Other Comprehensive Income:			
	i) Items that will not be reclassified to profit and loss		-	-
	ii) Income tax relating to items that will not be reclassified to profit and loss		-	-
	i) Items that will be reclassified to profit and loss		-	-
	ii) Income tax relating to items that will be reclassified to profit and loss		-	-
	<b>Total Other Comprehensive Income for the year</b>		<b>-</b>	<b>-</b>
XI	Total Comprehensive Income for the year	(IX+X)	(1,811.23)	(1,766.51)
XII	Earning per equity share:			
	(1) Basic (In Rs.)		(0.36)	(0.35)
	(2) Diluted (In Rs.)		(0.36)	(0.35)

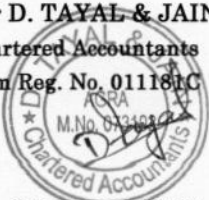
Notes referred to above form an integral part of the Financial Statements  
As per our Report of even date attached

For and on behalf of the Board

For D. TAYAL &amp; JAIN

Chartered Accountants

Firm Reg. No. 011181C



(CA. DEEPAK TAYAL)

Proprietor

Membership No. 073102

UDIN : 23073102BGXRSY8092

Place : New Delhi

Date : 08.05.2023

(ARUN GOPAL AGARWAL)

Director

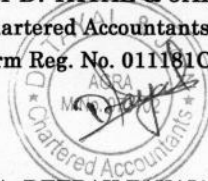
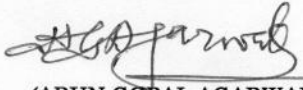

DIN : 00374421

(SANJEETKUMAR G RATH)

Director

DIN : 08140999

**M/S SHUBHAM ELECTROCHEM LIMITED**  
**Cash Flow Statement for the year as on 31st March, 2023**

	(in, 00)	(in, 00)
Particulars	2022-23	2021-22
<b>Cash Flows from Operating Activities:</b>		
Net Profit before taxation, and extraordinary items	(1,657.48)	(1,841.78)
<b>Adjustments for</b>		
Depreciation	956.15	987.09
Interest Expense	-	-
Preliminary Expenses W/O	-	-
<b>Operating Profit before working capital changes</b>	<b>(701.33)</b>	<b>(854.69)</b>
<b>Adjustments for</b>		
Short Term Loans & Advances	400.00	635.00
Inventories and Trade Receivable	-	-
Current Liabilities & Provisions	116.82	(311.75)
<b>Cash generated from operations</b>	<b>(184.51)</b>	<b>(531.44)</b>
Direct Taxes	-	(0.06)
<b>Cash flow before extraordinary item</b>	<b>(184.51)</b>	<b>(531.38)</b>
Extraordinary items	-	-
<b>Net Cash from / (used) Operating activities</b>	<b>(184.51)</b>	<b>(531.38)</b>
<b>Cash Flows from Investing Activities:</b>		
Proceed from Share Capital	-	-
Purchase of Fixed Assets	-	-
Purchase of Shares	-	-
Decrease/(Increase) in Long Term Loans and Advances	-	-
<b>Net Cash from / (used) Investing activities</b>	<b>-</b>	<b>-</b>
<b>Net Cash from Financing activities:</b>		
Proceeds/(Repayment) of Secured Loan	-	-
Proceeds/(Repayment) of UnSecured Loan	-	-
Interest Paid	-	-
<b>Net Cash from / (used) Financing activities</b>	<b>-</b>	<b>-</b>
<b>Net Increase in Cash &amp; Cash equivalents</b>	<b>(184.51)</b>	<b>(531.38)</b>
<b>Cash &amp; Cash equivalents at beginning of period</b>	<b>4,608.94</b>	<b>5,140.32</b>
<b>Cash &amp; Cash equivalents at end of period</b>	<b>4,424.43</b>	<b>4,608.94</b>
Signed in terms of our Report of even date		For and on behalf of the Board
For D. TAYAL & JAIN Chartered Accountants Firm Reg. No. 011181C  (CA. DEEPAK TAYAL) Proprietor Membership No. 073102 UDIN : 23073102BGXRSY8092		 (ARUN GOPAL AGARWAL) Director DIN : 00374421
Place : New Delhi Date : 08.05.2023		 (SANJEETKUMAR G RATH) Director DIN : 08140999



**M/S SHUBHAM ELECTROCHEM LIMITED**  
**Accounting Policies Forming Integral Part of the Ind AS Financial Statements**

**A. BASIS OF PREPARATION OF THE IND AS FINANCIAL STATEMENTS**

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historic cost convention on an accrual basis, except where the same is considered as fair market value as required by Ind AS, the provisions of the Companies Act, 2013 ('the Act') (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI).

The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the relevant amendment rules issued thereafter.

The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

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. INVENTORIES**

Inventories are stated at the lower of cost or net realizable value after providing for obsolescence, if any. Cost of Inventories comprises of cost of purchase, cost of conversion and other cost incurred in bringing them to their respective present location and condition.

**C. STATEMENT OF CASH FLOW**

As required by Ind AS-7 "Statement of CashFlow" issued by "The Institute of Chartered Accountants of India" the Cash Flow for the period is reported using indirect method. The Cash and Cash Equivalent of the Company comprises of Cash in hand and Current account with Scheduled Banks.

**D. DEPRECIATION**

Depreciation for current financial year has been provided on straight-line method in the manner and at the rates specified in Schedule II to the Companies Act, 2013 and on pro rata basis from the date of installation till the date the assets are sold or disposed off.

**E. REVENUE RECOGNITION**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured:

- a) Sales are recognized on generation of sale bill or clearance of goods from factory whichever is earlier and are recorded exclusive of excise duty, service tax and sales tax.
- b) Export benefits are recognized on accrual basis.
- c) Scrap, salvaged/waste materials and sweepings are recognized on actual realization basis.

**F. PROPERTY, PLANT AND EQUIPMENTS**

All assets held with the intention of being used for the purpose of producing goods or providing services and not for sale in the normal course of business are recognized as Property, Plant and Equipments and are stated at cost less accumulated depreciation after considering lease adjustment account. All costs including finance cost attributable to Property, Plant and Equipments till assets are ready for intended use are capitalized.



**M/S SHUBHAM ELECTROCHEM LIMITED**  
**Accounting Policies Forming Integral Part of the Ind AS Financial Statements**

**G. INVESTMENTS**

The following policies have been adopted in respect of Investments made:

- i) Investments that are readily realizable and are intended not to be held for more than one year from the date of acquisition are classified as current investments. All other investments are classified as Long term investments.
- ii) The Company values its Investments based on the Ind AS "Accounting for Investment" issued by the Institute of Chartered Accountants of India:
  - a) Investment held as long-term investments are valued at cost. Provision for diminution in value is made only if there is a permanent decline in their net realizable value.
  - b) Current investments are valued at lower of cost or net realizable value.

**H. BORROWING COSTS**

- i) Borrowing costs, which are directly attributable to the acquisition /construction of Property, Plant and Equipments, till the time such assets are ready for intended use, are capitalized as a part of the cost of assets.
- ii) All borrowing costs other than mentioned above are expensed in the period they are incurred. In case of unamortized identified borrowing cost is outstanding at the year end, it is classified under loans and advances as unamortized cost of borrowings.
- iii) In case any loan is prepaid/ cancelled then the unamortized borrowing cost, if any, is fully expensed off on the date of prepayment/cancellation.

**I. RELATED PARTIES**

Parties are considered to be related if at any time during the reporting period one party has the ability to control the other party or exercise significant influence over the other party in making financial and/or operating decisions.

As required by Ind AS-24 "Related Party Disclosure" only following related party relationships are covered:

- (a) Enterprises that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the reporting enterprise (this includes holding Companies, subsidiaries and fellow subsidiaries);
- (b) Associates and joint ventures of the reporting enterprise and the investing party or venture in respect of which the reporting enterprise is an associate or a joint venture;
- (c) Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise, and relatives of any such individual;
- (d) Key management personnel (KMP) and relatives of such personnel; and
- (e) Enterprises over which any person described in (c) or (d) is able to exercise significant influence.

**J. LEASE ASSETS**

No asset has been taken on lease. Hence, Ind AS-17 "Accounting for Lease" issued by "The Institute of Chartered Accountants of India" are not applicable.

**K. EARNING PER SHARE**

The Earning per Share (Basic as well as Diluted) is calculated based on the net profit or loss for the period attributable to equity shareholders i.e. the net profit or loss for the period after deducting Proposed Preference Dividend and any attributable tax thereto.

For the purpose of calculating (Basic and Diluted EPS), the number of equity shares taken are the weighted average number of equity shares outstanding during the period.



**M/S SHUBHAM ELECTROCHEM LIMITED**  
**Accounting Policies Forming Integral Part of the Ind AS Financial Statements**

**L. INTANGIBLE ASSETS**

Intangible assets are recognized only when four of below mentioned criteria are fulfilled:

- a) Asset is identifiable.
- b) Control of the enterprise over that asset.
- c) It is probable that future economic benefits attributable to the asset will flow to the enterprise.
- d) Cost of the asset can be measured reliably.

If any of the above four criteria is not fulfilled the expenditure incurred to acquire the asset is recognized as an expense, in the year in which it is incurred.

Intangible assets are initially measured at cost, after initial recognition the intangible asset is carried at its carrying value i.e. cost less any accumulated amortization and accumulated impairment losses.

**M. IMPAIRMENT OF ASSETS**

An asset is treated as impaired, when carrying cost of asset exceeds its recoverable amount.

At each Balance Sheet Date, it is seen that whether there is any indication that an asset may be impaired, if any such indication exist, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss; if any. Such impairment loss is charged to the profit and loss account in the year in which an asset is identified as impaired.

When an impairment loss is subsequently reversed, the carrying amount of the asset is increased to its revised estimate of its recoverable amount. However this increased amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for that asset in prior period. A reversal of an impairment loss is recognized as income immediately in the Profit & Loss Account.

**N. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past events and it is probable that there will be outflow of resources. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value. Contingent liabilities are not recognized but are disclosed in the notes on accounts. Contingent assets are neither recognized nor disclosed in the financial statements and will be recognize only when its realization is virtually certain. However, there is no contingent liability or asset.

**O. USE OF ESTIMATES AND JUDGEMENTS**

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

**P. FOREIGN CURRENCY TRANSACTIONS**

As prescribed in Ind AS 21 - "The effect of changes in foreign exchange rates", Transactions in foreign currency are recorded at the rates of exchange prevalent on the date of transaction. Exchange differences, if any arising from foreign currency transactions are dealt in the statement of profit and loss at year end rates. However, there are no foreign currency transactions.





**M/S SHUBHAM ELECTROCHEM LIMITED**  
Notes Forming Integral Part of the Ind AS Financial Statements as on 31st March, 2023

Notes No. : 1 Property, Plant and Equipments

Sr. No.	Particulars	Gross Block			Depreciation			Net Block	
		Value at the beginning	Addition during the year	Value at the end	Value at the beginning	Addition during the year	Value at the end	WDV as on 31.03.2023	WDV as on 31.03.2022
I	<b>Tangible Assets</b>								
1	Furniture	610.62	-	610.62	596.03	14.59	610.62	-	14.59
2	Computer	572.10	-	572.10	572.10	-	572.10	-	-
3	Property	28,761.52	-	28,761.52	8,052.30	941.56	8,993.86	19,767.66	20,709.22
	<b>Total (Current Year)</b>	<b>29,944.24</b>	<b>-</b>	<b>29,944.24</b>	<b>9,220.43</b>	<b>956.15</b>	<b>10,176.58</b>	<b>19,767.66</b>	<b>20,723.81</b>
	<b>Total (Previous Year)</b>	<b>29,944.24</b>	<b>-</b>	<b>29,944.24</b>	<b>8,233.34</b>	<b>987.09</b>	<b>9,220.43</b>	<b>20,723.81</b>	<b>21,710.90</b>

(in, 00)

(in, 00)



**M/S SHUBHAM ELECTROCHEM LIMITED**

**Notes Forming Integral Part of the Ind AS Financial Statements as on 31st March, 2023**

**Notes No. : 2 Financial Assets - Non Current Investments**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	<b>Other Investments</b>		
	Investment in Un Quoted Equity Shares	47,485.36	47,485.36
	<b>Total in ₹</b>	<b>47,485.36</b>	<b>47,485.36</b>

**Notes No. : 3 Deferred Tax Assets**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	<b>Opening Balance</b>	757.42	682.21
	Addition during the year	(153.75)	75.21
	Closing Balance	603.67	757.42
	<b>Total in ₹</b>	<b>603.67</b>	<b>757.42</b>

**Notes No. : 4 Long term loans and advances**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	<b>Security Deposit</b>		
	Unsecured considered good	98.00	98.00
2	<b>Advance Recoverable in cash or in kind or for value to be considered good</b>		
	Others Loan and Advances	2,11,950.00	2,12,150.00
	<b>Total in ₹</b>	<b>2,12,048.00</b>	<b>2,12,248.00</b>

**Notes No. : 5 Cash and cash equivalents**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	<b>Cash in Hand</b>		
		4,201.04	4,471.62
	Sub Total (A)	4,201.04	4,471.62
2	<b>Balances with Banks (Subject to Bank Reconciliation)</b>		
		223.39	137.32
	Sub Total (B)	223.39	137.32
	<b>Total in ₹ (A+B)</b>	<b>4,424.43</b>	<b>4,608.94</b>

**Notes No. : 6 Financial Assets - Short term loans and advances**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	<b>Others</b>	-	-
	<b>Total in ₹</b>	-	-



**M/S SHUBHAM ELECTROCHEM LIMITED**

**Notes Forming Integral Part of the Ind AS Financial Statements as on 31st March, 2023**

**Notes No. : 7 Financial Assets - Current Tax Assets**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	Unsecured Considered Good Balance with Government Authorities	0.30	200.30
	<b>Total in ₹</b>	<b>0.30</b>	<b>200.30</b>

**Notes No. : 8 Equity Capital**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	<b>AUTHORIZED CAPITAL</b> 5,00,000 Equity Shares of ₹ 10/- each.	50,000.00	50,000.00
		<b>50,000.00</b>	<b>50,000.00</b>
2	<b>ISSUED, SUBSCRIBED &amp; PAID UP CAPITAL</b> 5,00,000 Equity Shares of ₹ 10/- each, Fully Paid up	50,000.00	50,000.00
		<b>50,000.00</b>	<b>50,000.00</b>
	<b>Reconciliation</b>		
	Opening No. of Shares	5,00,000	
	Add: Issued During the year	-	
	Less: Bought Back	-	
	Closing No. of Shares	5,00,000	
	<b>Total in ₹</b>	<b>50,000</b>	<b>50,000</b>

- 100% shares are held by S. E. Power Limited (Holding Company).

**Notes No. : 9 Reserves and Surplus**

(in, 00)

(in, 00)

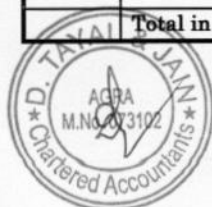
Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	<b>Surplus (Profit &amp; Loss Account)</b>	<b>5,473.28</b>	<b>7,284.51</b>
	Balance brought forward from previous year	7,284.51	9,051.02
	Add: Profit for the year	(1,811)	(1,767)
2	Security Premium	13,742.75	13,742.75
3	General Reserve	2,14,675.00	2,14,675.00
	<b>Total in ₹</b>	<b>2,33,891.03</b>	<b>2,35,702.26</b>

**Notes No. : 10 Other Current Liabilities**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	Others	438.39	321.57
	<b>Total in ₹</b>	<b>438.39</b>	<b>321.57</b>





**M/S SHUBHAM ELECTROCHEM LIMITED**

**Notes Forming Integral Part of the Ind AS Financial Statements as on 31st March, 2023**

**Notes No. : 11 Short term Provisions**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	Others Provision for Taxation	-	-
	<b>Total in ₹</b>	-	-

**Notes No. : 13 Other Income**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	Others Interest on Income Tax Refund	18.00	5.04
	<b>Total in ₹</b>	18.00	5.04

**Notes No. : 13 Employee Benefit Expenses**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	Salary	-	-
	<b>Total in ₹</b>	-	-

- There is no employee who has drawn more than ₹ 1,02,00,000 per annum or ₹ 8,50,000 per month during the year.
- No Remuneration has been paid to the directors during the year.

**Notes No. : 14 Other Expenses**

(in, 00)

(in, 00)

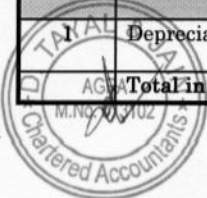
Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
1	Auditor's Remuneration	150.00	150.00
2	Telephone Expenses	-	-
3	Office Expenses	192.00	285.00
4	Postage Expenses	-	-
5	Travelling & Conveyance Expenses	-	-
6	Printing and Stationery Expenses	-	-
7	Electricity Expenses	56.90	43.50
8	Bank Charges	8.11	9.56
9	Legal Expenses	33.00	128.80
10	Demat charges	57.82	57.82
11	NSDL Expenses	116.82	118.00
12	Property Tax	15.68	17.05
13	ROC Expenses	89.00	50.00
	<b>Total in ₹</b>	719.33	859.73

**Notes No. : 15 Depreciation & Amortization Expenses**

(in, 00)

(in, 00)

Sr. No.	Particulars	Figures as at the end of 31st March, 2023	Figures as at the end of 31st March, 2022
	Depreciation	956.15	987.09
	<b>Total in ₹</b>	956.15	987.09



**M/S SHUBHAM ELECTROCHEM LIMITED**  
**Notes Forming Integral Part of the Ind AS Financial Statements as on 31st March, 2023**

16. Remuneration to Auditors:

(Amount in ₹)

Particulars	2022-2023	2021-2022
For Statutory Audit	10,000	10,000
For Certification work/other services	5,000	5,000
<b>Total</b>	<b>15,000</b>	<b>15,000</b>

17. There are no Contingent liabilities as on 31.03.2023

18. Figures for previous year have been regrouped, rearranged or reclassified wherever considered necessary:

Short term advances of Rs. 2,12,15,000 as on 31 March, 2022 has been classified as long term advances as on 31 March, 2023 and accordingly previous year figure has been regrouped.

19. Disclosure of related party transactions:

A. Holding Company

M/s S. E. Power Limited

B. Related Party

Key Managerial Personnel (KMP)

Relation

Mr. Sanjeet Kumar Gourishankar Rath

Director

Relatives of KMP

Mrs. Reena Rath

Spouse of Mr. Sanjeet Kumar Gourishankar Rath

Mr. Gourishankar Rath

Father of Mr. Sanjeet Kumar Gourishankar Rath

Mrs. Sandhya Rani

Mother of Mr. Sanjeet Kumar Gourishankar Rath

Mrs. Subarnaka Rath

Sister of Mr. Sanjeet Kumar Gourishankar Rath

Mrs. Swagatika Rath

Sister of Mr. Sanjeet Kumar Gourishankar Rath

C. Enterprises over which significant influence exercised by Key Managerial Personnel /Directors/Relatives of key Management Personnel during the year : Nil

D. There is no related parties' transaction during the year.

Notes:

- (1) Related party relationship is as identified by the management of company on the basis of information available with them and accepted by the auditors as correct.
- (2) No amount has been written off or written back during the year in respect of debt due from or to related parties.



**M/S SHUBHAM ELECTROCHEM LIMITED**  
**Notes Forming Integral Part of the Ind AS Financial Statements as on 31st March, 2023**

20. Earning Per Share:

(Amount in ₹)

Particulars	2022-2023	2021-2022
Net Profit after tax	(1,81,123)	(1,76,651)
Profit available to equity shareholders (A)	(1,81,123)	(1,76,651)
Number of Equity Shares		
-Weighted average number of Equity Shares outstanding (Face Value of ₹10/- each) (B)	5,00,000	5,00,000
-Basic/Diluted Earnings per Share (in ₹) (A / B)	(0.36)	(0.35)

21. No amount is payable to Small Scale Industrial Undertakings. The company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Act, 2006 and hence disclosures, if any relating to amounts unpaid at the yearend together with interest paid/payable as required under the Act cannot be furnished.

22. The Company has only one segment. Accordingly, Reporting as per Ind AS is not applicable.





**M/S SHUBHAM ELECTROCHEM LIMITED**  
**Notes Forming Integral Part of the Ind AS Financial Statements as on 31st March, 2023**

23. Ratios:

Sr. No.	Ratio	Formula	Ratio 31 <sup>st</sup> March, 2023	Ratio 31 <sup>st</sup> March, 2022	Remark
1	Current Ratio	Current Assets / Current Liabilities	10.09	14.96	Current assets reduced due to Income tax Refund Received
2	Debt-Equity Ratio	Debt / Equity	-	-	-
3	Debt Service Coverage Ratio	Net Operating Income / Total Debt Service	-	-	-
4	Return on Equity Ratio	Net Income / Shareholder's Equity	(0.01)	(0.04)	Due to reduction of Expenses
5	Inventory turnover ratio	COGS / Average Inventory	-	-	-
6	Trade Receivables turnover ratio,	Net Annual Credit Sales ÷ Average Accounts Receivables	-	-	-
7	Trade payables turnover ratio,	Net Credit Purchases / Average Accounts Payables	-	-	-
8	Net capital turnover ratio	Total Sales / Working Capital	-	-	-
9	Net profit ratio	Net Profit / Revenue	-	-	-
10	Return on Capital employed,	EBIT / capital employed	(0.58)	(0.64)	-
11	Return on investment	Income generated form Investments / weighted average investments	-	-	-

Signed in terms of our Report of even date

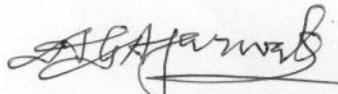
For and on behalf of the Board

For D. TAYAL & JAIN  
Chartered Accountants  
Firm Reg. No. 011181C



(CA. DEEPAK TAYAL)  
Proprietor  
Membership No. 073102  
UDIN : 23073102BGXRSY8092

Place : New Delhi  
Date : 08.05.2023

  
(ARUN GOPAL AGARWAL)  
Director

DIN : 00374421

  
(SANJEETKUMAR G RATH)  
Director

DIN : 08140999