

SAPNESH SHETH & CO.

CHARTERED ACCOUNTANTS

802, 8<sup>TH</sup> FLOOR, RAJHANS BONISTA,  
GHOD DOD ROAD, SURAT - 395007

## AUDIT REPORT

FOR THE YEAR ENDING ON 31.03.2023

NAME  
ADDRESS

: DESCO INFRATECH PVT. LTD.  
: 1/A-6, D.K. PARK, NR. RUPALI CANAL,  
BHATAR ROAD, SURAT-395017.



UDIN: 23102698BGXE ZY 6771

## INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF  
DESCO INFRATECH PRIVATE LIMITED.**

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

### Opinion

We have audited the Financial Statements of DESCO INFRATECH PRIVATE LIMITED ("the Company"), which comprise the balance sheet as at 31st March 2023, and 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 [hereinafter referred to as "the Financial Statements"].

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 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, 2023, and its profit and ~~its Cash Flows~~ for the year ended on that date.

### Basis for Opinion

We conducted our audit of the Financial Statements 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Financial Statements that give a true and fair view of the financial position & financial performance, and ~~cash flows~~ of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were



operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

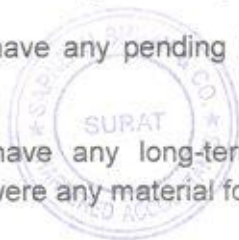
- a. Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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.
- b. 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
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d. 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.
- e. 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**

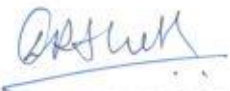
1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act is not applicable to the company since it is a Small Company as defined under clause (85) of Section 2 of the Act amended as per MCA notification dated 15.09.2022.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.
  - (d) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 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, we have to state as per notification No. G.S.R.583(E) dated 13/06/2017 read with general circular 08/2017 dated 25/07/2017 the said reporting is not applicable to the company as the company's turnover as per last audited financial statements is less than Rs. 50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs. 25 Crores.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.





- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- (ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (iii) Based on such audit procedures which we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- v. The company has not declared or paid any dividend during the year.

for **SAPNESH SHETH AND CO.**  
**Chartered Accountants**



**CA SAPNESH SHETH**  
**(PROPRIETOR)**  
**M. No. 102698**  
**FRN: 0138910W**



**Place : SURAT**  
**Date : 18.09.2023**


**DESCO INFRATECH PRIVATE LIMITED**  
**CIN : U45201GJ2011PTC063710**  
**BALANCE SHEET AS AT 31/03/2023**

In ₹ Hundreds

Particulars	Note No.	as at 31/03/2023	as at 31/03/2022
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	1	25000.00	25000.00
Reserves and surplus	2	469573.55	340191.35
Money received against share warrants		-	-
		494573.55	365191.35
Share application money pending allotment		-	-
<b>Non-current liabilities</b>			
Long-term borrowings	3	272907.94	132350.39
Deferred tax liabilities (Net)		-	-
Other Long term liabilities		-	-
Long-term provisions		-	-
		272907.94	132350.39
<b>Current liabilities</b>			
Short-term borrowings	4	308083.98	176460.09
Trade payables	5		
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		775224.55	326498.72
Other current liabilities	6	167517.83	133505.71
Short-term provisions	7	56860.32	32821.67
		1307686.68	669286.19
<b>TOTAL</b>		<b>2075168.17</b>	<b>1166827.93</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment and Intangible Assets			
Property, Plant and Equipment	8	59892.94	66180.32
Intangible assets		-	-
Capital work-in-progress		-	-
Intangible assets under development		-	-
		59892.94	66180.32
Non-current investments		-	-
Deferred tax assets (net)	9	8493.24	6644.71
Long-term loans and advances		-	-
Other non-current assets	10	33025.52	34047.12
		101411.70	106872.15
<b>Current assets</b>			
Current investments		-	-
Inventories	11	35199.14	34599.97
Trade receivables	12	1398216.75	710724.01
Cash and cash equivalents	13	16796.41	19353.48
Short-term loans and advances	14	423411.36	226054.70
Other current assets	15	100132.82	69223.62
		1973756.47	1059955.78
Accounting Policies and Notes on Accounts	1.0		
<b>TOTAL</b>		<b>2075168.17</b>	<b>1166827.93</b>

In terms of our attached report of even date  
For SAPNESH SHETH AND CO.  
CHARTERED ACCOUNTANTS  
FRN : 0138910W

For DESCO INFRATECH PRIVATE LIMITED

  
SAPNESH RUPAM SHETH  
(PROPRIETOR)  
M. NO. : 102698



  
MALHAR DESAI  
(DIRECTOR)  
(DIN : 07293599)

  
INDIRA P. DESAI  
INDIRABEN DESAI  
(DIRECTOR)  
(DIN : 03323535)

Place : SURAT  
Date : 18/09/2023




**DESCO INFRATECH PRIVATE LIMITED**  
**CIN : U45201GJ2011PTC063710**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31/03/2023**

In ₹ Hundreds except earning per share

Particulars	Note No.	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
Revenue from operations	16	2922771.76	1985629.21
Other income	17	6391.76	5820.68
<b>Total Income</b>		<b>2929163.53</b>	<b>1991449.89</b>
<b>Expenses</b>			
Cost of materials consumed	18	203036.66	140282.41
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods work-in-progress and Stock-in-Trade		-	-
Employee benefits expense	19	733001.82	611609.24
Finance costs	20	37441.44	37622.94
Depreciation and amortization expense	21	23450.50	23947.60
Other expenses	22	1743702.62	1067838.67
<b>Total expenses</b>		<b>2740633.05</b>	<b>1881300.86</b>
Profit before exceptional, extraordinary and prior period items and tax		188530.48	110149.03
Exceptional items		-	-
Profit before extraordinary and prior period items and tax		188530.48	110149.03
Extraordinary Items		-	-
Profit before prior period items and tax		188530.48	110149.03
Prior Period Items	23	-	-
Profit before tax		188530.48	110149.03
Tax expense:	24		
Current tax		56860.32	32821.65
Deferred tax		(1848.55)	(2314.18)
Profit/(loss) for the period from continuing operations		133518.71	79641.56
Profit/(loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit/(loss) from Discontinuing operations (after tax)		-	-
Profit/(loss) for the period		133518.71	79641.56
Earnings per equity share:	25		
Basic		53.41	31.85
Diluted		53.41	31.85

In terms of our attached report of even date  
For SAPNESH SHETH AND CO.  
CHARTERED ACCOUNTANTS  
FRN : 0138910W



SAPNESH RUPAM SHETH  
(PROPRIETOR)  
M. NO. : 102698



Place : SURAT

Date : 18/09/2023

For DESCO INFRATECH PRIVATE LIMITED



MALHAR DESAI  
(DIRECTOR)

(DIN : 07293599)



INDIRABEN DESAI  
(DIRECTOR)

(DIN : 03323535)



**NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2023****Note No. 1 Share Capital**

In ₹ Hundreds

Particulars	as at 31/03/2023	as at 31/03/2022
<b>Authorised</b>		
490000 (250000) Equity Shares SHARES of ₹ 10/- Par Value	49000.00	25000.00
	<b>49000.00</b>	<b>25000.00</b>
<b>Issued</b>		
250000 (250000) Equity Shares SHARES of ₹ 10/- Par Value	25000.00	25000.00
	<b>25000.00</b>	<b>25000.00</b>
<b>Subscribed</b>		
250000 (250000) Equity Shares SHARES of ₹ 10/- Par Value	25000.00	25000.00
	<b>25000.00</b>	<b>25000.00</b>
<b>Paidup</b>		
250000 (250000) Equity Shares SHARES of ₹ 10/- Par Value Fully Paidup	25000.00	25000.00
	<b>25000.00</b>	<b>25000.00</b>

**Holding More Than 5%**

Particulars	as at 31/03/2023		as at 31/03/2022	
	Number of Share	% Held	Number of Share	% Held
INDIRABEN DESAI	132353	52.94	132353	52.94
PANKAJ DESAI	117647	47.06	117647	47.06

**Shareholding of Promoters****Shares held by promoters as at 31/03/2023****EquityShares SHARES of ₹ 10**

Shares held by promoter at the end of year				% change during the year
SN	Promoters Name	No. of Shares	% of total shares	
1	INDIRABEN DESAI	132353	52.94	0
2	PANKAJ DESAI	117647	47.06	0

**Shares held by promoters as at 31/03/2022****EquityShares SHARES of ₹ 10**

Shares held by promoter at the end of year				% change during the year
SN	Promoters Name	No. of Shares	% of total shares	
1	INDIRABEN DESAI	132353	52.94	0
2	PANKAJ DESAI	117647	47.06	0

**Note No. 2 Reserve and Surplus**

In ₹ Hundreds

Particulars	as at 31/03/2023	as at 31/03/2022
Profit and Loss Opening	340191.35	262549.79
Amount Transferred From Statement of P&L	133518.71	79641.56
Amount Transferred From Sundries		
Others	(4136.51)	0.00
	<b>(4136.51)</b>	<b>0.00</b>
Appropriation and Allocation		
Others	0.00	2000.00
	<b>(0.00)</b>	<b>(2000.00)</b>
	<b>469573.55</b>	<b>340191.35</b>
	<b>469573.55</b>	<b>340191.35</b>







(iv) Disputed dues - Others	0.00	0.00	0.00	0.00	0.00	0.00
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as at 31/03/2022

In ₹ Hundreds

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Not due	
(i) MSME	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Others						
SUNDRY CREDITORS	309967.95	11230.77	0.00	5300.00	0.00	326498.72
(iii) Disputed dues - MSME	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues - Others	0.00	0.00	0.00	0.00	0.00	0.00

**Note No. 6 Other Current Liabilities**

In ₹ Hundreds

Particulars	as at 31/03/2023	as at 31/03/2022
<b>Other payables</b>		
<b>Employee Related</b>		
<b>Other</b>		
ESIC PAYABLE	1303.60	1208.94
PF PAYABLE	7908.24	6455.05
PT PAYABLE	2608.50	2608.50
<b>Tax Payable</b>		
<b>TDS</b>		
TDS PAYABLE	22381.19	14833.20
<b>Other</b>		
GST PAYABLE	104811.57	97645.43
<b>Other Current Liabilities</b>		
YES BANK CREDIT CARD	2879.59	90.46
PRERAK RAJNIKANT DESAI - ADVANCE DEPOSIT RECEIVED	14940.00	0.00
WORLDAMS PRIVATE LTD. (DEPOSIT)	21.01	0.00
NEVEN TEXTILES ENGINEERS	10664.13	10664.13
	<b>167517.83</b>	<b>133505.71</b>

**Note No. 7 Short Term Provisions**

In ₹ Hundreds

Particulars	as at 31/03/2023	as at 31/03/2022
<b>Tax Provision</b>		
<b>Current Tax</b>		
PROVISION FOR INCOME TAX	56860.32	32821.67
	<b>56860.32</b>	<b>32821.67</b>





Note No. 8 Property, Plant and Equipment

In ₹ Hundreds

Particulars	Gross				Depreciation				Impairment			Net			
	Open ing as at 01/04 /2022	Addi tion	Deduc tion	Reval uation	Closing as at 31/03/ 2023	Open ing as at 01/04 /2022	Durin g Period	Deduc tion	Other Adj.	Closing as at 31/03/20 23	Open ing as at 01/04/ 2022	During Period	Reversa l	Closin g as at 31/03 /2023	Closin g as at 31/03 /2022
<b>Plant and Machinery</b>															
ELECTROFUSION ELECTRA LIGHT W/SCANNER	825.00				825.00	495.76	102.82			598.58				226.42	329.24
SAND BLASTING HOPPER	950.00				950.00	667.46	88.24			755.70				194.30	282.54
HOLIDAY DETECTOR	378.50				378.50	266.03	35.12			301.15				77.35	112.47
MACHINE SUITABLE FOR WELDING	825.00				825.00	472.45	110.10			582.55				242.45	352.55
EQ. PEEL TEST SET	235.00				235.00	165.18	21.80			186.98				48.02	69.82
STICK WELDING MACHINE	600.00				600.00	420.89	55.94			476.83				123.17	179.11
COATING THICKNESS GAUGE	224.05				224.05	157.10	20.91			178.01				46.04	66.95
PETZL	916.32				916.32	746.62	53.00			799.62				116.70	169.70
OTHER ARTICLES OF ALUMINIUM	321.45				321.45	110.04	66.02			176.06				145.39	211.41
BREKAR	110.00				110.00	40.57	21.68			62.25				47.75	69.43
DIGITAL MANOMETER	140.00				140.00	52.79	27.24			80.03				59.97	87.21
GENERATOR	2411.10				2411.10	865.09	482.82			1347.91				1063.19	1546.01
GMI LEAK SURVEYOR	3510.00				3510.00	1724.03	557.76			2281.79				1228.21	1785.97
HAMMER MACHINERY	92.00				92.00	33.93	18.14			52.07				39.93	58.07
Hand Tools & Cutlery	332.90				332.90	135.89	61.53			197.42				135.48	197.01
Harness avao	248.94				248.94	85.21	51.13			136.34				112.60	163.73





COMPUTER SYSTEM	4161.79	3883.87			8045.667	3176.07	2337.53		5513.60			2532.06	985.72
<b>Total</b>	<b>5285.81</b>	<b>3883.87</b>			<b>9169.68</b>	<b>4209.93</b>	<b>2372.96</b>		<b>6582.89</b>			<b>2586.79</b>	<b>1075.88</b>
<b>Furniture and Fixtures</b>													
FURNITURE OFFICE	6127.02				6127.02	989.60	1571.54		2561.14			3565.88	5137.42
FURNITURE	16871.98	219.62			17091.60	10583.93	1981.24		12565.17			4526.43	6288.05
<b>Total</b>	<b>22999.00</b>	<b>219.62</b>			<b>23218.62</b>	<b>11573.53</b>	<b>3552.78</b>		<b>15126.31</b>			<b>8092.31</b>	<b>11425.47</b>
Vehicles													
<b>Motor Vehicles</b>													
OLD BIKE	200.00				200.00	151.44	12.57		164.01			35.99	48.56
TATA HARRIER	18850.00				18850.00	7450.75	3559.99		11010.74			7839.26	11399.25
BIKE	1070.82	256.00			1326.82	507.66	211.17		718.83			607.99	563.16
Ford ECO Sport	10500.01				10500.01	3853.73	2075.63		5929.36			4570.65	6646.28
MOTOR CAR-ACCENT		1500.00			1500.00		427.38		427.38			1072.62	
MOTOR CAR-VERNA		2000.00			2000.00		265.24		265.24			1734.76	
MOTOR VEHICLE (ECO AMETHI)	48988.78		11454.61		37534.17	34605.96	10626.16		28341.26			9192.91	14382.82
MOTOR VEHICLE (ECO AMETHI)		4919.34			4919.34		404.07		404.07			4515.27	
<b>Total</b>	<b>79609.61</b>	<b>8675.34</b>	<b>11454.61</b>		<b>76830.34</b>	<b>46569.54</b>	<b>11317.51</b>	<b>10626.16</b>	<b>47260.89</b>			<b>29569.45</b>	<b>33040.07</b>
<b>Other Fixed Assets</b>													
OTHER FIXED ASSETS	3479.31	1933.81			5413.12	1014.59	647.71		1662.30			3750.82	2464.72
<b>Total</b>	<b>3479.31</b>	<b>1933.81</b>			<b>5413.12</b>	<b>1014.59</b>	<b>647.71</b>		<b>1662.30</b>			<b>3750.82</b>	<b>2464.72</b>
<b>Grand Total</b>	<b>142806.56</b>	<b>17991.57</b>	<b>11454.61</b>		<b>149343.52</b>	<b>76626.24</b>	<b>23450.50</b>	<b>10626.16</b>	<b>89450.58</b>	<b>0.00</b>	<b>0.00</b>	<b>59892.94</b>	<b>66180.32</b>
<b>Previous</b>	<b>120883.74</b>	<b>21922.82</b>	<b>0.00</b>		<b>142806.56</b>	<b>52622.01</b>	<b>23947.60</b>	<b>0.00</b>	<b>76626.24</b>	<b>0.00</b>	<b>0.00</b>	<b>66180.32</b>	<b>68261.73</b>

**Note No. 9 Deferred Taxes**

In ₹ Hundreds

Particulars	as at 31/03/2023	as at 31/03/2022
<b>Deferred Tax Assets</b>		
Other	8493.24	6644.71
	<b>8493.24</b>	<b>6644.71</b>

**Note No. 10 Other non-current assets**

In ₹ Hundreds

Particulars	as at 31/03/2023	as at 31/03/2022
<b>Trade Receivable</b>		
Unsecured, Considered Good		
<b>Others</b>		
FD WITH BANK	32806.69	33828.29
NSC	218.83	218.83
	<b>33025.52</b>	<b>34047.12</b>

**Note No. 11 Inventories**

In ₹ Hundreds

Particulars	as at 31/03/2023	as at 31/03/2022
<b>Raw Material</b>		
CLOSING STOCK - RAW MATERIAL	35199.14	34599.97
	<b>35199.14</b>	<b>34599.97</b>

**Note No. 12 Trade receivables**

In ₹ Hundreds

Particulars	as at 31/03/2023	as at 31/03/2022
<b>Trade Receivable</b>		
Unsecured considered good		
Within Six Months		
SUNDRY DEBTORS	1120321.03	596088.21
Exceeding Six Months		
SUNDRY DEBTORS	277895.72	114635.80
	<b>1398216.75</b>	<b>710724.01</b>

**Ageing Schedule as at 31/03/2023**

Particulars	Outstanding for following periods from due date of payment						Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Not due	
(i) Undisputed Trade receivables - considered good	1120321.03	148523.29	10367.97	82993.67	0.00	0.00	<b>1362205.96</b>
(ii) Undisputed Trade Receivables - considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>
(iii) Disputed Trade Receivables considered good	0.00	0.00	0.00	0.00	36010.78	0.00	<b>36010.78</b>
(iv) Disputed Trade Receivables considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>

**Ageing Schedule as at 31/03/2022**

Particulars	Outstanding for following periods from due date of payment						Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Not due	
(i) Undisputed Trade receivables - considered good	596088.21	10819.38	82247.56	0.00	21568.88	0.00	<b>710724.02</b>



(ii) Undisputed Trade Receivables - considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Disputed Trade Receivables considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

**Note No. 13 Cash and cash equivalents**

Particulars	In ₹ Hundreds	
	as at 31/03/2023	as at 31/03/2022
Cash in Hand	16545.50	19285.97
<b>Balances With Banks</b>		
<b>Balance With Scheduled Banks</b>		
<b>Current Account</b>		
DEVELOPMENT CREDIT BANK	0.00	10.09
YES BANK-CA (5600)	112.09	5.17
UNION BANK OF INDIA (0140)	17.46	52.25
ICICI BANK CA - 778605000050	121.36	0.00
<b>Others</b>		
	<b>16796.41</b>	<b>19353.48</b>

**Note No. 14 Short-term loans and advances**

Particulars	In ₹ Hundreds	
	as at 31/03/2023	as at 31/03/2022
<b>Security Deposits</b>		
<b>Unsecured, considered good</b>		
CHARANJIT SINGH-RENT DEPOSIT	0.00	75.00
HINABEN P DESAI (SACHIN DEPOSIT)	300.00	300.00
NIRMALA KUMARI (DEPOSIT)	60.00	60.00
SHRI SIKOTRA MATA MANDIR-DEPOSIT	800.00	800.00
SONAL HIREN BHINGRA (RENT DEPOSIT)	0.00	500.00
SONAL HITESH BHINGRA (RENT DEPOSIT)	0.00	500.00
SOORA VENKATESHAM HYD (DEPOSIT)	65.00	167.00
G.S.P.C.	0.00	3669.90
GAIL INDIA LTD.(UP-BG)	14577.86	14577.86
GODAVARI GAS P. LTD.(RETENTION)	616.38	616.38
BHAGYANAGAR GAS LTD (RETENTION)	12214.58	10000.00
GUJARAT GAS CO LTD (EMD)	5602.00	5602.00
MAHESH GAS LTD (RETENTION)	2519.02	2519.02
GUJARAT GAS CO. LTD. (RETENTION)	0.00	4800.54
IOAGL - RETENTION MONEY	0.00	409.76
ADANI GAS LTD. (RETENTION)	174484.06	82384.17
GAIL INDIA LTD. (WIP)	10057.64	10057.64
GUJARAT GAS LTD. (RETENTION MONEY)	14161.11	21522.97
GAIL GAS LTD (WIP)	32856.74	32856.74
SABARMATI GAS LTD. (TENDER)	0.00	100.00
THINK GAS PVT LTD	1809.65	777.71
RELIANCE JIO INFOCOMM LTD	12.50	12.50
AAVANTIKA GAS LTD (WIP)	19442.80	19442.80
SALARY ADVANCE	800.00	800.00
ADANI TOTAL GAS LTD (RETENTION) (AHM)	1812.81	13502.71
JAYANTI (NVS) ATGL - RENT DEPOSIT	100.00	0.00
OM SAI ELECTRONICS - RENT DEPOSIT	210.00	0.00
RAJ AMONIA (GNR COMBO) DEPOSIT	200.00	0.00
ANIL MANGLA (RENT DEPOSIT PWL)	210.00	0.00
JAGBIR SINGH (RENT DEPOSIT - ROHTAK)	160.00	0.00
SUSHIL SALUJA (RENT DEPOSIT)	180.00	0.00
ADANI TOTAL GAS LTD (RETENTION) (NAVSARI)	6517.24	0.00
ADANI TOTAL GAS LTD (RETENTION) (KHURJA)	20640.38	0.00
FAIRFOX ITINFRA PVT LTD (EON) Office Pur Adv	58954.75	0.00

GGL (RETENTION)	6866.06	0.00
GUJARAT GAS CO. LTD. (BANK GUARANTEE)	320.00	0.00
GUJARAT GAS / GSPC GAS COM. LTD. (BANK GUARANTEE)	3669.90	0.00
INDRAPRASTHA GAS LTD. DELHI (HOLD)	500.00	0.00
INDRAPRASTHA GAS LTD. DELHI (RETENTION)	1000.00	0.00
BPCL - RETENTION (ROHTAK)	909.95	0.00
GUJARAT GAS LIMITED (RETENTION)	25801.51	0.00
KAVERI ENERGY PVT. LTD. (RETENTION)	4979.41	0.00
	<b>423411.36</b>	<b>226054.70</b>

**Note No. 15 Other current assets**

Particulars	In ₹ Hundreds	
	as at 31/03/2023	as at 31/03/2022
SERVICE TAX RECEIVABLE	0.00	4136.51
TDS RECOVERABLE	1119.02	1255.14
TDS 2022-23	58782.26	0.00
TDS : 2019-20	355.92	355.92
GST RECEIVABLE	2065.96	2269.69
GST INTEREST RECEIVABLE	58.70	149.68
GST TDS RECEIVABLE	3277.46	2771.41
INCOME TAX REFUND (FY 21-22)	9282.60	0.00
CGST (PUR) RECEIVABLE	5996.47	4763.39
SGST (PUR) RECEIVABLE	5996.47	4763.39
IGST (PUR) RECEIVABLE	12530.61	6454.07
GST ON RCM PAYABLE	142.75	0.00
CESS GST	47.76	0.00
INTEREST ON INCOME TAX REFUND RECEIVABLE (FY 21-22)	324.80	0.00
ICICI BANK LTD COMMERCIAL LOAN-3813	50.68	0.00
ICICI BANK LTD COMMERCIAL LOAN-3785	50.68	0.00
ICICI BANK LTD COMMERCIAL LOAN-3775	50.68	0.00
TCS RECEIVABLE	0.00	11.22
TDS: 2021-22	0.00	42160.64
CGST (SALES)	0.00	66.28
SGST (SALES)	0.00	66.28
	<b>100132.82</b>	<b>69223.62</b>





**Note No. 16 Revenue from operations**

In ₹ Hundreds

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
<b>Other Operating Revenues</b>		
CONTRACT SERVICES	2642342.78	2079354.08
WORK IN PROGRESS (INCOME)	425072.14	147657.40
WORK IN PROGRESS (REV FY 2020-21)	0.00	(241822.19)
DISCOUNT RECEIVED	566.23	439.92
WORK IN PROGRESS (REV FY 21-22)	(145209.39)	0.00
	<b>2922771.76</b>	<b>1985629.21</b>

**Note No. 17 Other income**

In ₹ Hundreds

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
<b>Interest</b>		
INTEREST ON FD	2003.14	1934.44
INTEREST ON I.T. REFUND	324.80	75.40
INTEREST ON CURRENT ACCOUNT	879.35	0.00
<b>Profit(Loss) on Redemption / Sale of Investment &amp; Property, Plant and Equipment (Net)</b>		
Profit on sale of Motor Vehicle	1171.55	0.00
<b>Miscellaneous</b>		
CREDITORS WRITTEN OFF	0.00	3795.77
VATAV KASAR	0.23	12.27
OTHER INCOME	2000.00	2.80
ROUND OFF	12.69	0.00
	<b>6391.76</b>	<b>5820.68</b>

**Note No. 18 Cost of materials consumed**

In ₹ Hundreds

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
<b>Raw Material</b>		
Opening	34599.97	32729.13
Purchase	203635.83	142153.25
Closing	35199.14	34599.97
	203036.66	140282.41
	<b>203036.66</b>	<b>140282.41</b>

**Details of Raw Material**

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
RAW MATERIAL	203036.66	140282.41
	<b>203036.66</b>	<b>140282.41</b>

**Note No. 19 Employee benefits expense**

In ₹ Hundreds

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
<b>Salary, Wages &amp; Bonus</b>		
ESIC EXPENSE	12283.96	10623.12
SITE SALARY & WAGES EXPENSE	665326.63	558837.82
PROFESSIONAL TAX	68.00	146.01
LABOUR CESS	8886.44	5156.99
STAFF WELFARE EXPENSE	1266.26	0.00
<b>Contribution to Provident Fund</b>		
PROVIDENT FUND	43123.50	35063.87
PF ADMINISTRATIVE CHARGES	2047.03	1781.43
	<b>733001.82</b>	<b>611609.24</b>



Note No. 20 Finance costs

In ₹ Hundreds

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
<b>Interest Expenses</b>		
<b>Interest Expenses</b>		
INTEREST ON CAR LOAN	2478.48	2728.12
INTEREST ON OD	7758.81	6085.25
INTEREST ON BUSINESS LOAN	14172.99	18360.05
BANK GUARANTEE CHARGES	6942.00	4321.89
INTEREST ON TERM LOAN	682.37	403.53
<b>Bank Charges</b>		
BANK CHARGES	3191.39	3351.15
<b>Other Interest Charges</b>		
INTEREST ON DUES OF TAXES	2215.40	2372.95
	<b>37441.44</b>	<b>37622.94</b>

Note No. 21 Depreciation and amortisation expense

In ₹ Hundreds

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
<b>Depreciation &amp; Amortisation</b>		
Depreciation Tangible Assets	23450.50	23947.60
	<b>23450.50</b>	<b>23947.60</b>

Note No. 22 Other expenses

In ₹ Hundreds

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
<b>Manufacturing Service Costs Expenses</b>		
<b>Power and Fuel</b>		
DIESEL EXPENSE	0.00	2977.28
<b>Repairs Maintenance Charges Of Plant and Machinery</b>		
REPAIRS AND MAINTENANCE	2539.78	2688.82
<b>Repairs Maintenance Charges Of Other Assets</b>		
REPAIRS ON VEHICLES	3698.54	2392.91
<b>Insurance</b>		
INSURANCE EXPENSE	9449.22	3918.13
<b>Frieght And Forwarding Charges</b>		
TRANSPORTATION EXPENSE	3498.52	2051.80
FREIGHT CHARGES	1203.19	0.00
<b>Lease Rentals</b>		
MACHINERY HIRE CHARGES	91.03	769.14
<b>Other Manufacturing Costs</b>		
AUTOCAD DRAWING CHARGES	2118.68	430.20
CLAIM CHARGES AND OTHER DEDUCTIONS	26481.24	17596.95
SITE EXPENSE	18020.30	34501.04
WORK IN PROGRESS (E)	358569.02	133925.25
PACKING & FORWARDING EXPENSE	1294.72	1525.89
SUB-CONTRACT CHARGES	1308641.32	725635.32
WORK IN PROGRESS (EXPENSE REVERSE)	(133925.25)	0.00
<b>Administrative and General Expenses</b>		
<b>Telephone Postage</b>		
TELEPHONE EXPENSE	751.80	1119.35
COURIER EXPENSE	11.05	696.89
<b>Printing Stationery</b>		
STATIONERY & PRINTING EXPENSE	3065.32	1792.43
<b>Rent Rates And taxes</b>		
Rates and Taxes	0.00	477.00
OFFICE RENT EXPENSE	39290.79	39699.23
STORE ROOM RENT EXPENSE	11778.20	16705.10
<b>Managerial Remuneration</b>		
Salary To Director	18860.00	8400.00
<b>Repairs Maintenance Expenses</b>		
Others	4043.36	2639.78
<b>Electricity Expenses</b>		
ELECTRICITY EXPENSE	2091.61	1533.88
<b>Travelling Conveyance</b>		
TRAVELLING EXPENSE	4766.62	5522.09





<b>Legal and Professional Charges</b>		
LEGAL AND PROFESSIONAL EXPENSE	16437.22	13033.45
<b>Insurance Expenses</b>		
VEHICLE INSURANCE	10.00	725.35
<b>Vehicle Running Expenses</b>		
FUEL EXPENSE	15223.88	14143.39
<b>Other Administrative and General Expenses</b>		
COMPUTER EXPENSE	2775.45	468.49
GST LATE FEE	797.30	774.32
OFFICE EXPENSE	7491.64	4692.11
FOOD AND BEVERAGES	358.89	1784.23
REGISTRATION FEES	134.74	560.54
INCOME TAX EXPENSE	199.04	360.39
ROC FEES	75.00	121.00
LOAN PROCESSING CHARGES.	1341.00	2682.60
ACCOMODATION EXPENSE	591.34	0.00
LATE FEE OF TDS	71.23	0.00
LATE PAYMENT CHARGES	17.00	0.00
OTHER CHARGES	7.92	0.00
WATER EXPENSE	12.30	0.00
TENDER FEES	581.39	0.00
INTEREST ON GST	6378.30	0.00
CORPORATION TAX	105.12	0.00
MISCELLANEOUS EXPENSE	0.00	1049.47
CREDIT GUARANTEE FUND TRUST FOR MSME FEES	0.00	3507.25
GST EXPENSE	0.00	7339.83
<b>Selling Distribution Expenses</b>		
<b>Advertising Promotional Expenses</b>		
ADVERTISEMENT EXPENSE	274.50	0.00
BUSINESS PROMOTION EXPENSE	433.85	0.00
<b>Write off Assets and Liabilities</b>		
<b>Assets Written Off</b>		
BadDebts Advances Writtenoff	380.58	0.00
<b>Other Expenses</b>		
RENOVATION EXP (SURAT OFFICE)	1224.74	9597.21
CGTMS FEES	2441.13	0.00
ROUND OFF	0.00	0.56
	<b>1743702.62</b>	<b>1067838.67</b>

**Note No. 23 Prior Period items**

In ₹ Hundreds

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
	0.00	0.00

**Note No. 24 Tax expense**

In ₹ Hundreds

Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
<b>Current tax</b>		
PROVISION FOR INCOME TAX	56860.32	32821.65
<b>Deferred tax</b>		
DEFERRED TAX	(1848.55)	(2314.18)
	<b>55011.77</b>	<b>30507.47</b>



Note No. 25 Earnings per equity share

In ₹


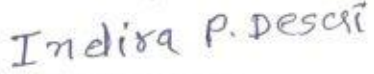
Particulars	For the Year Ended 31/03/2023	For the Year Ended 31/03/2022
<b>Earnings Per Equity Share</b>		
<b>Basic</b>		
Basic EPS Before Extra Ordinary Item	53.41	31.85
<b>Diluted</b>		
Diluted EPS Before Extra Ordinary Item	53.41	31.85
<b>Number of Shares used in computing EPS</b>		
Basic	250000	250000
Diluted	250000	250000
<b>Weighted Average Number of shares</b>		
<b>Number of Shares for basic EPS calculation</b>		

In terms of our attached report of even date  
For SAPNESH SHETH AND CO.  
CHARTERED ACCOUNTANTS  
FRN : 0138910W

For DESCO INFRATECH PRIVATE LIMITED.

  
SAPNESH RUPAM SHETH  
(PROPRIETOR)  
M. NO. : 102698



   
MALHAR DESAI (DIRECTOR) INDIRABEN DESAI (DIRECTOR)  
(DIN : 07293599) (DIN : 03323535)

Place : SURAT

Date : 18/09/2023



**26 Auditor's Remuneration**

In Rs. Hundreds

Particular	31/03/2023	31/03/2022
Statutory Audit	0.00	0.00
Tax Audit	0.00	0.00
Income Tax Matters	0.00	0.00
Company Law Matter	0.00	0.00
Management Fees	0.00	0.00
Other Services	0.00	0.00
	<b>0.00</b>	<b>0.00</b>

**27 Director's Remuneration**

In Rs. Hundreds

Particular	31/03/2023	31/03/2022
Directors Remuneration	18860.00	8400.00
	<b>18860.00</b>	<b>8400.00</b>



**NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2023**

**28 Dividends Remitted In Foreign Currency**

Particulars	In Rs. Hundreds.	
	31/03/2023	31/03/2022
Amount Of Dividend	0.00	0.00
Total Number of Non Resident Shareholders	0.00	0.00
Total Number Of Shares held by Non Resident Shareholders	0.00	0.00
Year to Which Dividend Relates	0.00	0.00
	0.00	0.00

**29 Value of Imported and Indigenous Raw materials, Spare parts and Materials consumed**

Particulars	%	In Rs.Hundreds	
		31/03/2023	31/03/2022
<b>1. Raw Material</b>			
a. Indigenous	100.00	203036.66	140282.41
b. Imported	0.00		0.00
<b>2. Stores &amp; Spares</b>			
a. Indigenous	0.00	0.00	0.00
b. Imported	0.00		0.00
<b>3. Colour Chemical</b>			
a. Indigenous	0.00	0.00	0.00
b. Imported	0.00		0.00
	100.00	203036.66	140282.41

**30 The disclosure requirements under Delayed Payments related to Micro and Small Enterprises as defined under the Micro Small and Medium Enterprise Development Act, 2006 are made to the extent of the intimation received by the company from its vendors regarding their status under the said Act.**

Particulars	In Rs.Hundreds	
	31/03/2023	31/03/2022
(a) the principal amount and the interest due thereon remaining unpaid to any supplier as the at the end of accounting year;		
Principal amount due	0.00	0.00
Interest Due thereon	0.00	0.00
(b) the amount of interest paid by the buyer under MSMED Act, 2006 along with amounts of the payment made to the supplier beyond the appointed day during each accounting year;		
Principal amount due		
Interest Due thereon	0.00	0.00
(c) the amount of interest due and payable for the period (where the principal has been paid but interest under MSMED Act, 2006 not paid);	0.00	0.00
(d) The amount of interest accrued and remaining unpaid at the end of accounting year; and		
(e) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	0.00	0.00

**31 In the opinion of Board of Directors, current assets, loans and advances have a value on realization in the ordinary course of the business equal to the amount at which they are stated in the Balance Sheet.**

**32 Contingent liabilities is Rs. Nil.**

**33 Related party Information**

Particular	In Rs.Hundreds	
	31/3/2023	31/03/2022
Disclosure of relationship and transaction with the related parties during the year is as under :-		
<b>Key Managerial Personnel</b>		
1. Pankaj Desai		
2. Malhar Desai		
3. Samarth Desai		
4. Amulya Jena		
<b>Details of Transactions</b>		
<b>Remuneration</b>		<b>Relationships</b>
1. Malhar Desai	Director	4800.00
2. Pankaj Desai	Director	6000.00
3. Samarth Desai	Director	3000.00
4. Amulya Jena	Director	5060.00
		3000.00
		1800.00
		0.00



Rent				
1.	Hina Desai	Director's Wife	3240.00	3600.00
2.	Pankaj Desai	Director	2124.00	1800.00
Sub-Contract charges -				
1.	Pankaj Desai (Desai Associates)	Director's Proprietorship	13475.30	0.00
Repayment of Unsecured Loan -				
1.	Pankaj Desai (Desai Associates)	Director's Proprietorship	560265.00	471552.00
2.	Hina P Desai	Director's Wife	0.00	10000.00
Unsecured Loan Taken-				
1.	Pankaj Desai (Desai Associates)	Director's Proprietorship	703415.00	484085.00
2.	Malhar Desai	Director	0.00	1995.00
3.	Indira Desai	Director	2500.00	0.00
Unsecured Loan Outstanding				
1.	Pankaj Desai (Desai Associates)	Director's Proprietorship	174870.00	31720.00
2.	Indira Desai	Director	18805.48	16305.48
3.	Malhar Desai	Director	15325.00	15325.00

#### 34 Title deed of Immovable Property not held in the name of the Company

The Company does not have any of immovable property not held in the name of the company.

#### 35 Revaluations of Property, Plant and Equipment

No revaluation of Property, plant and equipment of the company has been done during the year under consideration.

#### 36 Loans or advances in the nature of loans are granted to promoters, directors, KMPs and the related parties

The Company has not granted Loans or Advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013) either severally or jointly with any other person during the year.

#### 37 Capital-Work-in-Progresses (CWIP)

##### (a) For Capital-work in-progress:

The company does not have any capital work in progress.

##### (b) For capital-work-in-progress, whose completion is overdue or has exceeded its cost compared to its original plan:-

The Company does not have any Capital work in progress whose completion is overdue or exceeded its cost compared to its original plan.

#### 38 Intangible assets under development

##### (a) For Intangible assets under development:

The Company does not have an intangible asset under development.

##### (b) For Intangible assets under development, whose completion is overdue or has exceeded its cost compared to its original plan:

The Company does not have an intangible asset under development, so there is no overdue or has exceeded its cost compared to its original plan.

#### 39 Details of Benami Property held

The Company does not have any Benami property and no proceedings have been initiated or pending against the Company for holding any Benami property, under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and the rules made there under.

#### 40 Borrowings from Banks or Financial Institutions on the basis of security of current assets

The Company has availed working capital limits/loans from Yes Bank which is secured by way of hypothecation of current assets of the company. The Details of quarterly returns of statement filed by the company were based on provisional & unaudited data of current assets. The Current assets submitted to bank were on lower side as compared to the books. The discrepancies in data related to stocks are not material.

#### 41 Willful Defaulters

The Company has not been declared a 'Willful Defaulter' by any bank or financial Institution (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on willful defaulters by the RBI.

#### 42 Relationship with Struck off Companies

The Company does not have transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956 during the financial year.

#### 43 Registration of charges or satisfaction with Registrar of Companies

The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies beyond the statutory period.

#### 44 Compliance with number of layers of companies

The Company do not have any subsidiary company. Therefore, the provision of number of layers prescribed under clause (87) of section 2 of the act read with companies (restriction on number of layers) Rules, 2017 is not applicable.

#### 45 Ratio Analysis and its elements

Ratio	Numerator	Denominator	March31, 2023	March31, 2022	Change%	Reasons
Current Ratio	Current Assets	Current Liabilities	1.51	1.58	-4.7%	As per schedule III requirement there is no need for reasons when % Change is < 25%.
Debt-equity Ratio	Total Debts	Shareholder's equity	1.17	0.87	34.48%	There is increase in debt equity ratio as company has made fresh borrowings during the year.
Debt service coverage ratio	Earnings Available for debt service= Net profit after taxes + Non-cash operating expenses + Finance cost	Debt Service= Interest & Lease payments + Principal repayments	2.07	1.08	91.67%	There is increase in debt service coverage ratio as company's profits have increased from preceding previous year and also due to decrease in repayment of principal amount.
Return on equity Ratio	Net Profits after taxes – Preference Dividend(if any)	Average Shareholder's Equity	31.06%	24.40%	27.28%	There is increase in return on equity ratio as net profit of the company has increased.
Inventory turnover Ratio	Sales	Average Inventory	83.75	58.98	41.99%	There is increase in ratio due to increase in sales during the year.
Trade receivables turnover ratio	Net Credit sales= Sales + Other expenses(excluding non cash expense)	Average Accounts Receivable	2.77	2.83	-2.10%	As per schedule III requirement there is no need for reasons when % Change is < 25%.
Trade payables Ratios	Net Credit Purchases= Purchases + Other expenses(excluding non cash expenses)	Average Trade Payable	0.37	0.43	-13.95%	As per schedule III requirement there is no need for reasons when % Change is < 25%.
Net capital turnover Ratio	Net Sales= Total sales- sales return	Working capital= Current assets- Current liabilities	4.96	8.78	-43.48%	There is decrease in Net Capital Turnover Ratio as there is increase in average working capital during the year.
Net Profit Ratio	Net Profit	Net Sales=Total sales-Sales return	4.57%	4.01%	13.90%	As per schedule III requirement there is no need for reasons when % Change is < 25%.
Return on capital	Earnings before interest and	Capital Employed	27.83%	22.60%	23.14%	As per schedule III requirement there is no need for reasons



employed	taxes					when % Change is < 25%.
Return on investment	Finance Income	Time weighted average investment	N.A	N.A	N.A	N.A

#### 46 Compliance with approval Scheme(s) of Arrangements

The Company was not a party to any Scheme of Arrangements which required approval from Companies Authority in terms of sections 230 to 237 of the Companies Act, 2013.

#### 47 Utilization of Borrowed funds and share premium

(a) The company has not advanced or loaned or invested funds to any other person or entity, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(b) Provides any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(b) The company has not received any fund from any person or entity or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:

(a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (Ultimate Beneficiaries) or

(b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

#### 48 Undisclosed Incomes

The Company did not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

#### 49 Corporate Social Responsibilities (CSR)

The provisions of section 135 of the Companies Act, 2013 were not applicable to the company during the year.

#### 50 Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto Currency or Virtual Currency during the year.



## DESCO INFRA TECH PRIVATE LIMITED

Schedule Forming Part of Balance Sheet as at 31.03.2023  
NOTES ON ACCOUNTS

### (A). CORPORATE INFORMATION:-

DESCO INFRA TECH PRIVATE LIMITED ("the Company") is unlisted entity incorporated in India.

The address of its registered office and principal place of business are disclosed in the introduction to the annual report. The Company undertakes business activity of pipeline fitting on work contract basis, erection, commissioning services.

### (B). SIGNIFICANT ACCOUNTING POLICIES:-

#### (1) Basis Of Accounting And Preparation Of Financial Statements:

The financial statements are prepared and presented under the historical cost convention on accrual basis of accounting in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP). These financial statements comply in all material aspects with the Accounting Standards (AS) specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, the relevant provisions of the Companies Act, 2013, as applicable and guidelines issued.

#### (2) Use of Estimates:

The preparation of financial statements in conformity with the Indian GAAP requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements, the reported amounts of revenues and expenses during the reporting period and the disclosures relating to contingent liabilities as of the date of the financial statements. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes different from the estimates. Difference between actual results and estimates are recognized in the period in which the result are known or materialize.

Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in the current and future periods.

#### (3) Classification of Assets and Liabilities into Current/Non-Current:

All Assets and liabilities are presented as Current or Non-current as per the Company's normal operating cycle and other criteria set out in the schedule III of the Companies Act, 2013.





(4) **Property, Plant and Equipment:**

Property, plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Gains or losses arising from de-recognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is de-recognized.

(5) **Inventories:**

Inventories are valued at Cost or Net Realizable Value whichever is less.

(6) **Depreciation and Amortization:**

Depreciation is the systematic allocation of the depreciable amount of an asset over its useful life and is provided on written down value basis over the useful lives as prescribed in Schedule II to Companies Act, 2013.

Depreciation on additions is provided on a pro-rata basis from the month of installation or acquisition. Depreciation on deductions /disposals is provided on a pro-rata basis up to the month preceding the month of deduction / disposal.

(7) **Income Taxes:**

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

**Current Tax:**

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:**

Deferred Tax reflects the impact of timing difference between accounting income and taxable income during the current year and reversal of timing differences for the earlier years. Deferred tax charge or credit and corresponding deferred tax liabilities or assets are measured using the tax rates and laws enacted or substantively enacted as on the balance sheet date. Deferred tax assets are recognized and carried forward only to the extent that there is reasonable certainty,

supported by continuing evidence that there will be sufficient future taxable income available to realise the asset.

**Minimum Alternate Tax (MAT):**

MAT is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in the Guidance Note issued by ICAI, the said asset is created by way of a credit to the statement of Profit and Loss and is shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit Entitlement to the extent there is no longer convincing evidence to the effect the Company will pay normal Income Tax during the specified period.

(8) **Investments:**

**A) Presentation & Disclosure:**

Investments which are readily realizable and are intended to be held for not more than one year are classified as current investment. All other investments are classified as long – term investments / non – current investments.

**B) Recognition & Measurement:**

Long – term investments are stated at cost after deducting provision made, if any, for diminution in value of investments other than temporary, determined separately for each individual investment.

Current investments, except current maturities of long – term investments, are stated at lower of cost and fair value determined for each category of investments.

**C) Disposal:**

On disposal of an investment, the difference between the carrying amount and the disposal proceeds, net of expenses, is recognized in the statement of profit and Loss.

(9) **Revenue Recognition:**

Revenue from Operation:-

The company is engaged in the business of pipeline fitting on work contract basis, erection, installation, maintenance and commissioning services and revenue is recognized when invoiced/upon completion of work & in respect of work in progress at the end of the year, income is recognized based on stage of completion of work.





Other Income:-

Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

(10) **Earnings per Share:**

The basic Earnings per Share ("EPS") is computed by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders by the weighted average number of equity share outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit / (loss) after tax for the year attributable to the equity shareholders divided by the weighted average number of equity share outstanding during the during the year after adjusting for the effects of all dilutive potential equity shares.

- (11) The Company does not have any employee drawing a remuneration of Rs. 5,00,000/- per month or Rs. 60,00,000/- p.a.. Hence, no particulars are required to be given.
- (12) Earning and outgo in foreign currency Rs. Nil.
- (13) Previous year figures are regrouped / recasted wherever necessary.
- (14) Balances of certain sundry debtors & creditors are subject to confirmation.
- (15) In the opinion of Board of Directors, current assets, loans and advances have a value on realization in the ordinary course of the business equal to the amount at which they are stated in the Balance Sheet.
- (16) The company has not received any intimation from its suppliers regarding their status under the Micro Small and Medium Enterprise Development Act, 2006 and hence disclosure if any, required by the said Act have not been made.
- (17) Nature of security provided to bank:

Sr. No	Loan	Particulars
1.	Union Bank CC	Secured by first charge by way of registered mortgage of property of director situated at Pent House No. 402, 4 <sup>th</sup> floor, Laurel building, Oasis Palms Tower - A, Sama Savli Road, Vadodara, 390008 & also property of director's wife situated at House No. 110 & 111, Saikrupa Society, Sachin, Surat in favour of the Union Bank as described in the sanction letter. Applicable rate of interest is 10.20%. The said loan was repaid during F.Y. 2021-22.
2.	Yes Bank CC-0983	Secured by first charge by way of registered mortgage of property of director situated at Pent House No. 402, 4 <sup>th</sup> floor, Laurel building, Oasis Palms Tower - A, Sama Savli Road, Vadodara, 390008 & also property

		of director's wife situated at House No. 110 & 111, Saikrupa Society, Sachin, Surat in favour of the Yes Bank as described in the sanction letter. Applicable rate of interest is 8.15%.
3	Yes Bank MSME Loan 001	Secured by first charge by way of registered mortgage of property of director situated at Pent House No. 402, 4 <sup>th</sup> floor, Laurel building, Oasis Palms Tower - A, Sama Savli Road, Vadodara, 390008 & also property of director's wife situated at House No. 110 & 111, Saikrupa Society, Sachin, Surat in favour of the Yes Bank as described in the sanction letter. Applicable rate of interest is 11.11% as on March 31, 2023.
4	Union Bank of India - 0094 Car Loan	Secured by first charge by way of hypothecation of specific Vehicle in favour of the Union bank as described in the loan sanction letter. The Loan is repayable in 84 EMIs of Rs.13,607. Fixed interest @ 7.4% p.a. The period of maturity w.r.t. the balance sheet date is 57 months.
5	Union Bank of India - 0092 Car Loan	Secured by first charge by way of hypothecation of specific Vehicle in favour of the Union bank as described in the loan sanction letter. The Loan is repayable in 84 EMIs of Rs.23,698. Fixed interest @ 7.4% p.a. The period of maturity w.r.t. the balance sheet date is 68 months.
6	ICICI Bank Commercial vehicle loan -3775	Secured by first charge by way of hypothecation of specific Vehicle in favour of the ICICI bank as described in the loan sanction letter dated 02/01/2020. The Loan is repayable in 36 EMIs of Rs.19,089. Fixed interest @ 11.31% p.a. The loan is repaid during FY 2022-23.
7	ICICI Bank Commercial vehicle loan -3813	Secured by first charge by way of hypothecation of specific Vehicle in favour of the ICICI bank as described in the loan sanction letter dated 02/01/2020. The Loan is repayable in 36 EMIs of Rs.19,089. Fixed interest @ 11.31% p.a. The loan is repaid during FY 2022-23.
8	ICICI Bank Commercial vehicle loan -3787	Secured by first charge by way of hypothecation of specific Vehicle in favour of the ICICI bank as described in the loan sanction letter dated 02/01/2020. The Loan is repayable in 36 EMIs of Rs.19,089. Fixed interest @ 11.31% p.a. The loan is repaid during FY 2022-23.
9	RBL Bank - Business Loan	Unsecured in favour of the RBL Bank as described in the loan sanction letter. The Loan is repayable in 36 EMIs of Rs. 1,23,794/-. Floating interest @ 16.25% p.a. (Applicable rate 16.25% on March 31, 2023.) The period of maturity w.r.t. the balance sheet date is 10 months.
10	Deutsche Bank - Business Loan	Unsecured Loan in favour of the Deutsche Bank as described in the loan sanction letter dated 15.01.2021. The Loan is repayable in 36 EMIs of Rs.89,132/-. Floating interest @ 17% p.a. (Applicable rate 17% on March 31, 2023.) The period of maturity w.r.t. the balance sheet date is



		10 months.
11	IDFC Bank – Business Loan	Unsecured in favour of the IDFC Bank as described in the loan sanction letter. The Loan is repayable in 36 EMIs of Rs. 89,651/-. Floating interest @ 16.00% p.a. (Applicable rate 16.00% on March 31, 2023.) The period of maturity w.r.t. the balance sheet date is 10 months.
12	Aditya Birla Capital – 0421 Business Loan	Unsecured Loan in favour of the Aditya Birla Capital as described in the loan sanction letter. The Loan is repayable in 36 EMIs of Rs. 70,562/-. Floating interest @ 16.25% p.a. (Applicable rate 16.25% on March 31, 2023.) The period of maturity w.r.t. the balance sheet date is 10 months.
13	TATA Capital – Business Loan	Unsecured in favour of the TATA Capital as described in the loan sanction letter. The Loan is repayable in 36 EMIs of Rs. 88,511/-. Floating interest @ 16.50% p.a. (Applicable rate 16.50% on March 31, 2023.) The period of maturity w.r.t. the balance sheet date is 10 months.
14	Sundaram Finance Ltd. – Business Loan	Secured by first charge by way of hypothecation of specific Vehicle in favour of the Sundaram Finance Ltd. bank as described in the loan sanction letter. The Loan is repayable in 35 EMIs of Rs.16,260. Fixed interest @14.00% p.a. The Period of Maturity w.r.t. the Balance Sheet date is 36 months.
15	ICICI Bank 2178 – Business loan	Secured by first charge by way of hypothecation of specific Vehicle in favour of the HDFC bank as described in the loan sanction letter. The Loan is repayable in 36 EMIs of Rs. 22,716. Fixed interest @ 15.00% p.a. The period of maturity w.r.t. the balance sheet date is 3 months.



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