

INDEPENDENT AUDITORS' REPORT

To the Members of Sahasra Electronics Private Limited

Report on Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Sahasra Electronics Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2024, the Statement of Profit and Loss, the Statement of Cash Flows for the year then ended and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (herein after referred to as "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2024, and its **Profit** and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 standalone financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the standalone financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this Auditors' Report. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.



Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial Position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 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 standalone 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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 ability of the Company 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone 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.

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section 11 of section 143 of the Companies Act, 2013, we give in the **Annexure A** statement on the matters specified in paragraphs 3 and 4 of the Order.
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 including the Statement of Cash Flows dealt with by this report are in agreement with the books of account.



- d) In our opinion, the aforesaid standalone 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, 2024 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) Our report on the internal financial control under clause i of sub section 3 of section 143 of the Act is enclosed as per **Annexure B**.
- g) Provisions of section 197 of the Act not applicable to company.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
 - ii. The Company 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. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("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;
 - v. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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
 - vi. Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.



- vii. No dividend has been declared or paid by the Company during the year.
- viii. The company in respect of current financial year has used such accounting software for maintaining its books of accounts which does not have a feature of recording audit trail (edit log) facility.

For **P K M B & CO.**
Chartered Accountants
(Firm Registration No. 005311 N)



P K Jain

(P K Jain)

Partner

Membership No. 010479
UDIN: 24010479BKHJPZ4370

Place: Delhi

Date: 11th July 2024

Annexure A to Independent Auditors' Report of SAHASRA ELECTRONICS PRIVATE LIMITED

(Referred to in Paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date for the year ended 31.03.2024)

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
- (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) Property, Plant and Equipment have been physically verified by the management according to the regular programme of periodical verification in phased manner which in our opinion is reasonable having regard to the size of the company and the nature of its Property, Plant and Equipment. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deed of immovable properties (other than properties where the company is the lessee & the lease agreements are duly executed in favour of the lessee) disclosed in the financial statement are held in the name of the Company.
- (d) The company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
- (e) According to the information and explanation provided to us, no proceeding have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any Benami Property under the Benami Transactions (Prohibition Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) The inventories of the company at all its locations (except stock in transit) have been physically verified by the management at reasonable intervals. In our opinion the procedure and coverage of such physical verification by the management is appropriate. Further no material discrepancies were noticed on such physical verification by the management.
- (b) Quarterly Return on statement of current assets filed by the company with banks for quarter ended 30-06-2023, 30-09-2023 and 31-12-2023 could not be checked with the books of account since stock consumption entries are passed at the end of the year. The quarterly statement for the quarter ended 31-03-2024 are not in agreement with the books of the accounts of the company due to reason stated in Note No. 26 M(b).
- iii. (a) The company has not provided any loans or advances during the year to subsidiaries, joint ventures and associates.
- (b) The Company has provided following loans or advances and guarantee to other parties:
- | | Loan Given | Loan Outstanding |
|--------------------------------|--------------|------------------|
| Sahasra Semiconductor Pvt Ltd. | Rs. 120 Lacs | Rs. 188.03 Lacs |
- (c) In respect of investment made, guarantee given and loans and advances given by the company, terms and conditions are not prejudicial to the Company's interest.



- (d) In respect of loans granted to the subsidiary and one related party in the previous periods, no schedule of repayment of principal / interest has been stipulated and loan is repayable on demand.
- (e) Since loan is issued to subsidiary and another company without specific terms of repayment and is repayable on demand. Hence we could not comment on recoverability of principal / interest.
- (f) No loan repayable on demand granted by the Company has fallen due during the year. No fresh loan was given to settle repayment of the loan. Hence reporting under clause 3(iii) (e) is not applicable.
- (g) No loan has been given by the company during the year either repayable on demand or without specifying any term or repayment. However, the company has issued loan to subsidiary and one related party in previous years which are without specifying terms of repayment and are repayable on demand in respect of which:
- Total amount outstanding is Rs. 1251.22 Lacs (PY Rs. 1271.94 Lacs).
 - Percentage of total loans 100.00% (PY 100%)
- iv. In our opinion and according to the information and explanation given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans, investments made and guarantees and securities provided, as applicable.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits within section 73 to 76 of the act and the companies (Acceptance of deposit) Rules, 2014 (as amended). Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government of the maintenance of cost records under Section 148(1) of the Companies Act, 2013 and are of the opinion that, prima-facie, prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of the said records with a view to determine whether they are accurate and complete;
- vii. In respect of statutory dues:
- (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
- There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2024 for a period of more than six months from the date they became payable.
- (b) In our opinion and according to the information and explanation given to us, there were no statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2024 on account of disputes



- ix. (a) The Company has not defaulted in repayment of loans or borrowings or in the payment of interest to any lender.
- (b) Company has not been declared willful defaulter by any bank or financial institution or government or any government authority or by other lender.
- (c) The term loans were applied for the purpose for which it was obtained.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary.
- (f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiary and hence reporting on clause 3(ix) (I) of the Order is not applicable.
- x. a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partially or optionally) and hence reporting under clause 3(x) (b) of the Order is not applicable.
- xi. (a) No fraud by the Company and no fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- (c) The company has not received any whistle blower complaints hence reporting under clause 3(xi)(c) is not applicable.
- xii. Provision of Nidhi Company is not applicable to the Company.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. The company has no internal audit system commensurate with the size and nature of its business.
- xv. The company has not entered into any non-cash transaction with Directors or persons connected with him.
- xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi) (a), (b) and (c) of the Order is not applicable.
- (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi) (d) of the Order is not applicable.



- xvii. The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- 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 and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not 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. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx) (a) of the Order is not applicable for the year.
- (b) The company does not have any unspent CSR pending to any ongoing project. Hence, reporting under clause 3(xx) (b) of the Order is not applicable for the year.

For P K M B & Co.
Chartered Accountants
(Firm Registration No. 005311 N)



P K Jain

(P K Jain)
Partner
Membership No. 010479
UDIN: 24010479BKHJPZ4370

Place: New Delhi
Date: 11th July 2024

Annexure B to the Independent Auditors' report of even date on the Standalone Financial Statement of **Sahasra Electronics Private Limited**.

Report on the Internal Financial Controls under Clause (i) of sub -section 3 of section 143 of the Companies Act, 2013 for the year ended 31.03.2024.

We have audited the internal financial controls over financial reporting of **Sahasra Electronics Private Limited** as at March 31, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with Guidance note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standard on Auditing, issued by ICAI 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 and understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statement, 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 details, accurately and fairly reflect the transactions and disposition of the assets of the company;(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statement in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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



Opinion

In our opinion, the Company has in all material respects an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the "Guidance Note on Audit of Internal Financial Controls over Financial Reporting" issued by the Institute of Chartered Accountants of India.

For **P K M B & Co.**
Chartered Accountants)
(Firm Registration No. 005311 N)



P K Jain

(P K Jain)
Partner

Membership No.
UDIN: 24010479BKHJPZ4370

Place: New Delhi
Date: 11th July 2024

CIN - U51505DL2001PTC111282
SAHASRA ELECTRONICS PVT. LTD.

BALANCE SHEET AS AT MARCH 31, 2024

Particulars	Note No.	Rs. in Lacs	
		AS AT 31.03.2024	AS AT 31.03.2023
A) EQUITY AND LIABILITIES			
1) Shareholders' Fund			
(a) Share Capital	1	49.96	49.96
(b) Reserves & Surplus	2	9,059.76	8467.40
		9,109.72	8517.36
2) Non-current liabilities			
(a) Long-term provisions	3	355.88	294.97
		355.88	294.97
3) Current liabilities			
(a) Short-term borrowings	4	2,214.61	1647.46
(b) Trade payables	5		
- Due to Micro, Small and Medium Enterprises		471.95	538.06
- Due to other than Micro, Small and Medium Enterprises		1619.99	2450.35
(c) Other current liabilities	6	698.28	462.17
(d) Short-term provisions	7	827.28	464.10
		5,832.11	5562.14
TOTAL		15,297.71	14374.47
B) ASSETS			
1) Non-current assets			
(a) Property, Plant and Equipments & Intangible Assets			
(i) Property, Plant & Equipment	8	2,190.14	1876.07
(ii) Capital work-in-progress	8A	955.53	-
(iii) Intangible assets	8	31.42	20.34
(iv) Intangible assets Under Development	8B	-	7.50
		3,177.09	1903.91
(b) Non-current investments	9	1,952.99	1952.99
(c) Deferred tax assets (net)	10	274.03	232.28
(d) Long-term loans and advances	11	1,063.19	1279.94
(e) Other non-current assets	12	36.08	14.29
		6,503.38	5383.40
2) Current assets			
(a) Inventories	13	4,758.96	5743.69
(b) Trade receivables	14	2,599.19	1914.88
(c) Cash and Cash Equivalents	15	542.81	154.36
(d) Short-term loans and advances	16	584.80	923.94
(e) Other current assets	17	308.57	254.20
		8,794.33	8991.07
TOTAL		15,297.71	14374.47

Significant Accounting policies and notes to accounts (Note no. 26)

For and on behalf of the Board of Directors


(VARUN MANWANI)
Director
DIN 00921735



(AMRIT LAL MANWANI)
Managing Director
DIN 00920206

In terms of our report attached
For PKMB & Co.
Chartered Accountants
(Regn No. 005311N)




(P. K. Jain)
Partner
Mem No. 010479

Place: New Delhi

Date: 

UDIN: 24010479BKHJPZ4370

CIN - U51505DL2001PTC111282
SAHASRA ELECTRONICS PVT. LTD.
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 31, 2024

Particulars	Note No.	Rs. in Lacs	
		2023-2024	2022-2023
1 (a) Revenue from operations (Net)	18	11,676.46	11927.94
(b) Other Income	19	295.10	237.80
Total Income		11,971.56	12165.24
2 Expenses			
(a) Cost of materials consumed / Service Delivery	20	8,275.17	8895.67
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	21	(282.78)	(115.80)
(c) Employee benefits expense	22	1,629.73	1188.00
(d) Finance costs	23	156.03	70.75
(e) Depreciation and amortisation expense	24	342.79	305.67
(d) Other expenses	25	1,051.84	986.86
Total Expenses		11,172.78	11,331.15
3 Profit / (Loss) before tax (1-2)		798.78	834.09
4 Tax expense:			
(a) Current tax expense for current year		248.17	265.97
(b) Deferred tax		(41.75)	(56.56)
		206.42	209.41
5 Profit / (Loss) after tax (3-4)		592.36	625.18
6 Earnings per share (of Rs. 10/- each):			
Basic & Diluted		118.57	125.14

Significant Accounting policies and notes to accounts (Note no. 26)

For and on behalf of the Board of Directors


(VARUN MANWANI)
Director
DIN 00921735


(AMRIT LAL MANWANI)
Managing Director
DIN 00920206

In terms of our report attached
For PKMB & Co.
Chartered Accountants
(Regn No. 005311N)




(P. K. Jain)
Partner
Mem No. 010479

Place: New Delhi
Date:

11 JUL 2024

UDIN : 24010479BKJPZ4370

CIN - U51505DL2001PTC111282
SAHASRA ELECTRONICS PVT. LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31,2024

Rs. in Laacs

Particulars	2023-2024	2022-2023
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax as per Profit and Loss Account	798.78	834.09
Adjusted for:		
Depreciation	342.79	305.67
Interest and Finance Charges	156.03	70.75
Loss / (Profit) on Sale / Discarding of Property, Plant & Equipment (net)	(1.81)	-
balance written off	1.21	44.38
Interest Income	-138.50	-107.23
	<u>359.72</u>	<u>313.57</u>
Operating Profit before Working Capital Changes	1,158.50	1,147.66
Adjustments for (increase) / decrease in operating assets:		
Inventories	984.73	-1,417.66
Trade receivables	-684.31	-339.78
Short-term loans and advances	339.14	-644.35
Other current & non current assets	-76.16	5.02
Long-term loans and advances	216.75	0.00
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	-896.47	507.24
Other current liabilities	236.11	-160.32
Long-term provisions	60.91	77.53
Short-term provisions	363.18	114.95
	<u>543.88</u>	<u>-1,857.37</u>
Cash Generated from Operations	1,702.38	-709.71
Taxes Paid	-248.17	-265.96
Net Cash from Operating Activities	1,454.21	-975.67
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipment (Including Capital Work In Progress)	-1,620.48	-213.31
Sale of Property, Plant & Equipment	5.10	-
Interest Income	138.50	107.23
	<u>-1,476.88</u>	<u>-106.08</u>
C) CASH FLOW FROM FINANCING ACTIVITIES		
Increase / (Decrease) in Short-term borrowings	567.15	1,154.34
Interest and Finance Charges	-156.03	-70.75
	<u>411.12</u>	<u>1,083.59</u>
Net (Decrease) / Increase in Cash and Cash Equivalents	388.45	1.84
Opening Balance of Cash and Cash Equivalents	154.36	152.02
Closing Balance of Cash and Cash Equivalents	<u>542.81</u>	<u>153.86</u>
C&CE Comprise of:		
Cash in Hand	5.90	5.94
Balance with Bank	536.91	148.42
	<u>542.81</u>	<u>154.36</u>

For and on behalf of the Board of Directors

(VARUN MANWANI)
Director
DIN 00921735

(AMRIT LAL MANWANI)
Managing Director
DIN 00920206

In terms of our report attached
For PKMB & Co.
Chartered Accountants
(Regn No. 005311N)



(P. K. Jain)
Partner

Mem No. 010479

Place: New Delhi
Date:

11 JUL 2024

UDIN: 24010479BHJP24370

SAHASRA ELECTRONICS PVT. LTD.

Notes forming part of the Financial Statements

(Rs. in lacs)

**NOTE - 1
SHARE CAPITAL**

	AS AT 31.03.2024	AS AT 31.03.2023
Authorised 10,00,000 Equity shares of Rs.10/- each	100.00	100.00
Issued, Subscribed & Paid up Capital 4,99,576 (P.Y. 4,99,576) Equity Shares of Rs. 10/- each, fully paid up	49.96	49.96
	49.96	49.96

Note:

- a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period

Equity shares with voting rights

(Amounts in lacs except no. of shares)

Particulars	31.03.2024		31.03.2023	
	No. of Shares	Amount	No. of Shares	Amount
Opening Balance	499,576	49.96	499,576	49.96
Addition During the year	-	-	-	-
Closing Balance	499,576	49.96	499,576	49.96

- b) Details of shares held by each shareholder holding more than 5% shares

Particulars	31.03.2024		31.03.2023	
	Number of shares held	% holding in that class of	Number of shares held	% holding in that class of shares
i) Mr. Amrit Manwani	149,690	30%	149,690	30%
ii) Mr. Vasudeo Narayan Kabadi	175,000	35%	175,000	35%
iii) M/s Optima Technology Associates	71,576	14%	71,576	14%
iv) Mr. Amrit Manwani Sole Prop of M/s Sahasra Electronics	100,000	20%	100,000	20%

- c) Shares held by Promoters

Name of promoter	31.03.2024		31.03.2023		% Change from Previous year
	Number of shares held	% of shares held	Number of shares held	% of shares held	
i) Mr. Amrit Manwani (including Sole proprietorship)	249,690	49.98%	249,690	49.96%	-
ii) Mrs. Varsha Manwani	3,310	0.66%	3,310	0.66%	-
iii) Mr. Vasudeo Narayan Kabadi	175,000	35.03%	175,000	35.02%	-
iv) M/s Optima Technology Associates	71,756	14.33%	71,756	14.33%	-
Total	499,756	100.00%	499,756	100.00%	-

NOTE - 2

RESERVES & SURPLUS

a) General Reserve Opening Balance	507.08	507.08
	507.08	507.08
b) Surplus as per Profit & Loss Account Opening Balance	7,960.32	7,335.14
Add: Profit for the year	592.36	625.18
	8,552.68	7,960.32
Total	9,059.76	8,467.40

NOTE - 3

LONG TERM PROVISIONS

Provision for employee benefits		
-For Gratuity	285.43	202.37
- Leave Encashment	70.45	92.60
	355.88	294.97



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NOTE - 4
SHORT-TERM BORROWINGS

Secured - Loans repayable on demand from Banks

(i) Packing Credit Loan with Banks - Secured Against hypothecation of Stock and Book Debts, Charge of industrial property at NSEZ and guaranteed by 3 directors	2,214.61	1,647.46
	<u>2,214.61</u>	<u>1,647.46</u>

NOTE - 5
TRADE PAYABLES

- Due to Micro, Small and Medium Enterprises	471.95	538.06
- Due to other than Micro, Small and Medium Enterprises	1,619.99	2,450.35
	<u>2,091.94</u>	<u>2,988.41</u>

Note: Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors. Further the Company has not received any claim for interest from any supplier under the said Act.

5.1) Trade Payable Ageing Schedule

As at 31 March' 2024	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of MSME- Undisputed	267.74	204.21	-	-	471.95
Total outstanding dues of creditors other than MSME- Undisputed	1,572.23	47.76	-	-	1,619.99
Total	1,839.97	251.97	-	-	2,091.94

5.2) Trade Payable Ageing Schedule

As at 31 March' 2023	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of MSME- Undisputed	538.06	-	-	-	538.06
Total outstanding dues of creditors other than MSME- Undisputed	2,449.77	0.18	0.15	0.25	2,450.35
Total	2,987.83	0.18	0.15	0.25	2,988.41

NOTE - 6
OTHER CURRENT LIABILITIES

a) Statutory Liabilities	40.75	25.92
b) Retention Money Payable	30.72	-
c) Advance from Customers	56.91	186.44
d) Expenses Payable	569.90	249.81
	<u>698.28</u>	<u>462.17</u>

NOTE - 7
SHORT TERM PROVISIONS

<u>Provisions</u>		
-For Bonus	33.29	33.30
-For Gratuity	241.36	169.56
-For Leave Encashment	304.46	261.24
-For Income Tax -2023-24	248.17	-
	<u>827.28</u>	<u>464.10</u>



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Note No.8

As at 31.03.2024

Assets	Gross Block			Accumulated Depreciation/ Amortisation						Net Block		
	Balance as at 1st April 2023	Additions during the year	Deletion during the year	Balance as at 31st March 2024	Balance as at 1st April 2023	Depreciation on Closing BaLoF Assets (2023)	Depreciation on addition during the year	Total Depreciation During the Year	Balance as at 31st March 2024	Deletion During the year	Balance as at 31st March 2024	Balance as at 31st March 2023
Land (Bhiwadi Factory)	490.74	12.31	-	503.05	-	-	-	-	-	-	503.05	490.74
Plant and Machinery	3,180.63	437.01	9.02	3,608.62	1,972.24	218.72	41.38	260.10	2,232.34	5.73	1,382.01	1,208.39
Computer	126.10	9.06	-	135.17	117.95	5.15	4.57	9.72	127.67	-	7.50	8.15
Building Fixture	0.60	-	-	0.60	0.59	0.00	-	0.00	0.59	-	0.01	0.01
Furniture	118.77	12.63	-	131.41	105.25	3.50	1.287	4.79	110.04	-	21.37	13.52
Office Equipments	45.60	4.11	-	49.71	39.61	2.70	0.75	3.45	43.06	-	6.66	6.00
Factory Building	387.14	-	-	387.14	279.26	10.25	0.11	10.25	289.51	-	3.12	2.64
Electrical Equipment	88.08	1.27	-	89.35	85.43	0.68	0.11	0.79	86.23	-	3.12	2.64
Air Conditioner	64.87	53.17	-	118.04	60.30	1.18	6.05	7.23	67.53	-	50.51	4.57
Temporary Partition	56.96	16.85	-	73.81	52.88	1.06	2.79	3.84	56.72	-	17.09	4.08
Vehicles	165.64	100.14	-	265.78	135.55	9.40	19.63	29.03	164.58	-	101.20	30.09
Intangible Assets												
Computer Software	108.77	24.67	-	133.44	88.44	7.99	5.60	13.59	102.02	-	31.42	207.34
	4,833.90	671.23	9.02	5,496.11	2,937.50	260.63	82.16	342.79	3,280.29	5.73	2,221.56	1,896.41

2,221.56

Note No.8

As at 31.03.2023

Assets	Gross Block			Accumulated Depreciation/ Amortisation						Net Block		
	Balance as at 1st April 2022	Additions during the year	Deletion during the year	Balance as at 31st March 2023	Balance as at 1st April 2022	Depreciation on Closing BaLoF Assets (2022)	Depreciation on addition during the year	Total Depreciation During the Year	Balance as at 31st March 2023	Deletion During the year	Balance as at 31st March 2023	Balance as at 31st March 2022
Land (Bhiwadi Factory)	490.74	-	-	490.74	-	-	-	-	-	-	490.74	490.74
Plant and Machinery	3,006.74	173.89	-	3,180.63	1,716.23	233.58	22.43	256.01	1,972.24	-	1,208.39	1,290.51
Computer	119.32	6.78	-	126.10	114.74	2.90	0.32	3.21	117.95	-	8.15	4.59
Building Fixture	0.60	-	-	0.60	0.58	0.00	-	0.00	0.59	-	0.01	0.02
Furniture	115.23	3.54	-	118.77	101.45	3.57	0.24	3.80	105.25	-	13.52	13.79
Office Equipments	43.05	2.55	-	45.60	38.38	1.21	0.02	1.23	39.61	-	6.00	4.68
Factory Building	387.14	-	-	387.14	267.94	11.32	-	11.32	279.26	-	107.88	119.20
Electrical Equipment	88.08	-	-	88.08	84.51	0.92	-	0.92	85.43	-	2.64	3.57
Air Conditioner	64.87	-	-	64.87	58.71	1.60	-	1.60	60.30	-	4.57	6.16
Temporary Partition	56.96	-	-	56.96	45.89	6.99	-	6.99	52.88	-	4.08	11.07
Vehicles	149.78	15.86	-	165.64	126.52	7.27	1.76	9.03	135.55	-	30.09	23.26
Intangible Assets												
Computer Software	105.57	3.20	-	108.77	76.89	11.27	0.27	11.55	88.44	-	20.34	28.68
	4,628.08	205.82	-	4,833.90	2,631.82	280.63	25.04	305.67	2,937.50	-	1,896.41	1,996.25



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Note 8A

Capital work in progress

(Rs. in Laacs)

Particulars	As at 01-Apr-23	Additions	Capitalisation	As at 31-Mar-24
Factory Building under Construction	-	955.53	-	955.53
	-	955.53	-	955.53

CWIP ageing schedule

As at March 31, 2024	Amount in intangible asset under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	955.53	-	-	-	955.53

Note 8B

Intangible asset under development

Particulars	As at 01-Apr-23	Additions	capitalisation	As at 31-Mar-24
Intangible asset under development	7.50	-	7.50	-
	7.50	-	7.50	-



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NOTE - 9

NON CURRENT INVESTMENT

<u>Shares (Non-Trade-Non-quoted) (At Cost) (Long Term)</u>			
a)	<u>In Subsidiary Company</u>		
	-65 Shares of USD 150 each at cost of USD 9750 @ Rs. 48.21 per USD in Optima Technology Associates - a Subsidiary Company - a limited liability Company incorporated in USA	4.70	4.70
	-6,00,000 Shares of RF 100 each at cost of RF 6,00,00,000 @ Rs. 0.0938 per RF in Sahasara Electronics (Rwanda) Pvt Ltd - a wholly owned subsidiary company - a Company incorporated in RWANDA	56.30	56.30
	-1,67,83,400 shares (Previous Year 62,24,033 shares)of Rs. 10 each in Sahasra Semiconductors Private Limited	1,678.34	1678.34
b)	<u>In Other Company</u>		
	-10,000 Equity Shares of Elcina Electronics Manufacturing Cluster Pvt.Ltd	1.00	1.00
	-20,16,654 Equity Shares of Infopower Technologies Ltd. @ Rs.10	212.65	212.65
		<u>1,952.99</u>	<u>1952.99</u>
	Aggregate amount of unquoted investments	1952.99	1952.99

NOTE - 10

DEFERRED TAX ASSETS (Net)

	Deferred Tax Assets		
a)	- Related to Disallowances under the Income Tax Act	235.34	191.06
	- Related to Property, Plant & Equipment	38.69	41.22
		<u>274.03</u>	<u>232.28</u>

NOTE - 11

LONG TERM LOANS & ADVANCES

Unsecured, Considered Good

a)	Capital advances	-	8.00
b)	Loans and advances to related parties*	1,063.19	1271.94
		<u>1,063.19</u>	<u>1279.94</u>

Notes	From Private companies in which any director is a director or member		
	-M/s Sahasra Electronics (RWANDA) Pvt. Ltd.	1,063.19	1,271.94

NOTE - 12

OTHER NON - CURRENT ASSETS

Security Deposits	36.08	14.29
	<u>36.08</u>	<u>14.29</u>

NOTE - 13

INVENTORIES

(At cost or market value whichever is lower)		
i) Finished Goods	429.36	450.19
ii) Semi-Finished Goods	821.42	517.81
iii) Raw Material	3,466.39	4,523.42
iv) Consignment in transit	-	196.47
v) Consumable Stores	17.06	14.83
vi) Packing Materials	24.73	40.97
	<u>4,758.96</u>	<u>5,743.69</u>



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NOTE - 14

TRADE RECEIVABLES

Unsecured, Considered good

Undisputed Trade Receivables- Considered Good	2,599.19	1,914.88
	<u>2,599.19</u>	<u>1,914.88</u>

Note: Trade receivables include debts due from:

i) From a sole proprietorship concern of Director		
(a) Sahasra Electronics	10.52	10.69
ii) From Companies in which any Director is a director or member		
(a) Optima Technology Associates Inc.	882.66	216.62
(c) Sahasra Electronic Solutions Ltd	311.65	12.49

As at 31 March 2024	Outstanding for following periods from due date of payment				Total
	Less than 6 Months	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables – considered good	2,480.40	70.99	34.69	13.11	2,599.19
Undisputed Trade Receivables - considered doubtful	-	-	-	-	-
Disputed Trade receivables - considered good	-	-	-	-	-
Disputed Trade receivables - considered doubtful	-	-	-	-	-
Total	2,480.40	70.99	34.69	13.11	2,599.19

As at 31 March 2023	Outstanding for following periods from due date of payment				Total
	Less than 6 Months	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables – considered good	1,767.96	34.76	43.38	68.78	1,914.88
Undisputed Trade Receivables - considered doubtful	-	-	-	-	-
Disputed Trade receivables - considered good	-	-	-	-	-
Disputed Trade receivables - considered doubtful	-	-	-	-	-
Total	1,767.96	34.76	43.38	68.78	1,914.88

NOTE - 15 CASH & BANK BALANCE

I) Cash & Cash equivalents		
a) Cash on hand	5.90	5.94
b) Balances with Banks		
(i) In Current Accounts with		
- Canara Bank, Noida Unit	12.74	1.51
- Punjab National Bank	0.43	0.43
- Canara Bank, Kerala Unit	-	0.05
- HDFC Bank	450.63	86.56
- HDFC Bank Petty Exp. a/c	0.25	0.25
(ii) In EEFC Accounts with		
- City Bank (In USD)	72.86	0.16
- HDFC Bank (In USD)	-	59.46
	<u>542.81</u>	<u>154.36</u>

NOTE - 16

SHORT TERM LOANS & ADVANCES

(Unsecured, considered good)

a) Loans and advances to employees	7.36	4.43
b) Loans and advances to Elcina Electronic Cluster (Related Party)*	0.73	8.00
c) Loans and advance to Sahasra Semi Conductors Private Ltd. (Related Party)*	188.03	674.62
d) Prepaid expenses	22.42	21.60
e) Balances with government authorities (Includes esi paid under protest of Rs. 3,60,657(P.Y. 3,60,657)	269.69	68.21
f) Advance to Suppliers	96.57	147.08
	<u>584.80</u>	<u>923.94</u>

*Refer Note No. 26

NOTE - 17

OTHER CURRENT ASSETS

Interest accrued on Loans (Related Party)	308.57	254.20
	<u>308.57</u>	<u>254.20</u>



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SAHASRA ELECTRONICS PVT. LTD.

Notes forming part of the Financial Statements

(Rs. in Laacs)

NOTE - 18

REVENUE FROM OPERATIONS

	2023-2024	2022-2023
a) Sale of products		
i) Export Sales	10,205.62	10,569.46
ii) Domestic Sales	1,470.84	1,358.73
	<u>11,676.46</u>	<u>11,928.19</u>
Less: Discount To Customers	-	0.25
	<u><u>11,676.46</u></u>	<u><u>11,927.94</u></u>

Note:-

Sale of products comprises of

Manufactured Goods

-Populated printed Circuit boards / LED Lighting products with accessories

11,676.46

11928.19

Total - Sale of manufactured goods

11,676.46

11928.19

NOTE - 19

OTHER INCOME

a) Interest Income on deposit and loans	138.50	107.23
b) Net gain on foreign currency transactions and translation	149.87	126.41
c) Profit on sales of Assets	1.81	-
d) Other Non-Operating Income		
-Miscellaneous Income	4.92	4.16
	<u>295.10</u>	<u>237.80</u>

NOTE - 20

COST OF MATERIALS CONSUMED

a) Raw Materials Consumed		
Opening Stock	4,719.89	3440.15
Add: Purchases	6,799.76	9934.32
	<u>11,519.65</u>	<u>13374.47</u>
Closing Stock	3,466.39	4719.89
	<u>8,053.26</u>	<u>8654.58</u>
b) Packing Materials Consumed		
Opening Stock	40.97	21.24
Add: Purchases	32.34	39.11
	<u>73.31</u>	<u>60.35</u>
Closing Stock	24.73	40.97
	<u>48.58</u>	<u>19.38</u>
c) Consumable Stores / Tools and Accessories Consumed		
Opening Stock	14.83	12.45
Add: Purchases	175.56	224.09
	<u>190.39</u>	<u>236.54</u>
Closing Stock	17.06	14.83
	<u>173.33</u>	<u>221.76</u>
Total Cost of Material Consumed	<u><u>8,275.17</u></u>	<u><u>8895.67</u></u>



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NOTE - 21
CHANGES IN INVENTORIES OF FINISHED AND SEMI FINISHED GOODS

Inventories at the end of the year		
Finished goods	429.36	450.19
Semi Finished goods	821.42	517.81
	<u>1,250.78</u>	<u>968.00</u>
Inventories at the beginning of the year		
Finished goods	450.19	6.38
Semi Finished goods	517.81	845.82
	<u>968.00</u>	<u>852.20</u>
Net (increase) / decrease	<u>-282.78</u>	<u>(115.80)</u>

NOTE - 22
EMPLOYEE BENEFITS EXPENSES

Salaries, Wages & Bonus	1,339.60	1023.37
Contributions to provident and other funds	281.52	157.64
Staff Welfare Expenses	8.61	6.99
	<u>1,629.73</u>	<u>1188.00</u>

NOTE - 23
FINANCE COSTS

a) Interest on Borrowings	135.10	52.12
b) Other borrowing costs	20.93	18.63
	<u>156.03</u>	<u>70.75</u>

NOTE - 24
DEPRECIATION AND AMORTISATION EXPENSE

a) Depreciation on Tangible Assets	329.20	294.12
b) Amortisation of Intangible Assets	13.59	11.55
	<u>342.79</u>	<u>305.67</u>



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NOTE - 25
OTHER EXPENSES

Freight & Cartage Inward	129.50	252.33
Custom Clearance & Handling Charges- Inward	21.58	23.15
Custom Clearance & Handling Charges- Outward	8.48	10.07
Electricity & Water Charges	78.72	87.26
Freight Charges on Export/domestic	26.97	40.67
Testing Expenses	3.75	0.75
Printing & Stationery	2.82	3.44
Repair & Maintenance	160.85	91.93
Insurance	20.96	17.75
Traveling & Conveyance Expenses	51.42	57.85
Vehicle Running & Maint	9.98	12.44
Postage & Courier Expenses	0.20	0.17
Telephone & Communication Expenses	5.96	4.01
Advertisement and Exhibition Expenses	48.26	36.94
Bad debts	33.65	-
Rent Expenses	30.37	12.78
Rates & Taxes	0.08	0.07
Interest on MSME	67.03	0.20
Security Expenses	15.27	14.28
Legal & Professional Charges	15.55	6.38
Books & Periodicals	0.06	0.06
Nsez Online filling fee	0.60	-
Training Expenses	2.64	-
Commission Expenses	260.74	213.27
Business Promotion Expenses	17.32	15.99
Auditors' Remuneration	3.75	3.75
Filing fee	0.17	0.19
Membership & Subscription Fee	12.27	-
Hazardos fee	0.10	0.06
Festival Expenses	3.49	3.79
Miscellaneous Expenses	1.39	20.13
Pollution Expenses	0.50	-
Prior Period Adjustments	1.70	1.92
Balance written off	1.21	44.38
Profit /(Loss) on sale of MEIS Scripts	-	10.60
CSR Expenditure	14.50	0.25
	1,051.84	986.86

3.75	3.75
3.75	3.75



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SAHASRA ELECTRONICS PRIVATE LIMITED

NOTE –26 Significant Accounting Policies and Notes to Accounts for the year ended 31st March 2024

A. CORPORATE INFORMATION

The Company is engaged in manufacturing of Printed Circuit Boards, LED Lighting Products and USB Flash Storage Devices. The Company has registered office at House No. - 33, Pocket-I, Jasola, New Delhi – 110055. The Company has one workshop at 129 G, Noida Special Economic Zone, Noida – 201305.

B. SIGNIFICANT ACCOUNTING POLICIES

- i) The Company is receiving components on free of cost basis from its customers which are used in the making of the products as per the specifications. The Company is raising an invoice on its customer for the price of the goods sold and other charges after reducing the value of the free of cost components used in making of those goods.
The value of such components consumed during the period amounted to ₹ 482.30 lacs.
- ii) Basis for preparation of financial statements
These financial statements have been prepared under the historical cost convention on a going concern basis, on the accrual basis of accounting in accordance with the Generally Accepted Accounting Principles (GAAP) in India. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of Companies (Accounts) Rules, 2014, the relevant provisions of the Act and other accounting pronouncements of the Institute of Chartered Accountants of India. The accounting policies have been consistently applied by the Company.
- All amounts in the financial statements and accompanying notes are presented in lakhs (Indian Rupees) and have been rounded-off to two decimal places in accordance with the provisions of Schedule III of the companies Act,2013, unless stated otherwise.
- iii) Use of estimates
The preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements and reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in current and future periods.
- iv) Foreign Currency Transactions
Transactions in foreign currencies are recognized at the prevailing exchange rates on the transaction dates. Realised gains and losses on settlement of foreign currency transactions are recognized in the Statement of Profit and Loss. Monetary foreign currency assets and liabilities at the year-end are translated at the year-end exchange rates and the resultant exchange differences are recognized in the Statement of Profit and Loss.



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- v) Inventory
Inventories of Raw materials, Store and spare parts, packing materials are valued at cost or Net Realisable value whichever is lower as per stocks taken by the management. Semi-finished and finished goods are valued at cost or Net Realisable value whichever is lower. Cost of raw material and stores and spare parts and packing materials has been computed on the basis of Weighted average method. Cost of finished goods and semi-finished goods include Raw material cost and related overheads.
- vi) Property, Plant & Equipment
Property, Plant & Equipment are stated at cost less accumulated depreciation. Cost of acquisition of such assets is inclusive of all incidental expenses incurred in bringing the assets to their working condition for the intended use.
- vii) Depreciation/Amortization
Depreciation on Property, Plant & Equipment has been provided pro-rata to the period of use, on the written down value method, using rates determined based on management's assessment of useful economic lives of the asset at year end.

Following are the estimated useful life of various category of assets used.

Asset Class	Life of the asset (in years)
Factory Buildings	30
Plant & Machinery	15
Furniture and fixtures	10
Building Fixtures	10
Electricals Equipment's & Fixtures	10
Computers (End user devices)	6
Air Conditioner	10
Office Equipment's	5
Vehicles – Car	8
Vehicles – Motor Bike	10
Temporary Partition	10

A Property, Plant & Equipment is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal.

Losses arising from retirement or gains or losses arising from disposal of Property, Plant & Equipment which are carried at cost are recognized in the Statement of Profit and Loss.

Intangible Assets are amortized over a period of Six years based on the estimated useful life as determined by the management. If the management's estimate of the useful life of an intangible asset at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, amortization is provided at a higher rate based on the management's estimate of the useful life/remaining useful life.

Amortisation method and useful lives are reviewed at each reporting date. If the useful life of an asset is estimated to be significantly different from previous estimates, the amortisation period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortisation method is changed to reflect the changed pattern.

An intangible asset is derecognized on disposal or when no future economic benefit is expected from its use and disposal.



Losses arising from retirement and gains or losses arising from disposal of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the assets, and are recognized in the Statement of Profit and Loss.

viii) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

ix) Taxation

Tax expense for the year comprises of current tax and deferred tax. Current taxes are measured at the amounts expected to be paid using the applicable tax rates and tax laws.

Deferred Tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the Balance Sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the asset will be realized in future.

x) Revenue recognition

Sales are recognized, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers.

Revenue from rendering of services is recognized when the performance of agreed contractual task has been completed.

Interest Income is recognized using effective interest rate method.

xi) Employees Benefits

Short-term employee benefits

Employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus, etc. are recognized in the Statement of Profit and Loss in the period in which the employee renders the related service.

Post-employment benefits

(a) Defined contribution plan

The employee's provident fund scheme is a defined contribution plan. The Company makes specified monthly contributions towards employee provident fund to Government administered provident fund scheme which is a defined contribution plan. The Company's contribution is recognized as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

(b) Defined benefit plan

The Company's gratuity plan is a defined benefit plan. The gratuity plan entitles an employee, who has rendered at least five years of continuous service, to receive one-half month's salary for each year of completed service. The gratuity plan of the Company is unfunded.



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- xii) Investments
Investments that are readily realisable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments are classified as long-term investments.
- Long term investments are stated at cost. Provision for diminution in the value of investments is made only if such a decline, in the opinion of the management, is other than temporary.
- Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties.
- Profit or loss on sale of investments is determined on the basis of weighted average carrying amount of investments disposed of.
- xiii) Borrowing Cost
Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.
- xiv) Insurance Claim
Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.
- xv) Earnings per share
The Company reports basic and diluted earnings per equity share in accordance with AS-20, 'Earnings per share'. Basic earnings per equity share is computed by dividing net profit / loss attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding for the year. Diluted earnings per share is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding at the year end, except where the results are anti-dilutive.
- xvi) Government Grant / Subsidy
Government Subsidy received in relation to purchase of Property, Plant & Equipment are adjusted with the cost of the identified assets.

C. CONTINGENT LIABILITIES AND COMMITMENTS (TO THE EXTENT NOT PROVIDED FOR)

(Rs. in lacs)

	Particulars	31.03.2024	31.03.2023
(i)	Contingent liabilities		
	(a) Claims against the Company not acknowledged as debt	3.60	3.60
	(b) For Income Tax matter	17.04	NIL
	(c) Guarantees	2750	50.00
(ii)	Commitments		
	Estimated amounts of contracts remaining to be executed on capital account and not provided for	Rs.639.97	Rs. 7.50



D. FOREIGN CURRENCY TRANSACTIONS (Rs. in Lacs)(a) Value of imports calculated on CIF basis

Particulars	2023-24	2022-23
- Raw materials	6187.14	8051.16
- Consumable Stores / Tools and Accessories	0	0.47
- Capital Goods	401.63	135.92

(b) Expenditure in foreign currency:

Particulars	2023-24	2022-23
- Foreign Travel	16.95	46.19
- Commission	260.74	213.28
- Bank Charges	2.21	2.16
- Repair & Maint. (Plant & Machinery)	67.93	45.82
- Membership Fee and Subscription Expenses	8.89	NIL

(c) Earnings in foreign exchange:

Particulars	2023-24	2022-23
- FOB Value of Sale of Products	10205.62	10569.46
- Interest Earned	69.44	76.32

E. CONSUMPTION OF IMPORTED AND INDIGENOUS ITEMS

Particulars	2023-24		2022-23	
	Amt (Rs. in Lacs)	%	Amt (Rs. in lacs)	%
<u>Imported</u>				
Raw materials	7280.35	90.40%	6626.12	76.56%
Packing Materials	Nil	Nil	Nil	Nil
Consumable Stores / Tools and Accessories	Nil	Nil	Nil	Nil
<u>Indigenous</u>				
Raw materials	772.91	9.60%	2028.46	23.44%
Packing Materials	48.58	100%	19.38	100%
Consumable Stores / Tools and Accessories	173.33	100%	221.76	100%

F. SEGMENT INFORMATION

a). The Company is exclusively engaged in the business of Manufacturing of populated printed Circuit boards assembly, LED Lighting Products and USB Flash Storage Devices. This, in the context of Accounting Standard (AS 17) Segment Reporting, issued by The Institute of Chartered Accountants of India, constitutes one single primary segment.

b). The Company is setting up new unit at salarpur- 301707 for manufacture of computers and peripheral products.



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G. RELATED PARTY TRANSACTIONS

List of related parties where control exists and related parties with whom transactions have taken place and relationship:

- a) Key Management Personnel (KMP):-
 i) Mr. Amrit Manwani
 ii) Mrs. Varsha Manwani
 iii) Mr. Varun Manwani
 iv) Mr. V.N. Kabadi
 v) Mr. Paul J. Anastasio
- b) Subsidiary Companies:-
 - M/s Optima Technology Associates Inc.
 - M/s Sahasra Electronics (Rwanda) Pvt. Ltd.
- c) Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence / Group Companies –
 - M/s Infopower Technologies Ltd.
 - M/s M. K. Group LLC
 - M/s Northern Petroleum Company (a Sole Proprietorship concern of one Director)
 - M/s Sahasra Electronics (a Sole Proprietorship concern of one Director)
 - M/s Elcina Electronics Manufacturing Cluster Pvt. Ltd.
 - M/s Sahasra Electronic Solutions Ltd.
 - M/s Sahasra Semiconductor Pvt. Ltd.
- d) Details of related party transactions during the year ended 31 March, 2024:

Name	Relation	Nature of Transaction	Amount (Rs. in lacs)	
			2023-24	2022-23
Mr. Amrit Manwani	KMP	Remuneration	249.75	113.16
Mrs. Varsha Manwani	KMP	Remuneration	65.19	64.62
		Rent	8.40	8.40
Sahasra Electronics	Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence	DTA Sale	168.91	331.98
Sahasra Electronic Solutions Ltd	Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence	DTA Sale	574.02	NIL
Optima Tech Associates Inc	Subsidiary Company	Export Sale	5663.81	5739.20
		Purchase of Raw Material	441.09	842.55
		Freight Recovered	95.82	133.99
Infopower Technologies Ltd.	Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence / Group Companies	Purchase of Raw Material	318.97	513.16
		DTA Sales	350.25	621.30
Sahasra Electronics (Rwanda) Pvt. Ltd.	Wholly Owned Subsidiary	Export Sale	NIL	NIL
		Interest Income	69.44	76.32



e) Details of Balance Outstanding of related parties as at 31st March 2024:

Name	Relation	Particulars	Outstanding Balance (Rs. in lacs)	
			31.03.2024	31.03.2023
Mr. Amrit Manwani	KMP	Salary Payable	12.50	8.25
Mrs. Varsha Manwani	KMP	Salary Payable	5.32	4.50
Optima Tech Associates Inc	Subsidiary Company	Trade Receivables	882.66	216.62
		Trade Payables	56.16	208.63
		Non-Current Investment	4.70	4.70
Info Power Technologies Ltd	Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence / Group Companies	Trade Payables	3.51	37.03
		Non-Current Investment	212.65	212.65
Sahasra Electronics (Rwanda) Pvt. Ltd.	Wholly owned Subsidiary	Long Term Loans & advances	1063.18	1172.73
		Non-Current Investment	56.30	56.30
		Other Current Assets	NIL	177.88
Elcina Electronics Manufacturing Cluster Pvt. Ltd	Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence / Group Companies	Long Term Loans & advances	0.73	8.00
		Non-Current Investment	NIL	1.00
Sahasra Electronics	Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence	Trade Receivables	10.52	10.69
Sahasra Semi-Conductors Private Ltd.	Subsidiary	Loans & Advances Given	188.02	NIL
Sahasra Electronic Solutions Ltd	Entities over which Key Managerial Personnel and its relatives are able to exercise significance influence /	Trade Receivables	311.65	NIL



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	Group Companies			
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Note: Related party relationship is as identified by the Company and relied upon by the Auditors

H. MSME

Disclosure of Sundry Creditors under the Other Current Liabilities is based on the information available with the Company regarding the status of the suppliers as defined under the "Micro, Small and Medium Enterprises Development Act, 2006.

Particulars	As at 31 March 2024 (Rs.)	As at 31 March 2023 (Rs.)
Principal amount remaining unpaid at the end of accounting year*	₹ 471.95 Lacs	₹538.06 Lacs
Interest due on above	67.03	NIL
The amount of interest paid by the buyer along with amount of payment made to the suppliers beyond the appointed date	NIL	NIL
The amount of interest accrued and remaining unpaid at the end of financial year	NIL	NIL
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the due date during the year) but without adding interest specified under this Act	NIL	NIL
The amount of further interest due and payable in succeeding year, until such interest is actually paid	NIL	NIL
* Payment has been made within 45 days		

I. CORPORATE SOCIAL RESPONSIBILITY

S.no.	Particulars	2023-2024	2022-2023
1	Gross amount required to be spent by the company during the year	14.50	NIL
2	Amount spend during the year	14.50	NIL
3	Amount unspent, if any	NIL	NIL

J. EARNINGS PER SHARE (EPS)

Particulars	2023-2024	2022-2023
Net Profit after Tax as per Profit and Loss Statement attributable to Equity Shareholders (Rs. in Lacs)	592.36	625.18
Weighted Average number of Equity Shares used as denominator for calculating EPS (Nos)	4,99,576	4,99,576



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Basic and Diluted Earnings per Share (Rs.)	118.57	125.14
Face Value per Equity Share (Rs.)	10	10

K. Particulars of loans given, guarantee given or security provided and investment made as per section 186(4) of companies act 2013

S. No.	Particulars	Name of Co.	Amount (Rs. in Lacs)	Purpose
(a)	Investment made	Optima Technology Associates	4.70	Business
		Sahasra Electronics (RWANDA) Pvt. Ltd.	56.30	Business
		Sahasra Semiconductors Private Ltd.	1678.34	Investment for new project
		Elcina Electronics Manufacturing Cluster Pvt. Ltd.	1.00	Business
		Infopower Technologies Ltd.	212.65	Investment to be utilized for working capital
(b)	Loans given	Sahasra Electronics (RWANDA) Pvt. Ltd.	1063.19	Subsidiary
		Sahasra Semiconductors Private Ltd.	188.03	Subsidiary
(c)	Guarantee	Sahasra Semiconductors Private Limited	2750.00	To be utilized for business purpose

L. The disclosures required under AS-15 "Employee Benefits" notified in the companies (Accounting Standards) Rues 2006, are given below:

1) Defined Contribution Plan (Provident Fund)

Contribution to provident fund Rs. 91.84 lacs (Previous Year: Rs. 64.61 lacs)

2) Defined Benefit plan

The present Value of obligation of gratuity is determined based on actuarial valuation using the Projected unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment and long benefit award is also recognized in the same manner as gratuity.

The estimates of rate of escalation in salary considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

	Gratuity (Un funded)		Leave Encashment (Unfunded)	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
a) Change in Present Value of obligation				
Defined Benefit obligation at beginning of the year	371.93	297.53	353.84	269.06



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Current Service Cost	62.35	32.04	31.85	45.13
Interest Cost	27.95	21.56	26.59	19.49
Past Service Cost	-	-		-
Actuarial (gain)/Loss	81.10	23.63	74.97	24.68
Benefit Paid	(16.55)	(2.83)	(112.35)	(4.52)
Defined Benefit obligation at year end	526.78	371.93	374.90	353.84
b) Amount Recognised in Profit & Loss Account				
Current Service Cost	62.35	32.04	31.85	45.13
Interest Cost	27.95	21.56	26.59	19.49
Net Actuarial (Gain)/ Loss recognised in the period	81.10	23.63	74.97	24.68
Expenses recognised in Statement of Profit and Loss	171.40	77.23	133.41	89.30
C) Amount Recognised in Balance Sheet				
Present Value Of Obligation	526.78	371.93	374.90	353.84
Fair Value of Plan Assets	-	-	-	-
Effects Of Asset Ceiling	-	-	-	-
Net Asset/ (Liability)	526.78	371.93	374.90	353.84
D) Actuarial Assumptions				
Discounting Rate (per Annum)	7.15PA	7.50 PA	7.15 PA	7.50PA
Salary Growth rate (per Annum)	10.00 PA	11.00 PA	10.00 %	11.00 PA
Expected rate of return on plan Assets (per Annum)		-		-
Mortality Table	2012-2014	2012-2014	2012-2014	2012-2014

M. a) Quarterly return on statement of current assets filed by the company with banks for quarter ended 30-06-2023, 30-09-2023 and 31-12-2023 could not be checked with the books of account since stock consumption entries are passed at the end of the year.

b) The following are the variation in the figures of current assets statement submitted to the bank for quarter ended 31.03.2024.

Period	Bank Name	Particulars of Security	Amount as per books (Rs. In Lacs)	Amount as per Statement (Rs. In Lacs)	Difference	Reason
Quarter ending 31st March -2024	HDFC Bank and Citi Bank	Finished Goods	429.36	208	221.36	Difference due to Raw material used for semi-finished goods
		Semi-Finished Goods	821.42	797	24.42	
		Raw Material	3466.39	5040	-1573.61	
			4717.17	6045	-1327.83	



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	Debtor	2599.19	2338	261.19	Difference due to Domestic Debtors and Creditors not included in bank statement
	Creditor	2091.94	2046	45.94	

N. Ratio Analysis and its Elements

Ratio	Numerator	Denominator	UoM	31-03-2024	31-03-2023	% change	Reason for variance
Current ratio	Current Assets	Current Liabilities	Times	1.51	1.62	-6.72%	
Debt- Equity Ratio	Total Debt	Shareholder's Equity	Times	0.24	0.19	25.68%	Due to Increase in Total Debt
Debt Service Coverage ratio	Net profit after taxes + non-cash operating expenses	Interest Payments + Principal Repayments	Times	5.99	21.88	-72.60%	Due to decrease in Profit after Tax
Return on Equity ratio	Net profits after taxes & preference dividend	Average Shareholder's Equity	%	7%	7.62%	-11.79%	
Inventory Turnover ratio	Cost of goods sold	Average Inventory	Times	1.52	1.74	-12.72%	
Trade Receivable Turnover Ratio	Revenue from Operations	Average Trade Receivable	Times	5.17	6.75	-23.35%	
Trade Payable Turnover Ratio	Gross credit purchases purchase return	Average Trade Payables	Times	2.76	3.76	-26.56%	Due to decrease in purchase
Net Capital Turnover Ratio	Revenue from Operations	Average Working Capital	Times	3.65	3.83	-4.88%	
Net Profit ratio	Net Profit after Tax	Revenue from Operations	%	5%	5%	-3.21%	
Return on Capital Employed	Earnings before interest and taxes	Tangible Net Worth + Total Debt	%	8.45%	8.91%	-5.07%	



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O. Minutes of Board and Shareholder meeting have not been made available to us.

P. The figures of GSTR-1 and 3B are under reconciliation with books of accounts and company will make rectification in annual return.

Q. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

R. Balances of trade receivables, short term/long term loans and advances and trade payables are subject to confirmation/Reconciliation.

S. Additional Reporting requirements, pursuant to amendment in Schedule III dated 24.03.2021, has been given to extent applicable to the company.

T. Previous year figures have been regrouped/rearranged, wherever considered necessary to conform to current year classification, The figures in brackets are those in respect of the previous accounting year.

U. The Company has not entered into any transaction with the Companies struck of U/S 248 of the Companies Act, 2013.

V. An Audit Trail has not been maintained by the company in accordance with compliance requirements.

W. Details of loans are granted to related parties that are repayable on demand.

Type of Borrower	Amount of loan or advance in the nature of loan outstanding (In Lacs)	Percentage to the total loans and advances in the nature of loans
Related Parties (Sahasra Semi-Conductors Private Ltd)	120.00	10.14%
Related Parties (Sahasra Electronics (Rwanda) Private Ltd)	1063.18	89.86%

For and on behalf of the Board of Directors



(VARUN MANWANI)
Director
DIN No. 00921735



(AMRIT LAL MANWANI)
Managing Director
DIN No. 00920206

For PKMB & CO
Chartered Accountants
(Regn No. 005311N)



(P.K. JAIN)
Partner
Mem. No. 010479

Place: New Delhi

Date:

11 JUL 2024



UDIN:240104790K HJPZ+370