



Independent Auditors' Report

To the Members of
PAVNA MARKETING PRIVATE LIMITED
ALIGARH

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the financial statements of "PAVNA MARKETING PRIVATE LIMITED, ALIGARH" ("the Company"), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss and statement of cash flows for the year ended on 31st March 2022, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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, 2022, 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 Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Reporting of Key Audit Matters as per SA 701, are not applicable on the company as it is an unlisted company.



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Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone 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, 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 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.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

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.

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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', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
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 Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'.
 - g) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of Sec 197(16) of the Act as amended, we report that Section 197 is not applicable to a private company. Hence reporting as per Section 197(16) is not required.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations 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.

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- iv. (a) The management has represented that, to the best of it's knowledge and belief, 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 or entity, 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;
- (b) The management has represented, that, to the best of it's knowledge and belief, 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; and
- (c) Based on such 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 mis-statement.
- v. No dividend has been declared or paid during the year by the company.

PLACE: ALIGARH
DATED: 23/05/2022
UDIN: 22073732AJTXXM3966



For ATUL GUPTA & Co.
Chartered Accountants
(FRN.: 014970C)


(CA. ATUL KUMAR GUPTA)
PARTNER
M.No.: 073732

Annexure 'A'

The Annexure referred to in paragraph 1 of Our Report on "Other Legal and Regulatory Requirements" in the case of Pavana Marketing Private Limited, Aligarh for the financial year ended on 31st March, 2022

We report that:

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (b) As explained to us, Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification;
- (c) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company.
- (d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) As explained to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) As explained to us, physical verification of inventory has been conducted at reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by the management is appropriate. No discrepancy of 10% or more in the aggregate for each class of inventory were noticed on physical verification of stocks by the management as compared to book records.
- (b) The company has not been sanctioned during any point of time of the year, working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets.
- (iii) During the year the company has not made investments in, nor provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.
- (iv) In respect of loans, investments, guarantees, and security, provisions of sections 185 and 186 of the Companies Act have been complied with.

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- (v) The company has not accepted any deposits or amounts which are deemed to be deposits covered under sections 73 to 76 of the Companies Act, 2013.
- (vi) As per information & explanation given by the management, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act.
- (vii) (a) According to the records made available to us, company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanation given to us there were no outstanding statutory dues as on 31st of March, 2022 for a period of more than six months from the date they became payable.
(b) According to the information and explanations given to us, there is no statutory dues referred to in sub-clause (a) that have not been deposited on account of any dispute.
- (viii) According to the information and explanations given by the management, no transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (ix) (a) In our opinion and according to the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
(b) According to the information and explanations given by the management, the company is not declared willful defaulter by any bank or financial institution or other lender;
(c) In our opinion and according to the information and explanations given by the management, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained,
(d) In our opinion and according to the information and explanations given by the management, funds raised on short term basis have not been utilised for long term purposes.
(e) In our opinion and according to the information and explanations given by the management, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures,

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- (f) In our opinion and according to the information and explanations given by the management, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year.
- (b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.
- (xi) (a) According to the information and explanations given by the management, no fraud by the company or any 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 by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) According to the information and explanations given to us by the management, no whistle-blower complaints had been received by the company.
- (xii) The company is not a Nidhi Company. Therefore, clause xii is not applicable on the company.
- (xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards;
- (xiv) (a) According to the information and explanations given by the management, the company has an internal audit system commensurate with the size and nature of its business;
- (b) The reports of the Internal Auditors for the period under audit were considered by us;
- (xv) On the basis of the information and explanations given to us, in our opinion during the year the company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) (a) In our Opinion and based on our examination, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934).
- (b) In our Opinion and based on our examination, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934,

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- (c) In our Opinion and based on our examination, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- (d) According to the information and explanations given by the management, the Group does not have any CIC as part of the Group.
- (xvii) Based on our examination, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year.
- (xix) On the information obtained from the management and audit procedures performed and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;
- (xx) Based on our examination, the provision of section 135 are not applicable on the company. Hence this clause is not applicable on the company.
- (xxi) The company is not required to prepare Consolidate financial statement hence this clause is not applicable.



PLACE: ALIGARH
DATED: 23/05/2022
UDIN: 22073732AJTXXM3966

For ATUL GUPTA & Co.
Chartered Accountants
(FRN.: 014970C)

A handwritten signature in blue ink, appearing to read "Atul Kumar Gupta".

(CA. ATUL KUMAR GUPTA)
PARTNER
M.No.: 073732

Annexure 'B'

Report on Internal Financial Controls with reference to financial statements

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of "Pavna Marketing Private Limited, Aligarh" ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



PLACE: ALIGARH
DATED: 23/05/2022
UDIN: 22073732AJTXXM3966

For ATUL GUPTA & Co.
Chartered Accountants
(FRN.: 014970C)


(CA. ATUL KUMAR GUPTA)
PARTNER
M.No.: 073732

PAVNA MARKETING PRIVATE LIMITED, ALIGARH

CIN No.: U50400UP2019PTC116110

BALANCE SHEET AS ON 31.03.2022

Amount in Rs.


PARTICULARS	NOTES	AS AT	AS AT
		31-Mar-22	31-Mar-21
<u>EQUITY & LIABILITIES</u>			
<u>Shareholder Funds</u>			
Share Capital	2	10,00,000	10,00,000
Reserve & Surplus	3	93,38,603	55,67,301
<u>Non- Current Liabilities</u>			
Deffered Tax Liabilities	4	568	24,629
Other Long Term Liabilities	5	25,00,000	55,00,000
Long Term Borrowings	6	28,02,476	59,00,000
<u>Current Liabilities</u>			
Short Term Borrowings	7	3,51,80,056	3,52,86,755
Trade Payables	8	7,90,99,807	8,49,62,294
Other Current Liabilities	9	70,07,142	17,43,172
Short - Term Provision	10	13,31,191	14,12,596
TOTAL		13,82,59,843	14,13,96,747
<u>ASSETS</u>			
<u>Non- Current Assets</u>			
Fixed Assets	11	19,63,825	6,20,751
Other Non- Current Assets	12	14,657	21,985
<u>Current Assets</u>			
Trade Receivables	13	4,33,13,075	3,61,13,146
Inventories	14	8,65,90,000	9,25,65,000
Short Term Loans & Advances	15	51,87,665	1,13,66,898
Cash & Cash Equivalent	16	11,90,621	7,08,967
TOTAL		13,82,59,843	14,13,96,747

NOTES FORMING PART OF ACCOUNTS

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The accompanying notes are forming part of the Financial Statements.

For & on behalf of Board of Directors


(SWAPNIL JAIN)
DIRECTOR
DIN No.: 01542555


(PRIYA JAIN)
DIRECTOR
DIN No.: 03355623


AUDITORS' REPORT

As per our separate report of even date attached.

For ATUL GUPTA & Co.
Chartered Accountants



PLACE : ALIGARH
DATED : 23/05/2022
UDIN : 22073732AJTX003960


(ATUL KUMAR GUPTA)
PARTNER (M.No. 073732)
FIRM No. 014970C ; PAN: AATFA2682D

PAVNA MARKETING PRIVATE LIMITED, ALIGARH

CIN No.: U50400UP2019PTC116110

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2022

PARTICULARS	Notes	31-Mar-22	31-Mar-21
Revenue From Operation	17	517668656	470775471
Other Income	18	385752	229724
TOTAL (A)		518054408	471005195
Purchases and Packing materials	19	432302852	456327006
Changes in Inventories	20	5975000	(41557200)
Employee benefits expense	21	19736716	11780815
Finance costs	22	2979094	3172160
Depreciation and amortization expense	23	432344	265065
Other Expenses	24	51607808	36066391
TOTAL (B)		513033813	466054237
Profit Before EOI & Exceptional item (A- B)		5020595	4950958
Less : EOI & Exceptional Item		0	
Profit Before Tax		5020595	4950958
Less: Tax Expenses	25		
Current Tax		1273354	1412596
Deferred Tax		(24061)	17695
Profit After Tax		3771302	3520667
Earning Per Equity Shares (In Rs.)	26		
1) Basic		37.71	35.21
2) Diluted		37.71	35.21

The accompanying notes are forming part of the Financial Statements.

For & on behalf of Board of Directors

AUDITORS' REPORT

As per our separate report of even date attached.

For ATUL GUPTA & Co.

Chartered Accountants



(ATUL KUMAR GUPTA)

PARTNER (M.No. 073732)

FIRM No. 014970C ; PAN: AATFA2682D

(SWAPNIL JAIN)

DIRECTOR

DIN No.: 01542555

(PRIYA JAIN)

DIRECTOR

DIN No.: 03355623

PLACE : ALIGARH

DATED : 23/05/2022

UDIN : 22073732AJTXXM3966

PAVNA MARKETING PRIVATE LIMITED, ALIGARH

CIN No.: U50400UP2019PTC116110

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31.03.2022

PARTICULARS	31-Mar-22	31-Mar-21
Cash Flow From Operating Activities		
Net Profit Before Tax	5020595	4950958
Adjustments for :		
Depreciation/Amortisation	247636	80357
Finance cost	2979094	3172160
Operating Profit Before Working Capital Adjustment	8247324	8203475
Adjustment for Changes in Working Capital		
Trade and other payable	(5862487)	29028366
Long-term Liabilities	(3000000)	0
Short-term provisions	(81405)	583718
Other Current Liabilities	5263970	599904
Trade and other Recievables	(7199929)	(15476407)
Short Term Loans & Advances	6179233	15702396
Non-Current Assets	7328	7328
Inventories	5975000	(41557200)
Cash Flow Generated from Operations	9529034	(2908420)
Taxes Paid	1273354	1412596
Net Cash flow from Operating activities (A)	8255680	(4321016)
Cash Flow From Investing Activities		
(Purchase)/Sale of Fixed Assets	(1590710)	(299134)
Sale of Shares		
Net Cash Flow from Investing Activites (B)	(1590710)	(299134)
Cash Flow From Financing Activities		
Proceeds from/ (Repayment of) Borrowing	(3204223)	7509083
Finance cost	(2979094)	(3172160)
Net Cash Flow From Financing Activities (C)	(6183317)	4336923
Net Increase/ (Decrease) in Cash and Cash Equivalents (A + B + C)	481654	(283227)
Cash & Cash equivalent at the beginning of the year	708967	992194
Cash & Cash Equivalent at the end of the year	1190621	708967
Cash and cash equivalents comprises of :		
PARTICULARS	44651	44286
a) Cash in Hand	601759	403568
b) HDFC Bank, Aligarh (Current A/c.)	270320	120000
c) Punjab National Bank, Aligarh (Current A/c.)	318542	185399
Total	1190621	708967

The accompanying notes are forming part of the Financial Statements.

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For & on behalf of Board of Directors

(SWAPNIL JAIN)

DIRECTOR

(PRIYA JAIN)

DIRECTOR

AUDITORS' REPORT

As per our separate report of even date attached. DIN No.: 01542555 DIN No.: 03355623

For ATUL GUPTA & Co.
Chartered Accountants

(ATUL KUMAR GUPTA)

PARTNER (M.No. 073732)

FIRM No. 014970C ; PAN: AATFA2682D

PLACE : ALIGARH

DATED : 23/05/2022

UDIN : 22073732AJTXXM3966



PAVNA MARKETING PRIVATE LIMITED, ALIGARH

CIN No.: U50400UP2019PTC116110

NOTES ON BALANCE SHEET AS ON 31.03.2022

Note - 2 Share Capital

PARTICULARS	Number	31-Mar-22	31-Mar-21
Authorised			
Equity Share Capital of Rs. 10/-each	250000	2500000	2500000
Issued, Subscribed and Paid up			
Equity Share Capital of Rs. 10/-each	100000	1000000	1000000
TOTAL		1000000	1000000

a) Reconciliation of number of Equity Shares and amount outstanding

PARTICULARS	Number	31-Mar-22	31-Mar-21
Shares outstanding at the beginning of year	100000	1000000	1000000
Add: Shares issued by way of Fresh Issue for Cash		0	0
Shares outstanding at the ending of year	TOTAL	1000000	1000000

b) Details of Shareholders Holding more than 5% shares in the company/ Shares held by promoters

PARTICULARS	Number of Shares	31-Mar-22	31-Mar-21
M/s. Pavna Industries Limited, Aligarh	99999	% of Holding 99,999	% of Holding 99,999

Note - 3 Reserve & Surplus

PARTICULARS	31-Mar-22	31-Mar-21
a) Profit & Loss Appropriation A/c.		
Balance Outstanding at the Beginning of year	5567301	2046633
Add: Transferred from surplus in statement of Profit & loss	3771302	3520667
Balance Outstanding at the ending of year	9338603	5567301
TOTAL	9338603	5567301

Note - 4 Deferred Tax Liabilities

PARTICULARS	31-Mar-22	31-Mar-21
a) Deferred Tax Liabilities		
on difference between book balance and tax balance of fixed assets	568.00	24,629.00
b) Deferred Tax Assets		
DEFERRED TAX LIABILITIES (NET)	568.00	24,629.00
Net Amount Charged to Statement of Profit and Loss (AS-22)	(24,061.00)	17,695.00

Note - 5 Other Long Term Liabilities

PARTICULARS	31-Mar-22	31-Mar-21
Security Deposits		
a) Dealership Deposits	2500000	5500000
TOTAL	2500000	5500000



PAVNA MARKETING PRIVATE LIMITED, ALIGARH

CIN No.: U50400UP2019PTC116110

NOTES ON BALANCE SHEET AS ON 31.03.2022

Note - 6 Long Term Borrowings

PARTICULARS	31-Mar-22	31-Mar-21
Term Loan		
Secured Loans		
a) From Bank	2802476	5900000
TOTAL	2802476	5900000

Note - 7 Short Term Borrowings

PARTICULARS	31-Mar-22	31-Mar-21
a) Secured Loan from Bank		
HDFC Bank, Alihgarh (Cash Credit A/c.)	33270859	35286755
b) Current maturities of Long term Borrowings		
From bank	1909197	0
TOTAL	35180056	35286755

Note - 8 Trade Payables

PARTICULARS	31-Mar-22	31-Mar-21
Trade Payables		
a) Due to Micro, Small & Medium Enterprises	0	0
b) Due to Others	79099807	84962294
TOTAL	79099807	84962294

Note - 9 Other Current Liabilities

PARTICULARS	31-Mar-22	31-Mar-21
B) Others		
a) P.F.Payable	124370	121316
b) E.S.I.Payable	15064	17737
c) Bonus Payable	363407	319768
d) TDS /TCS Payable	368866	300150
e) Advance from Customers	1350230	969201
f) Audit Fees Payable	15000	15000
g) GST Payable	4770205	0
TOTAL	7007142	1743172

Note - 10 Short - Term Provision

PARTICULARS	31-Mar-22	31-Mar-21
a) Provision for others		
Provision for Taxation	1331191	1412596
TOTAL	1331191	1412596

Note - 12 Other Non- Current Assets

PARTICULARS	31-Mar-22	31-Mar-21
a) Preliminary Expenses	14,657	21,985
TOTAL	14,657	21,985



PAVNA MARKETING PRIVATE LIMITED, ALIGARH

CIN No.: U50400UP2019PTC116110

NOTES ON BALANCE SHEET AS AT 31.03.2022

Note - 11 Fixed Assets

Note - 11 Fixed Assets										Amount in Rs.	
	Useful Life (In Years)	Shift	Gross Block		Balance as at 31st March 2022	Accumulated Depreciation/ Amortisation		Net Block			
			Balance as at 1st April 2021	Additions during the period		Balance as at 1st April 2021	Provided for the year	Balance as at 31st March 2022	Balance as at 31st March 2021		
Plant and Machinery	8	Single	250000		250000	5819	2857	8676	241324	244181	
Office equipment											
WEIGHING SCALE MACHINE	5	Single	10000	14000	24000	2279	1490	3769	20231	7721	
BIOMETRIC ATTEND. MACHINE	5	Single	24000		24000	3647	1610	5257	18743	20353	
FANS/COOLERS	5	Single	44000		44000	8889	3746	12635	31365	35111	
AIR CONDITIONER	5	Single	25000		25000	8026	7650	15676	9324	16974	
AIR WATER PIPE FITTING	5	Single	0	168148	168148	0	11653	11653	156495	0	
CONTINUOUS SEALER	5	Single	43000		43000	13752	13182	26934	16066	29248	
ELECTRIC INSTALLATIONS- VENDOR PARK	5	Single	0	1007119	1007119	0	54137	54137	952982	0	
STRAPPING MACHINE	5	Single	58000		58000	1361	25527	26888	31112	56639	
WHEEL CHAIR MACHINE	5	Single	114285		114285	15523	44512	60035	54250	98762	
INVERTER WITH BATTERY	5	Single	32000		32000	3339	1536	4875	27125	28661	
MACHINE SINGLE DISC	5	Single	0	69000	69000	0	25134	25134	43866	0	
Computer & Peripherals											
COMPUTER	3	Single	47458		47458	8624	3705	12329	34129	38834	
PRINTER	3	Single	72832		72832	28565	23671	52236	20596	44267	
Building											
TIN SHED AT VENDOR PARK	3	Single	0	332442	332442	0	27225	27225	305217	0	
CURRENT YEAR		Total	720575	1590710	2311284	99824	247636	347459	1963825	620751	
PREVIOUS YEAR		Total	421441	299134	720575	19467	80357	99824	620751	401974	

WDV as per Companies Act
WDV as per Income Tax Act
Difference

1963825
1961570
2255

Dep as per companies act
Dep as per Income Tax Act

247636
208816

Deferred Tax Liabilities

Provision as on 31.03.2022
Less - Opening Balance as on 01.04.2021
Provision to be created

25.168%

568
24629
(24061)



PAVNA MARKETING PRIVATE LIMITED, ALIGARH**CIN No.: US0400UP2019PTC116110****NOTES ON BALANCE SHEET AS ON 31.03.2022****Note - 13 Trade Receivables**

PARTICULARS	31-Mar-22	31-Mar-21
a) Trade receivables Outstanding for a period exceeding six month from the date they were due for payment (Doubtful but considered good)	0	0
b) Other Trade Receivables	43313075	36113146
TOTAL	43313075	36113146
additional information Trade Receivables (Unseured, Considered good) are subject to confirmation and		

Note - 14 Inventories

PARTICULARS	31-Mar-22	31-Mar-21
a) Finished Goods (For Trading)	7,49,67,000	8,01,40,000
b) Packing Material, Stores & Spares	1,16,23,000	1,24,25,000
TOTAL	8,65,90,000	9,25,65,000

Note - 15 Short Term Loans & Advances

PARTICULARS	31-Mar-22	31-Mar-21
a) Advances to Suppliers	12,12,256	14,86,426
b) Tour Advance to Staff	26,750	21,400
c) Pre paid Exp	17,551	29,249
d) G.S.T.Recoverable	0	62,91,306
e) Fixed Deposit	10,911	10,381
f) Security Deposit	8,10,000	8,10,000
g) Advance Income Tax/TDS Recievable/ TCS Receivable	20,88,377	18,62,494
h) Income tax refund	4,89,680	1,46,122
i) Auto Expo Expenses	5,32,140	7,09,520
TOTAL	51,87,665	1,13,66,898

Note - 16 Cash & Cash Equivalents

PARTICULARS	31-Mar-22	31-Mar-21
a) Cash in Hand	6,01,759	4,03,568
b) HDFC Bank, Aligarh (Current A/c.)	2,70,320	1,20,000
c) Punjab National Bank, Aligarh (Current A/c.)	3,18,542	1,85,399
TOTAL	11,90,621	7,08,967
additional information i) Bank accounts have been reconciled and balance as per books is shown.		



PAVNA MARKETING PRIVATE LIMITED, ALIGARH

CIN No.: U50400UP2019PTC116110

NOTES ON STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31.03.2022**Note - 17 Revenue from Operations**

PARTICULARS	31-Mar-22	31-Mar-21
a) Sale of traded goods	51,82,25,780	47,14,95,365
b) Less : Sales Return	5,57,123	7,19,894
TOTAL	51,76,68,656	47,07,75,471

Note - 18 Other Income

PARTICULARS	31-Mar-22	31-Mar-21
a) Interest on delayed payments	3,85,222	2,29,343
b) Interest on Fixed Deposit	530	381
TOTAL	3,85,752	2,29,724

Note - 19 Purchases & Packing Materials

PARTICULARS	31-Mar-22	31-Mar-21
a) Purchases	39,89,38,447	43,24,60,653
b) Purchases - Ex-U.P.		
b) Packing Material	2,33,01,589	2,11,30,896
c) Packing Charges	98,18,421	25,27,658
d) Freight & Cartage Inward	2,44,394	2,07,799
TOTAL	43,23,02,852	45,63,27,006

Note - 20 Changes in Inventories

PARTICULARS	31-Mar-22	31-Mar-21
a) Opening Stock as at 01.04.2021	9,25,65,000	5,10,07,800
b) Closing Stock as at 31.03.2022	8,65,90,000	9,25,65,000
TOTAL	59,75,000	-4,15,57,200

Note - 21 Employees' Benefit Expenses

PARTICULARS	31-Mar-22	31-Mar-21
a) Salary to Staff	1,38,66,408.00	89,54,164.00
b) Bonus	3,63,407	3,19,768
c) Employer's contribution to P.F.	7,68,008	5,57,360
d) Employer's contribution to E.S.I.	1,45,684	1,37,976
e) Staff Welfare Expenses	45,67,959	18,11,547
f) Leave Encashment	25,250	0
TOTAL	1,97,36,716	1,17,80,815



PAVNA MARKETING PRIVATE LIMITED, ALIGARH

CIN No.: U50400UP2019PTC116110

NOTES ON STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31.03.2022**Note - 22 Finance Cost**

PARTICULARS	31-Mar-22	31-Mar-21
a) Bank Interest	2578904	2784430
b) Bank Charges	88913	89529
c) Interest on Dealership Deposit	4504	220000
d) Interest on HDFC Bank Term Loan	296201	68082
e) Interest on TDS/TCS/Income Tax	10572	10119
TOTAL	2979094	3172160

Note - 23 Depreciation and Amortisation

PARTICULARS	31-Mar-22	31-Mar-21
a) Depreciation	2,47,636	80,357
b) Preliminary Expenses written off	7,328	7,328
c) Auto Expo Expenses written off	1,77,380	1,77,380
TOTAL	4,32,344	2,65,065

Note - 24 Other Expenses

PARTICULARS	31-Mar-22	31-Mar-21
a) Office Expenses	3,12,339	2,08,235
b) Repair & Maintenance Expenses	1,37,830	97,582
c) Machine Rent	1,68,000	1,68,000
d) Freight & Cartage Outward	59,65,078	40,88,989
e) Building Repair & Maintenance	0	1,44,676
f) Security Expenses	1,11,421	1,02,007
g) Building Rent	6,24,000	3,00,000
h) Business Promotion Expenses	2,78,478	21,31,305
i) Advertisement Expenses	6,81,000	4,14,500
j) Printing & Stationery Expenses	4,95,727	4,92,031
k) Discount/Turnover Discount	2,05,69,590	94,91,224
l) Sales Discount	1,57,96,065	1,43,08,712
m) Donation	0	5,00,000
n) Insurance	85,746	57,451
o) Travelling & Conveyance Expenses	34,68,040	8,05,222
p) Legal/ R.O.C. Expenses	21,96,136	27,20,267
q) Electricity Expenses	2,598	19,329
r) Auditor's Remuneration	15,000	15,000
s) Misc. Expenses	5,788	1,861
t) Power & Fuel Expenses	6,94,972	0
TOTAL	5,16,07,808	3,60,66,391

Note - 25 Tax Expenses

PARTICULARS	31-Mar-22	31-Mar-21
a) Current Tax	12,73,354	14,12,596
b) Deffered Tax Liability (AS-22)	-24,061	17,695
TOTAL	12,49,293	14,30,291



PAVNA MARKETING PRIVATE LIMITED, ALIGARH

CIN No.: U50400UP2019PTC116110

NOTES ON STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31.03.2022**Note - 26 Earning Per Share**

Amount in Rs.

PARTICULARS	31-Mar-22	31-Mar-21
a) Net Profit After Tax	3771302	3520667
b) Weighted Average no. of Equity shares outstanding during the year		
for Basic EPS (Nos.)	100000	100000
for Diluted EPS (Nos.)	100000	100000
c) Earning Per Shares		
Basic (in Rs.)	37.71	35.21
Diluted (in Rs.)	37.71	35.21
d) Nominal Value Per Share (in Rs.)	10.00	10.00

Note - 27 Related Party Transactions

Name of Person	Relation	Nature of Payment	31-Mar-22	31-Mar-21
Pavna Auto Engineering Pvt. Ltd.	Sister Concern	Purchases	1,32,89,563	4,86,95,292
Pavna Industries Limited	Sister Concern	Purchases	13,08,35,991	21,76,04,480
Swapnil Switches Pvt. Ltd.	Sister Concern	Purchases	13,81,91,620	10,09,88,776
Pavna Sunworld Autotech Pvt. Ltd.	Sister Concern	Purchases	21,93,698	10,45,611
Pavna Sunworld Autotech Pvt. Ltd.	Sister Concern	Sale	0	8,327
Pavna Auto Engineering Pvt. Ltd.	Sister Concern	Sale	8,47,369	15,43,459
Pavna Industries Limited	Sister Concern	Sale	1,34,45,254	1,50,63,749
Swapnil Switches Pvt. Ltd.	Sister Concern	Sale	4,38,769	2,09,928
Swapnil Jain	Director	Loan taken	0	7,00,000
Swapnil Jain	Director	Loan Repayment	0	7,62,976
Swapnil Jain	Director	Interest (net)	0	62,976
Pawan Jain	Father of Director	Building Rent	2,00,000	3,00,000
Asha Jain	Mother of Director	Building Rent	1,00,000	0
Outstanding Balances				
Pavna Sunworld Autotech Pvt Ltd	Sister Concern	Creditors	8,01,217	9,82,749
Pavna Auto Engineering Pvt. Ltd.	Sister Concern	Creditors	8,88,976	2,82,13,605
Swapnil Switches Pvt. Ltd.	Sister Concern	Creditors	3,66,47,032	1,07,02,603
Pavna Industries Limited	Sister Concern	Creditors	1,21,67,499	77,03,917
Pawan Jain	Father of Director	Creditors (Rent)	0	27,625



PAVNA MARKETING PRIVATE LIMITED, ALIGARH

CIN No.: U50400UP2019PTC116110

NOTES ON STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2022

28. The accounting ratios required under Schedule III of the companies act, 2013 given as follows:

S.No.	Ratio	Numerator/ Denominator	For the year ended 31 March 2022	For the year ended 31 March 2021	% Variance	Reason for variance (Mandatorily required if variance exceeds 25%)
1	Current ratio	Total current assets/ Total current liabilities	1.11	1.14	-2.56%	
2	Debt-equity ratio	Total Debt/ Shareholder's equity	3.64	6.21	-41.32%	
3	Debt service coverage ratio	Net profit after tax (excluding Other Comprehensive Income)+ Depreciation & amortizations +Interest on loans+Loss on sale of PPE/ Total amount of interest , lease payments & principle repayments of loan payable or paid during the period	1.18	2.44	-51.56%	
4	Return on equity ratio	Net profit after tax*100/ Shareholder's equity	36.48	53.61	-31.96%	
5	Inventory turnover ratio	Cost of goods sold/ (Opening inventory+closing inventory)/ 2	1.21	1.59	-24.08%	
6	Trade receivables turnover ratio	Total Net Revenue/ Average Account Receivables (Opening+Closing)/ 2	3.26	3.12	4.59%	
7	Trade payables turnover ratio	Total Purchases/ Average Account Payables (Opening+Closing)/ 2	1.22	1.34	-9.03%	
8	Net Capital turnover ratio	Total Net Revenue from operations/ Working capital (Current Assets-Current liabilities)	37.89	27.14	39.63%	
9	Net Profit ratio	Net Profit after tax*100/ Net Revenue from operations	0.73	0.75	-2.58%	
10	Return on capital employed	Earning Before interest and Tax/ Capital Employed (Tangible Net worth+ Total Debt+ Deferred tax liability)	0.17	0.17	-2.83%	
11	Return on Investment	Net Operating Income(EBIT)/ Net Profit/ Average Operating Assets (Current Assets)/Total cost of Investment	4.07	13.09	-68.87%	



29. Other Information

- (i) Pursuant to the Taxation Laws (Amendment) Act, 2019, with effect from 01-April-19 domestic companies have the option to pay corporate income tax at a rate of 22% plus applicable surcharge and cess ("New Tax Rate") subject to certain conditions. The Company had adopted new scheme from previous year
- (ii) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (iii) The Company did not have any transactions with Companies struck off.
- (iv) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (v) The Company has not traded or invested in Crypto currency or Virtual Currency during the respective financial years / period.
- (vi) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), 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) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (vii) The Company has not received any fund from any person(s) or entity(ies), 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 on behalf of the Ultimate Beneficiaries,
- (viii) The Company does not have any 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).
- (ix) The Company has not been declared willful defaulter by any bank or financial Institution or other lender.
- (x) The Company does not have any Scheme of Arrangements which have been approved by the Competent Authority in terms of sections 230 to 237 of the Act.
- (xi) The Company has complied with the the number of layers prescribed under of Section 2(87) of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- (xii) In March 2020, the World Health Organisation declared COVID 19 to be a pandemic. Consequent to this, Government of India declared a national lockdown on 25 March 2020, which has impacted the business activities of the Company. The Company has assessed the impact that may result from this pandemic on its liquidity position, carrying amounts of other assets / liabilities. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has considered internal and external information available till the date of approval these financial statements and has assessed its situation.
- In that context and based on the current estimates, the Company believes that COVID 19 is not likely to have any material impact on its financial statements, liquidity or ability to service its debt or other obligations. However, the overall economic environment, being uncertain due to COVID 19, may affect the underlying assumptions and estimates in future, which may differ from those considered as at the date of approval of these financial statements. The Company would closely monitor such developments in future economic conditions and consider their impact on the financial statements of the relevant periods.

29. Previous year figures have been re-grouped / re-classified wherever considered necessary, so as to confirm with those of current year.

AUDITORS' REPORT

As per our separate report of even date attached.

For ATUL GUPTA & Co.

Chartered Accountants



PLACE : ALIGARH

DATED : 23/05/2022

UDIN : 22073732AJTXXM3966

For & on behalf of Board of Directors

(SWAPNIL JAIN)

DIRECTOR

(PRIYA JAIN)

DIRECTOR

DIN No.: 01542555 DIN No.: 03355623

(ATUL KUMAR GUPTA)

PARTNER (M.No. 073732)

FIRM No. 014970C ; PAN: AATFA2682D