

**INDEPENDENT AUDITOR'S REPORT**

To the Members of  
Raas Equipment Private Limited.

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

**Opinion**

We have audited the accompanying standalone financial statements of **Raas Equipment Private Limited** (the 'Company') which comprise the Balance Sheet as at March 31, 2023, and the statement of Profit and Loss (including the statement of other comprehensive income), Statement of changes in equity and Statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the 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 Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its profit, total comprehensive income, the changes in equity and its cash flows for the year then ended on that date.

**Basis for Opinion**

We conducted our audit of the standalone financial statements 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 Institute of Chartered Accountants of India (ICAI) 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 made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

**Information other than Financial Statements & Auditors Report thereon**

The Company's Board of Directors is responsible for the Other Information. The Other Information comprises the information included in the Board's Report including Annexures to Board's Report, Corporate Governance report and Management Discussion and Analysis (but does not include the standalone financial statements, consolidated financial statements and our auditor's reports thereon).

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 identified above 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.

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 Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgement and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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.

The 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 Standard on Auditing, 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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness on the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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.
- 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.

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

#### **Other Matters**

The comparative financial information of the Company for the year ended March 31, 2022, included in these standalone financial statements, have been audited by predecessor auditor, Dhirubhai Shah & Co. LLP, who had expressed an unmodified opinion on the same, vide their report dated 5th May, 2022.

#### **Report on Other Legal and Regulatory Requirements**

1. 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 are necessary for the purpose 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 the examination of those books;



- (c) The Balance Sheet, the Statement of Profit and Loss including statement of other comprehensive income and the Cash Flow Statement, Statement of changes in Equity 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 Indian Accounting Standards specified under Section 133 of the Act;
- (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) In our opinion, the company has, in all material respects, an adequate internal financial control system in place and such internal financial controls were operating effectively as at March 31, 2023;
- (g) With respect to the matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the Company to its directors during the year is in accordance with the provisions of section 197 read with Schedule V to the Companies Act, 2013;
- (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) Rule, 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 the financial position of its financial statements – Refer Note 29 to the 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 has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - iv. (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts 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(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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 its knowledge and belief, as disclosed in the notes to accounts, no funds (which are material either individually or in the aggregate) 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, 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.  
(c) Based on the audit procedures that has 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 provide under (a) & (b) above contain any material misstatement.




- v: (a) The Company has not declared or paid dividend during the current year.  
(b) The Company has not declared and paid any interim dividend during the year and until the date of this report.  
(c) The Board of Directors of the Company have proposed final dividend for the year, which is subject to approval of the member at the ensuing Annual General Meeting. The amount of dividend proposed in accordance with Section 123 of the act as applicable.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.
2. 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.

**For Mahendra N. Shah & Co.**

**Chartered Accountants**

FRN 105775W

  
**CA Chirag M. Shah**

**Partner**

M.No. 045706

UDIN: 23045706BGUVPZ8418

Date: 25<sup>th</sup> May, 2023

Place: Ahmedabad



**Raas Equipment Private Limited,  
"Annexure A" to the Independent Auditors' Report**

Referred to under the heading 'Report on Other Legal & Regulatory Requirements' of our report of even date to the financial statements of the Company for the year ended March 31, 2023:

- i. In respect of Company's Plant Property and Equipment, Right to use of Assets and Intangible Assets:
  - (a) (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and relevant details of right-of-use assets.  
(ii) The Company has maintained proper records showing full particulars of intangible assets.
  - (b) The Company has a program of physical verification of property, plant and equipment and right-of-use assets so as to cover all the assets once every five years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - (c) The company has no immovable property so reporting under clause(i)(c) of order is not applicable.
  - (d) The Company has not revalued its Property, plant and Equipment (including right to use assets) and its intangible assets during the year.
  - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of account  
(b) According to the information and explanations given to us, at any point of time of the year, the Company has been sanctioned working capital facility from banks or financial institutions but it is not in excess of Rs. 5 crores in aggregate so reporting under clause (ii)(b) of the Order is not applicable to the company.
- iii. According to information and explanation given to us, The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year, and hence reporting under clause (iii) of the Order is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the company has complied with provisions of Section 185 and 186 of the Act in respect of investments made and loans granted, to the extent applicable to the Company. The company has not given guarantee or provided security as provided in section 185 and 186 of the Act.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause (v) of the Order is not applicable.
- vi. Having regard to the nature of the Company's business / activities, company is not required to maintain cost records as per Section 148. Hence reporting under clause (vi) of the Order is not applicable.



- vii. According to information and explanations given to us in respect of statutory dues and on the basis of our examination of the books of account, and records,
- (a) The Company has been generally 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 with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2023 for a period of more than six months from the date on when they become payable.
- (b) According to the information and explanations given to us, there are no statutory dues referred to in sub-clause (a) above which have not been deposited as on 31<sup>st</sup> March, 2023 on account of any dispute.
- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix. (a) The Company has not defaulted in respect of loans and other borrowings or in the payment of interest thereon to any lender during the year. Hence, reporting under clause 3(ix) (a) of the order is not applicable.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) To the best of our knowledge and belief, in our opinion, term loans availed by the company were, applied by the company during the year for the purposes for which the loans were obtained, other than the funds lying with the company pending application at the end of the year.
- (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 subsidiaries and associates.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries and associate company. Hence, reporting under clause 3(ix)(f) of the order is not applicable.
- x.
- (a) According to the information and explanations given by the management, 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 x(a) of the Order is not applicable.
- (b) The Company has not made private placement of equity shares during the year and hence reporting under clause x(b) of the Order is not applicable.
- xi.
- (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) To the best of our knowledge, no report under sub-section (12) of section 143 of the 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 upto the date of this report.
- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and upto the date of this report.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.



- xiv.
- (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) The requirement of Internal Audit u/s 138 is not applicable to the company and hence, reporting under clause (xiv)(b) is not applicable to the company.
- xv. In our opinion during the year the Company has not entered into any non-cash transactions with any of its directors or persons connected with such directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause (xvi) (a), (b), (c) & (d) of the Order is not applicable.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. There has been resignation of the statutory auditors of the Company during the year and there have been no any kind of issues, objections or concerns raised by the outgoing auditors.
- 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 liability 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. The Company was not having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year and hence, provisions of Section 135 of the Act are not applicable to the Company during the year. Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year

**For Mahendra N. Shah & Co.**

**Chartered Accountants**

FRN 105775W

  
**CA Chirag M. Shah**

**Partner**

M.No. 045706

UDIN: 23045706BGUVPZ8418

Date: 25<sup>th</sup> May, 2023

Place: Ahmedabad



**RAAS EQUIPMENT PRIVATE LIMITED**

**BALANCE SHEET AS ON MARCH 31, 2023**

**CIN:U29308GJ2020PTC113972**

(₹ in lakh)

ASSETS	Note No.	As at 31-03-2023 Amount	As at 31-03-2022 Amount
<b>NON-CURRENT ASSETS</b>			
(a) Property, Plant and Equipment	4	491.61	511.93
(b) Capital Work in Progress	4	-	-
(c) Other Intangible Assets	4	2.33	3.68
(d) Financial Assets			
(i) Others	5	2.33	31.79
		<b>496.26</b>	<b>547.40</b>
<b>CURRENT ASSETS</b>			
(a) Inventories	6	744.97	846.84
(a) Financial Assets			
(i) Trade Receivables	7	795.93	441.09
(ii) Cash and Cash Equivalents	8	2.36	0.61
(iii) Others	9	97.70	8.05
(b) Other Current Assets	10	106.92	211.00
		<b>1,747.88</b>	<b>1,507.59</b>
<b>TOTAL ASSETS</b>		<b>2,244.15</b>	<b>2,054.99</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity Share Capital	11	150.10	150.10
(b) Other Equity	12	197.14	152.20
		<b>347.24</b>	<b>302.30</b>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
(a) Financial Liabilities			
(i) Borrowings	13	1,165.63	246.21
(b) Deferred Tax Liabilities (Net)	14	22.21	14.22
		<b>1,187.84</b>	<b>260.43</b>
<b>CURRENT LIABILITIES</b>			
(a) Financial Liabilities			
(i) Borrowings	15	472.00	1,250.55
(ii) Trade Payables			
- Dues to Micro and Small Enterprises	16	77.50	37.10
- Dues to other than Micro and Small Enterprise	16	121.46	161.52
(iii) Other Financial Liabilities	17	25.02	25.47
(b) Other Current Liabilities	18	13.09	9.29
(c) Provisions	19	-	8.33
		<b>709.07</b>	<b>1,492.26</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>2,244.15</b>	<b>2,054.99</b>

Corporate Information, Basis of Preparation & Significant Accounting Policies 1-3

The accompanying notes 1 to 39 are an integral part of the Standalone Financial Statements

"As per our report of even date attached"

For MAHENDRA N SHAH & CO  
Chartered Accountants  
Firm Registration Number: 105775W

Chirag M Shah  
Partner  
Membership Number: 045706  
Place: Ahmedabad  
Dated : 25<sup>th</sup> May, 2023



For Raas Equipment Private Limited

*(Signature)*

Shanil Paras Savla  
Director  
DIN :08763065  
Place: Ahmedabad  
Dated : 25<sup>th</sup> May, 2023

*(Signature)*

Neel Mukesh Savla  
Director  
DIN :08456121

**RAAS EQUIPMENT PRIVATE LIMITED**

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON MARCH, 2023

CIN:U29308GJ2020PTC113972

(₹ in lakh)

Particulars	Note No.	2022-23 Amount	2021-22 Amount
<b>INCOME</b>			
Revenue from operations	20	1,619.60	1,910.71
Other income	21	5.01	0.44
<b>TOTAL INCOME</b>		<b>1,624.60</b>	<b>1,911.15</b>
<b>EXPENSES</b>			
Consumption of materials, net of Raw Material	22	710.27	1,254.76
Change in inventories of finished goods & Working in Progress	23	135.03	(44.38)
Employee benefits expense	24	219.40	175.61
Finance Costs	25	164.80	112.08
Depreciation and amortization expenses	26	33.69	23.98
Other expenses	27	306.25	226.52
<b>TOTAL EXPENSES</b>		<b>1,569.44</b>	<b>1,748.58</b>
<b>Profit/(Loss) before tax</b>		<b>55.16</b>	<b>162.57</b>
Tax items			
Current tax		1.49	15.13
Deferred tax (asset) / Liability		7.99	12.43
Short/ Excess tax of earlier years		0.75	
Total tax items		10.22	27.55
<b>Profit/(Loss) for the year</b>		<b>44.94</b>	<b>135.02</b>
Other Comprehensive Income		-	-
<b>Total Comprehensive Income/ (Loss) for the year</b>		<b>44.94</b>	<b>135.02</b>
<b>Earnings / (loss) Per Shares (EPS)</b>			
<b>Earnings Per Equity Share (Basic)</b>		<b>4,493.78</b>	<b>13,501.84</b>
<b>Earnings Per Equity Share (Diluted)</b>	28	2.99	9.00

Corporate Information, Basis of Preparation &amp; Significant Accounting Policies 1-3

The accompanying notes 1 to 41 are an integral part of the Stand alone Financial Statements

"As per our report of even date attached"

For MAHENDRA N SHAH &amp; CO

Chartered Accountants

Firm Registration Number: 105775W

Chirag M Shah

Partner

Membership Number: 045706

Place: Ahmedabad

Dated : 25th May, 2023



For Raas Equipment Private Limited

Shanil Paras Savla

Director

DIN :08763065

Place: Ahmedabad

Dated : 25th May, 2023

Neel Mukesh Savla

Director

DIN :08456121

**RAAS EQUIPMENT PRIVATE LIMITED**  
**CASH FLOW STATEMENT FOR THE PERIOD ENDED 31<sup>ST</sup> MARCH, 2023**  
**CIN:U29308GJ2020PTC113972**

(₹ in lakh)

	As at 31-03-2023	As at 31-03-2022
	Amount	Amount
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Profit/ (loss) Before Tax</b>	55.16	162.58
Adjustments for:		
Interest and finance charges	164.80	112.08
Depreciation	33.69	23.98
Preliminary Expenses W/off	-	-
<b>Operating Profit before Working Capital Changes</b>	253.65	298.64
Adjustments for changes in working capital :		
(Increase)/decrease in Inventories	101.87	(454.35)
(Increase)/decrease in trade receivables, loans & advances and other assets	(310.94)	229.06
Increase/(decrease) in trade payables, other liabilities and provisions	3.36	(1,179.85)
<b>Cash Generated from Operations</b>	47.94	(1,106.50)
Income taxes paid	(2.32)	(8.80)
<b>Net Cashflow from Operating Activities</b>	45.62	(1,115.3)
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(12.02)	(353.39)
<b>Net Cashflow from Investing Activities</b>	(12.02)	(353.39)
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest and finance charges	(164.80)	(112.08)
Proceeds from preference share capital	-	-
Proceeds from Equity share capital	-	-
Proceeds from Term Loan borrowings	-	325.00
Proceeds from Short term borrowings	(778.55)	1,191.46
Repayment of Term Loan borrowing	919.42	(19.70)
<b>Net Cashflow from Financing Activities</b>	(23.92)	1,384.68
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	9.68	(84.01)
<b>Cash and bank balances at the beginning of the year</b>	0.61	84.62
<b>Cash and bank balances at the end of the year</b>	2.36	0.61

**NOTES:**

1) The above cash flow statement has been prepared as per the "Indirect method" set out in the Indian Accounting Standard (Ind AS) - 7 Statement of Cash Flows

2) Figures in bracket indicate cash outflow

Cash and cash equivalents at the end of the year consist of cash on hand, cheques, draft on hand and balance with banks as follows:

DETAIL OF CASH AND CASH EQUIVALENTS	As at 31-03-2023	As at 31-03-2022
	Amount	Amount
Balances with banks		
In current accounts	-	-
Cash on hand	2.36	0.61
	2.36	0.61



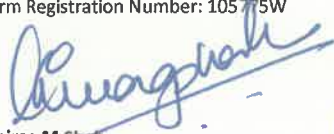
Disclosure of changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, are given below:

Particulars	As at April 01, 2022	Net Cash Flows	Changes in Fair Values / Accruals	Others	As at March 31, 2022
Non - Current Borrowings	246.21	837.16	-	-	1,083.37
Current Borrowings	1,250.55	135.13	-	-913.68	472.00
Interest Accrued	-	-	-	82.26	82.26
<b>Total</b>	<b>1,496.76</b>	<b>972.29</b>	<b>-</b>	<b>-831.42</b>	<b>1,637.63</b>

Particulars	As at April 01, 2021	Net Cash Flows	Changes in Fair Values / Accruals	Others	As at March 31, 2021
Non - Current Borrowings	-	246.21	-	-	246.21
Current Borrowings	-	1,250.55	-	-	1,250.55
<b>Total</b>	<b>-</b>	<b>1,496.76</b>	<b>-</b>	<b>-</b>	<b>1,496.76</b>

"As per our report of even date attached"

For MAHENDRA N SHAH & CO  
Chartered Accountants  
Firm Registration Number: 105775W



Chirag M Shah  
Partner  
Membership Number: 045706



For Raas Equipment Private Limited



Shanil Paras Savla  
Director  
DIN :08763065



Neel Mukesh Savla  
Director  
DIN :08456121

Place: Ahmedabad  
Dated : 25th May, 2023

Place: Ahmedabad  
Dated : 25th May, 2023

(A) EQUITY SHARE CAPITAL

For the year ended 31<sup>st</sup> March, 2023

(₹ in lakh)

Balance as at 31 <sup>st</sup> March 2022	Change in Equity share capital due to prior period error	Resulted balance at the beginning of current reporting period	Changes during the year	Balance as at 31 <sup>st</sup> March 2023
0.10				0.10

For the year ended 31<sup>st</sup> March, 2022

(₹ in lakh)

Balance as at 31 <sup>st</sup> March 2021	Change in Equity share capital due to prior period error	Resulted balance at the beginning of current reporting period	Changes during the year	Balance as at 31 <sup>st</sup> March 2022
0.10				0.10

(B) PREFERENCE SHARE CAPITAL

For the year ended 31<sup>st</sup> March, 2023

(₹ in lakh)

Balance as at 31 <sup>st</sup> March 2022	Change in Equity share capital due to prior period error	Resulted balance at the beginning of current reporting period	Changes during the year	Balance as at 31 <sup>st</sup> March 2023
150.00	-	-		150.00

For the year ended 31<sup>st</sup> March, 2022

(₹ in lakh)

Balance as at 31 <sup>st</sup> March 2021	Change in Equity share capital due to prior period error	Resulted balance at the beginning of current reporting period	Changes during the year	Balance as at 31 <sup>st</sup> March 2022
150.00	-	-		150.00

(C) OTHER EQUITY

For the year ended 31<sup>st</sup> March, 2023

(₹ in lakh)

Particulars	Retained Earnings	General Reserve	Total Equity
Balance as at 31 <sup>st</sup> March, 2022	152.20	-	152.20
Profit/(Loss) for the year	44.94	-	44.94
<b>Balance as at 31<sup>st</sup> March, 2023</b>	<b>197.14</b>	<b>-</b>	<b>197.14</b>

For the year ended 31<sup>st</sup> March, 2022

Particulars	Retained Earnings	General Reserve	Total Equity
Balance as at 31 <sup>st</sup> March, 2021	17.18	-	17.18
Profit/(Loss) for the year	135.02	-	135.02
<b>Balance as at 31<sup>st</sup> March, 2022</b>	<b>152.20</b>	<b>-</b>	<b>152.20</b>

"As per our report of even date attached"

For MAHENDRA N SHAH & CO

Chartered Accountants

Firm Registration Number: 105775W

Chirag M Shah

Partner

Membership Number: 045706

Place: Ahmedabad

Dated : 25th May, 2023



For Raas Equipment Private Limited

*Shanil Paros Savla*

Shanil Paros Savla

Director

DIN :08763065

*Neel Mukesh Savla*

Neel Mukesh Savla

Director

DIN :08456121

Place: Ahmedabad

Dated : 25th May, 2023

RAAS EQUIPMENT PRIVATE LIMITED

NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2023

4 - PROPERTY, PLANT AND EQUIPMENT

(Rs. in lakh)

	Buildings	Furniture, Fixtures and Furnishing	Plant and Equipments	Shed, Foundation & Road	Office Equipment	Computer	Total	Intangible Assets	Total	Capital Work-In progress
<b>Cost:</b>										
As at 31st March, 2021	12.12	5.99	40.70	127.82	0.19	1.06	187.88	-	187.88	-
Additions	14.92	11.84	244.36	71.71	1.54	4.77	349.13	4.25	353.38	-
Disposals / transfers	-	-	-	-	-	-	-	-	-	-
As at 31st March, 2022	27.04	17.83	285.06	199.53	1.73	5.85	537.01	4.25	541.26	-
Additions	2.11	0.06	0.57	5.86	0.10	3.32	12.02	-	12.02	-
Disposals / transfers	-	-	-	-	-	-	-	-	-	-
As at MARCH 31, 2023	29.15	17.89	285.64	205.39	1.83	9.17	549.03	4.25	553.28	-
<b>Accumulated depreciation:</b>										
As at 31st March, 2021	0.00	0.04	0.44	1.13	0.01	0.05	1.67	-	1.67	-
Depreciation charged during the year	0.66	1.26	12.22	8.07	0.27	0.93	23.41	0.57	23.98	-
Disposals / transfers	-	-	-	-	-	-	-	-	-	-
As at 31st March, 2022	0.66	1.30	12.66	9.20	0.28	0.98	25.08	0.57	25.65	-
Depreciation charged during the year	1.91	1.70	18.06	8.01	0.34	2.32	32.34	1.35	33.69	-
Disposals / transfers	-	-	-	-	-	-	-	-	-	-
As at MARCH 31, 2023	2.57	3.00	30.72	17.20	0.62	3.30	57.42	1.92	59.34	-
<b>Net book value</b>										
As at 31 <sup>st</sup> March, 2021	12.12	5.95	40.26	126.69	0.18	1.01	186.21	-	186.21	-
As at 31 <sup>st</sup> March, 2022	26.38	16.53	272.39	190.33	1.45	4.87	511.93	3.68	515.61	-
As at March 31, 2023	26.59	14.89	254.91	188.19	1.20	5.87	491.61	2.33	493.94	-



**RAAS EQUIPMENT PRIVATE LIMITED**

NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31st MARCH, 2023

	(₹ in lakh)	
	As at	As at
	31st March, 2023	31st March, 2022
<b>6 - NON-CURRENT FINANCIAL ASSETS-OTHER</b>		
Security Deposit	2.33	2.33
Fixed Deposit- Margin Money	-	29.46
	<u>2.33</u>	<u>31.79</u>

	(₹ in lakh)	
	As at	As at
	31st March, 2023	31st March, 2022
<b>6 - INVENTORIES</b>		
(valued at lower of cost and net realizable value)		
Raw Material & Components	713.68	690.42
Work in Progress	5.35	140.38
Consumable Stores and Spares, Tools	25.94	16.04
	<u>744.97</u>	<u>846.84</u>

	(₹ in lakh)	
	As at	As at
	31st March, 2023	31st March, 2022
<b>7 - TRADE RECEIVABLES</b>		
<b>Secured</b>		
Considered good	795.93	441.09
Considered doubtful	-	-
	<u>795.93</u>	<u>441.09</u>
Less: Provision for doubtful debts	-	-
	<u>795.93</u>	<u>441.09</u>

Trade receivable ageing schedule as at 31 March, 2023

	Not Due	< 6 months	6 months - 1 year	1-2 years	Total
i. Undisputed Trade Receivables - considered good	151.14	552.822	46.55654	45.41	795.93
ii. Undisputed Trade Receivables - which has significant increase in credit risk	-	-	-	-	-
iii. Undisputed Trade Receivables - credit impaired	-	-	-	-	-
iv. Disputed Trade Receivables - considered good	-	-	-	-	-
v. Disputed Trade Receivables - which has significant increase in credit risk	-	-	-	-	-
vi. Disputed Trade Receivables - credit impaired	-	-	-	-	-
	<u>151.14</u>	<u>552.82</u>	<u>46.56</u>	<u>45.41</u>	<u>795.93</u>

Trade receivable ageing schedule as at 31 March, 2022

	Not Due	< 6 months	6 months - 1 year	1-2 years	Total
i. Undisputed Trade Receivables - considered good	184.42	193.53	62.82	0.32	441.09
ii. Undisputed Trade Receivables - which has significant increase in credit risk	-	-	-	-	-
iii. Undisputed Trade Receivables - credit impaired	-	-	-	-	-
iv. Disputed Trade Receivables - considered good	-	-	-	-	-
v. Disputed Trade Receivables - which has significant increase in credit risk	-	-	-	-	-
vi. Disputed Trade Receivables - credit impaired	-	-	-	-	-
	<u>184.42</u>	<u>193.53</u>	<u>62.82</u>	<u>0.32</u>	<u>441.09</u>

	(₹ in lakh)	
	As at	As at
	31st March, 2023	31st March, 2022
<b>8 - CASH AND CASH EQUIVALENTS</b>		
Balances with banks		
In current accounts	-	-
Cash in hand	2.36	0.61
<b>Total</b>	<u>2.36</u>	<u>0.61</u>

	(₹ in lakh)	
	As at	As at
	31st March, 2023	31st March, 2022
<b>9 - CURRENT FINANCIAL ASSETS - OTHERS</b>		
Security Deposit	55.71	8.05
Fixed Deposit- Margin Money	41.99	-
<b>Total</b>	<u>97.70</u>	<u>8.05</u>

	(₹ in lakh)	
	As at	As at
	31st March, 2023	31st March, 2022
<b>10 - CURRENT ASSETS - OTHERS</b>		
Balance with statutory authorities	39.99	107.59
Advances to Trade Payables	36.66	98.90
Advance Tax & TDS Receivable	25.32	-
Prepaid expenses	4.95	4.51
<b>Total</b>	<u>106.92</u>	<u>211.00</u>



**RAAS EQUIPMENT PRIVATE LIMITED**

NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31st MARCH, 2023

	As at	
	31st March, 2023	31st March, 2022
<b>11- SHARE CAPITAL</b>		
Authorised:		
1000 Equity Shares of Rs. 10/- each.	0.10	0.10
1500000 Preference Shares of Rs. 10/- each.	150.00	150.00
Issued, Subscribed and paid-up:		
1000 Equity Shares of Rs. 10 each fully paid up	0.10	0.10
1500000 Optionally Convertible Redeemable Preference Shares of Rs. 10 each fully paid up	150.00	150.00
<b>Total</b>	<b>150.10</b>	<b>150.10</b>

**11.1 Reconciliation of number of equity shares outstanding at the beginning & at the end of the reporting year**

Particulars (Equity Shares)	As at March 31, 2023		As at 31st March, 2022	
	No of Shares	Value	No of Shares	Value
-- At the beginning of the year	1,000	10,000	-	-
-- Issued during the period			1,000	10,000
-- Outstanding at the end of the year	1,000	10,000	1,000	10,000

**11.2 Reconciliation of number of preference shares outstanding at the beginning & at the end of the reporting year**

Particulars (Preference Shares)	As at March 31, 2023		As at 31st March, 2022	
	No of Shares	Value	No of Shares	Value
-- At the beginning of the year	15,00,000	1,50,00,000	-	-
-- Issued during the period			15,00,000	1,50,00,000
-- Outstanding at the end of the year	15,00,000	1,50,00,000	15,00,000	1,50,00,000

**11.3 Details of Equity shares held by shareholders holding more than 5% of the aggregate shares in the Company**

Name of the Shareholders (Equity Shares of Rs.10 Each Fully Paid up)	As at March 31, 2023		As at 31st March, 2022	
	No. of Share held	% of Holding	No. of Share held	% of Holding
Deep Industries Limited (Formerly known as Deep Ch4 Limited)	800	80.00%	800	80.00%
Savla Oil And Gas Pvt. Ltd.	160	16.00%	160	16.00%
<b>Total</b>	<b>960</b>	<b>96.00%</b>	<b>960</b>	<b>96.00%</b>

**11.4 Details of Preference shares held by shareholders holding more than 5% of the aggregate shares in the Company**

Name of the Shareholders (Preference Shares of Rs.10 Each Fully Paid up)	As at March 31, 2023		As at 31st March, 2022	
	No. of Share held	% of Holding	No. of Share held	% of Holding
Deep Industries Limited (Formerly known as Deep Ch4 Limited)	15,00,000	100.00%	15,00,000	100.00%
<b>Total</b>	<b>15,00,000</b>	<b>100.00%</b>	<b>15,00,000</b>	<b>100.00%</b>

**11.3 Terms / Rights attached to Equity Shares**

(i) The Company has only one class of equity shares having a par value of Rs. 10 per share, Each shareholder is eligible for one vote per share. The dividend if any proposed by the Board of Directors is subject to the approval of shareholders, The Equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.



**RAAS EQUIPMENT PRIVATE LIMITED**
**NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31st MARCH, 2023**

(₹ in lakh)

	As at	
	31st March, 2023	31st March, 2022
<b>12 - OTHER EQUITY</b>		
Surplus in Statement of Profit and Loss		
Opening balance	152.20	17.18
Profit / (loss) during the year	44.94	135.02
Closing balance	197.14	152.20
<b>Total</b>	<b>197.14</b>	<b>152.20</b>

	As at	
	31st March, 2023	31st March, 2022
<b>13 - NON - CURRENT FINANCIAL LIABILITIES - BORROWINGS</b>		
Secured Term Loans		
From Banks		
- Rupee Term Loans*	187.12	246.21
Deep Industries Limited	978.51	
<b>Total</b>	<b>1,165.63</b>	<b>246.21</b>

\*(Loan taken against corporate guarantee from Holding company of Rs.17.25 lakh)

**13.1**

(a) Primary Security:

Term Loan from Axis bank is secured by exclusive hypothecation over entire moveable fixed assets of the company.

(b) Collateral Security:

Equitable Mortgage on Industrial Land and Building situated at Survey No. 189 /I P I /2/3 &amp; 189-2 P 5/6/7 /8 iyava, sanand having 12200 square meter belongs to Mrs. Mita Savla, Mrs. Priti Savla, Mr. Dharen Savla and Rupesh Savla Family Trust.

**13.2 Rate of Interest:**

Rate of Interest on term loan is REPO + 4.50% i.e. 11%

**13.3 Tenure**

Principal component of Term loan from Axis Bank is repayable in 66 equal installments of INR 4,92,424/-

	As at	
	31st March, 2023	31st March, 2022
<b>14 - TAXATION - DEFERRED TAX</b>		
Deferred Tax Liabilities		
Difference between Tax Base and Book Base	22.21	14.22
Gross Deferred Tax Liabilities (a)	22.21	14.22
Deferred Tax Assets		
Difference between Tax Base and Book Base	-	-
Deferred Tax Assets (b)	-	-
<b>Net Deferred Tax Liabilities</b>	<b>22.21</b>	<b>14.22</b>

Deferred Tax Liability of INR 7.99 arising from temporary difference in WDV of Property, Plant and Equipment recognised in Current Year through Profit and Loss.

Movement in Deferred Tax is recognised through Profit and Loss statement and nothing is recognised in Other Comprehensive Income.

	As at	
	31st March, 2023	31st March, 2022
<b>15 - CURRENT FINANCIAL LIABILITIES - BORROWINGS</b>		
Secured		
From Banks		
- Cash Credits	412.91	277.78
Current Maturities of Long Term Debts	59.09	59.09
Deep Industries Limited		913.68
<b>Total</b>	<b>472.00</b>	<b>1,250.55</b>

**15.1**

(a) Primary Security:

Cash Credit facilities from Axis bank is secured by exclusive hypothecation over entire moveable current assets of the company.

(b) Collateral Security:

Equitable Mortgage on Industrial Land and Building situated at Survey No. 189 /I P I /2/3 &amp; 189-2 P 5/6/7 /8 iyava, sanand having 12200 square meter belongs to Mrs. Mita Savla, Mrs. Priti Savla, Mr. Dharen Savla and Rupesh Savla Family Trust.

**15.2 Rate of Interest:**

Rate of Interest on term loan is REPO + 4.50% i.e. 11%



(₹ in lakh)

	As at	
	31st March, 2023	31st March, 2022
<b>16 - CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES</b>		
Due to micro and small enterprises	77.50	37.10
Due to other than micro and small enterprises	121.46	161.52
<b>Total</b>	<b>198.96</b>	<b>198.61</b>

## Trade payables ageing schedule as at 31 March, 2023

	Not Due	< 1 year	1-2 years	2-3 years ore than 3 yea	Total
(i) MSME	28.90	41.99	6.61	-	77.50
(ii) Others	11.84	102.26	6.15	1.22	121.46
(iii) Disputed Dues-MSME	-	-	-	-	-
(iv) Disputed Dues-Others	-	-	-	-	-
<b>Total</b>	<b>40.74</b>	<b>144.25</b>	<b>12.76</b>	<b>1.22</b>	<b>198.96</b>

## Trade payables ageing schedule as at 31 March, 2022

	Not Due	< 1 year	1-2 years	2-3 years ore than 3 yea	Total
(i) MSME	35.91	1.18	0.01	-	37.10
(ii) Others	92.60	68.80	0.12	-	161.52
(iii) Disputed Dues-MSME	-	-	-	-	-
(iv) Disputed Dues-Others	-	-	-	-	-
<b>Total</b>	<b>128.51</b>	<b>69.98</b>	<b>0.13</b>	<b>-</b>	<b>198.62</b>

## Note :

## Dues to Micro and Small Enterprises

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act ("MSMED Act"). The Disclosures pursuant to said MSMED Act are as follows:

(₹ in lakh)

Particulars	As at	
	31st March, 2023	31-03-2022
a) The Principal amount remaining unpaid to any supplier at the end of the year	77.50	37.10
b) Interest due remaining unpaid to any supplier at the end of the year	0.83	0.03
c) The amount of interest paid by buyer in terms of section 16 of MSMED Act, 2006 along with the amount of payment made to supplier beyond the appointed day during the year.	-	-
d) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-
e) The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
f) The amount of further interest remaining due and payable even in succeeding years, until such date when interest dues above are actually paid to the small enterprises, for the purpose of disallowance of deductible expenditure under section 23 of MSMED Act, 2006	-	-

Disclosures of payable to vendors as defined under the "Micro, Small and Medium Enterprises Development Act, 2006" is based on information available with the Company regarding status of registration of vendors under said Act, as per information received from them on requests made by the Company.

(₹ in lakh)

	As at	
	31st March, 2023	31st March, 2022
<b>17 - CURRENT - OTHER FINANCIAL LIABILITIES</b>		
Unpaid Expenses	25.02	25.47
<b>Total</b>	<b>25.02</b>	<b>25.47</b>



**RAAS EQUIPMENT PRIVATE LIMITED**

NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31st MARCH, 2023

	(₹ in lakh)	
	As at 31st March, 2023	As at 31st March, 2022
<b>18 - OTHER CURRENT LIABILITIES</b>		
Statutory Liabilities	13.08	9.29
Income Tax Provision	-	0
<b>Total</b>	<b>13.08</b>	<b>9.29</b>

	(₹ in lakh)	
	As at 31st March, 2023	As at 31st March, 2022
<b>19 - CURRENT TAX LIABILITIES (NET)</b>		
Provision for tax (Net)	-	8.33
	-	<b>8.33</b>

	(₹ in lakh)	
	2022-23	2021-22
<b>20 - REVENUE FROM OPERATIONS</b>		
Product Sales		
Domestic	1,252.58	1,826.70
Export	-	-
Other Support service incidental to product sales*		
Domestic	367.02	84.01
Export	-	-
	<b>1,619.60</b>	<b>1,910.71</b>

\*Sale of Spares are incidental to Sale of Services

\* For sale to related parties, please refer note 32

	(₹ in lakh)	
	2022-23	2021-22
<b>21 - OTHER INCOME</b>		
Interest Received/Receivable		
From banks	3.88	0.44
Other Income		
Foreign Currency Fluctuation Gain	1.12	-
<b>Total</b>	<b>5.01</b>	<b>0.44</b>

	(₹ in lakh)	
	2022-23	2021-22
<b>22- COST OF MATERIALS CONSUMED</b>		
Opening Stock	690.42	291.77
Add : Purchases of Raw Materia & Component	733.53	1,653.42
	1,423.95	1,945.18
Less :Closing Stock Raw Material & Component	(713.68)	(690.42)
	<b>710.27</b>	<b>1,254.76</b>

	(₹ in lakh)	
	2022-23	2021-22
<b>23 - Change in inventories of finished goods, working in progress</b>		
Inventories at the end of the year:		
Work in Progress	5.35	140.38
Finished Goods	-	-
	-	140.38
Inventories at the Beginning of the year:		
Work in Progress	140.38	96.00
Finished Goods	-	-
<b>Total</b>	<b>135.03</b>	<b>(44.38)</b>

	(₹ in lakh)	
	2022-23	2021-22
<b>24 - EMPLOYEE BENEFITS EXPENSES</b>		
Salaries and wages *	214.49	172.07
Staff welfare expense	4.91	3.54
*Including Directors Remunerations		
<b>Total</b>	<b>219.40</b>	<b>175.61</b>

	(₹ in lakh)	
	2022-23	2021-22
<b>25 - FINANCE COSTS</b>		
Interest expenses		
To Bank	72.54	32.41
To Holding Company	82.26	72.28
To MSME Vendor	0.81	0.03
Income Tax	-	0.20
Bank charges	9.19	7.17
<b>Total</b>	<b>164.80</b>	<b>112.08</b>



26 - DEPRECIATION AND AMORTIZATION EXPENSES	2022-23	2021-22
Depreciation & Amortization of Property, Plant & Equipments	32.34	23.41
Amortization of Other Intangible Assets	1.35	0.57
<b>Total</b>	<b>33.69</b>	<b>23.98</b>

27 - OTHER EXPENSES	2022-23	2021-22
<b>Operating, Administration And General Expenses</b>		
Advertisement and Business Promotion Expenses		
Communication Expenses	1.05	0.51
Consumption of stores and spare parts	37.31	25.87
Opening Stock	16.04	4.72
Add: Purchase	47.21	37.19
Less: Closing Stock	25.94	16.04
Conveyance & Travelling Exp	31.62	12.52
Consultancy & Professional Expenses	8.98	25.48
Testing & Inspection Expenses	15.49	3.75
Documentation & Legal Expenses	1.41	18.10
Freight Expenses	33.14	44.21
Insurance Expenses	2.40	1.67
Job Work & Machining Charges	35.63	10.61
Miscellaneous Expenses	0.99	2.09
Erection and Commission Expense	8.04	25.78
Office Expense	5.01	4.48
Payment to the auditors**	0.35	0.10
Power & Fuel	3.32	4.61
Printing & Stationary	0.17	2.59
Rates & Taxes	0.79	0.98
Rent	29.51	21.26
Repair & Maintenance Expense		
Plant and Machinery	13.40	0.32
Building	1.06	0.08
Other	3.63	0.52
Security Expenses	3.40	3.36
Operating and Maintenance Expense	64.56	16.90
Foreign Exchange Loss	-	0.72
Liquidated Damages	4.42	-
Balance Written off	0.58	-
<b>Total</b>	<b>306.25</b>	<b>226.52</b>

\*\*Payments to the auditors for  
(excluding GST)  
-statutory audit

**Total**

0.35 0.10

0.35 0.10

28 - EARNINGS PER EQUITY SHARE	2022-23 (Amount)	2021-22 (Amount)
Profit/(loss) available for equity shareholders	44.94	135.02
Weighted average numbers of equity shares for Basic EPS	1,000	1,000.00
Nominal value per equity share (in Rupees)	10	10.00
<b>Earnings /(loss) Per Equity Share- Basic(In Rupees)</b>	<b>4,493.78</b>	<b>13,501.84</b>
Weighted average numbers of Potential equity shares on account of OCRPS	15,00,000	15,00,000.00
Weighted average numbers of equity shares for Diluted EPS	15,01,000	15,01,000.00
<b>Earnings /(loss) Per Equity Share- Diluted(In Rupees)</b>	<b>2.99</b>	<b>9.00</b>



**RAAS EQUIPMENT PRIVATE LIMITED**

NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31<sup>ST</sup> MARCH, 2023

	As at 31st March, 2023	(₹ in lakh) As at 31st March, 2022
<b>29 - CONTINGENT LIABILITIES AND COMMITMENTS</b>		
<b>CONTINGENT LIABILITIES</b>		
(a) Claims against the Company not acknowledged as debts	Nil	0.01
(b) Guarantees given (Net)	223.67	920.00

**30 - SEGMENT REPORTING**

The Company operates only in one segment namely "Manufacturing of CNG Booster Compressors" hence there are no separate reportable segments as per Indian Accounting Standard 108 - "Operating Segment" issued by the Council of the Institute of Chartered Accountants of India.

	Name of the customer	(₹ In lakhs) Amount	% Share to Total Sales
1	Indian Oil Corporation Limited	912.93	56.37%
2	Deep Industries Limited	399.94	24.69%
		<b>1,312.87</b>	<b>81.06%</b>
	<b>Total Annual Sale During the year</b>	<b>1,619.60</b>	<b>100.00%</b>

**31 - CORPORATE SOCIAL RESPONSIBILITY**

Pursuant to the provisions of section 135(5) of the Companies Act, 2013 (the Act), As per the relevant provisions of the Act read with Rule 2(1)(f) of the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Company is required to spend at least 2% of the average net profits (determined under section 198 of the Companies Act 2013 and section 349 of the Companies Act 1956) made during the immediately three financial years. As the company is incorporated on 15th June, 2020, the company is not required to work out provision for CSR contribution as per Section 198 of the Companies Act, 2013 and consequently, the company is not required to spend any amount on CSR activities for Financial Year 2022-23



**RAAS EQUIPMENT PRIVATE LIMITED**

NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31st MARCH, 2023

**32- RELATED PARTY DISCLOSURES AS PER INDIAN ACCOUNTING STANDARD-24**

(a) Name of the Related Parties and Nature of the Related Party Relationship with whom transactions have taken place during the reported period.

I. Holding Company  
Deep Industries Limited

II. Key Management Personnel  
Mr. Shanil Paras Savla  
Mr. Umang Upendra Bhatt  
Mr. Neel Mukesh Savla

III. Relative of Key Management Personnel  
Mr. Dharen Shantilal Savla  
Mrs. Priti Paras Savla  
Mrs. Mitaben Manoj Savla

IV. Entities controlled by Directors or their relatives (with whom transactions entered into during the financial year)  
Rupesh Savla Family Trust

(b) Transactions with related parties:

(₹ in lakh)

Nature of Transaction	Holding Company		Key Management Personnel and		Entities controlled by Directors		Total	
	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
Sale to Holding Company	399.94	-	-	-	-	-	399.94	-
Purchase from Holding Company	-	16.17	-	-	-	-	-	16.17
Loan/Advances Received from Holding Company	506.12	334.34	-	-	-	-	506.12	334.34
Loan/Advances Repaid to Holding Company	515.33	477.30	-	-	-	-	515.33	477.30
Security Deposit Given (Interest free)	-	-	-	-	-	3.02	-	3.02
Rent Paid	-	-	-	-	19.29	18.37	19.29	18.37
Interest on Loan	82.26	72.28	-	-	-	-	82.26	72.28
Salary	-	-	21.00	43.80	-	-	21.00	43.80
<b>Total</b>	<b>1,503.64</b>	<b>900.09</b>	<b>21.00</b>	<b>43.80</b>	<b>19.29</b>	<b>21.39</b>	<b>1,543.93</b>	<b>965.29</b>

Balance Outstanding

(₹ in lakh)

	Payable		Receivable	
	As at 31-03-2023	As at 31-03-2022	As at 31-03-2023	As at 31-03-2022
Holding Company				
Corporate Guarantee	1,725.00	1,725.00	-	-
Loan	978.51	913.67	255.64	-
<b>Total</b>	<b>2,703.51</b>	<b>2,638.67</b>	<b>255.64</b>	<b>-</b>

Note:

(i) The details of guarantees and collaterals extended by the related parties in respect of borrowings of the Company have been given at the respective notes.



**32.3 Breakup of compensation to Key Management Personnel & their relatives:**

Nature of Transaction	Key Management Personnel & their relatives	(Rs. in lakhs)	
		As at	As at
		31 <sup>st</sup> March, 2023	31 <sup>st</sup> March, 2022
Managerial Remuneration	Shanil Savla	21.00	7.50
	Rajesh Sharma	-	36.30

**32.4 Disclosures in respect of transactions which are more than 10% of the total transactions of the same type with related parties during the year:**

Nature of Transaction	Related Party	(Rs. in lakhs)	
		As at	As at
		31 <sup>st</sup> March, 2023	31 <sup>st</sup> March, 2022
<b>1. Rent Paid</b>	Rupesh Savla Family Trust	9.64	9.19
	Dharen Shantilal Savla	3.21	3.06
	Mrs. Priti Paras Savla	3.21	3.06
	Mrs. Mitaben Manoj Savla	3.21	3.06
<b>2. Security Deposit Given (Interest free)</b>	Rupesh Savla Family Trust	-	3.02
	Dharen Shantilal Savla	-	1.01
	Mrs. Priti Paras Savla	-	1.01
	Mrs. Mitaben Manoj Savla	-	1.01
<b>3. Purchase</b>	Deep Industries Limited	-	16.17
<b>4. Interest Paid</b>	Deep Industries Limited	82.26	72.28
<b>5. Loan/Advances Repaid</b>	Deep Industries Limited	515.33	334.39
<b>6. Loan/Advances Received</b>	Deep Industries Limited	506.12	477.30
<b>7. Sale</b>	Deep Industries Limited	399.94	-

**Note:**

(i) The above related party transactions have been reviewed periodically by the Board of Directors of the Company vis-à-vis the applicable provisions of the Companies Act, 2013, and justification of the rates being charged/ terms thereof and approved the same.

(ii) The details of guarantees and collaterals extended by the related parties in respect of borrowings of the Company have been given at the respective notes.



**33. FINANCIAL INSTRUMENTS - ACCOUNTING CLASSIFICATIONS AND FAIR VALUE MEASUREMENTS**

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is insignificant to the fair value measurements as a whole.

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: valuation techniques for which the lowest level inputs that has a significant effect on the fair value measurement are observable, either directly or indirectly.

Level 3: valuation techniques for which the lowest level input which has a significant effect on fair value measurement is not based on observable market data.

There have been no transfers between Level 2 and Level 3 during the period.

**33.2** The management assessed that fair value of short term financial assets and liabilities significantly approximate their carrying amounts largely due to the short term maturities of these instruments. The fair value of the financial assets and liabilities is included at the amounts at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

**33.3** The Company determines fair values of financial assets or liabilities by discounting the contractual cash inflows / outflows using prevailing interest rates of financial instruments with similar terms. The initial measurement of financial assets and financial liabilities is at fair value.

**33.4** The following methods and assumptions were used to estimate the fair values:

The fair value of The Company's interest bearing borrowings are determined using discount rate that reflects The entity's discount rate at the end of the reporting period. The own non-performance risk as at the reporting period is assessed to be insignificant.

The fair value of unquoted instruments and other financial assets and liabilities is estimated by discounting future cash flows using rates currently applicable for debt on similar terms, credit risk and remaining maturities.

**33.5** Set out below, is a comparison by class of the carrying amounts and fair value of the Company's Financial Instruments.

Particulars	Carrying amount		Fair value through Profit and Loss		Fair value through Other Comprehensive Income	
	As At	As At	As At	As At	As At	As At
	31 <sup>st</sup> March, 2023	31 <sup>st</sup> March, 2022	31 <sup>st</sup> March, 2023	31 <sup>st</sup> March, 2022	31 <sup>st</sup> March, 2023	31 <sup>st</sup> March, 2022
<b>Financial assets</b>						
<b><u>Non-current</u></b>						
Other Financial Assets	2.33	31.79	-	-	-	-
<b><u>Current</u></b>						
Trade Receivables	795.93	441.09	-	-	-	-
Cash and Cash Equivalents	2.36	0.61	-	-	-	-
Other Financial Assets	97.70	8.05	-	-	-	-
<b>TOTAL</b>	<b>898.31</b>	<b>481.54</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Financial Liabilities</b>						
<b><u>Non-current</u></b>						
Borrowings	1,165.63	246.21	-	-	-	-
<b><u>Current</u></b>						
Borrowings	472.00	1,250.55	-	-	-	-
Trade Payables	198.95	198.61	-	-	-	-
Other Financial Liabilities	25.02	25.47	-	-	-	-
<b>TOTAL</b>	<b>1,861.61</b>	<b>1,720.84</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



**34. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

The Company's Risk Management framework encompasses practices relating to the identification, analysis, evaluation, treatment, mitigation and monitoring of the strategic, external and operational controls risks to achieving the Company's business objectives. It seeks to minimize the adverse impact of these risks, thus enabling the Company to leverage market opportunities effectively and enhance its long-term competitive advantage. The focus of risk management is to assess risks and deploy mitigation measures.

The Company's activities expose it to variety of financial risks namely market risk, credit risk and liquidity risk. The Company has various financial assets such as deposits, other receivables and cash and bank balances directly related to the business operations. The Company's principal financial liabilities comprise of trade and other payables. The Company's senior management's focus is to foresee the unpredictability and minimize potential adverse effects on the Company's financial performance. The Company's overall risk management procedures to minimize the potential adverse effects of financial market on the Company's performance are outlined hereunder:

The Company's Board of Directors have overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company's risk management is carried out by the management in consultation with the Board of Directors. They provide principles for overall risk management, as well as policies covering specific risk areas.

The note explains the sources of risk which the entity is exposed to and how the entity manages the risk.

**(A) Credit risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and from its financial activities including deposits with banks and other financial instruments.

**(i) Cash and cash equivalents:**

The Company considers factors such as track record, size of institution, market reputation and service standard to select the banks with which deposits are maintained. The Company does not maintain significant deposit balances other than those required for its day to day operations. Credit risk on cash and cash equivalents is limited as these are generally held or invested in deposits with banks and financial institutions with good credit ratings.

**(B) Liquidity Risk**

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach in managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses. In doing this, management considers both normal and stressed conditions.

The Company's objective is to maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company relies on a mix of borrowings, capital and excess operating cash flows to meet its needs for funds. The current committed lines of credit are sufficient to meet its short to medium term expansion needs. The Company monitors rolling forecasts of its liquidity requirements to ensure that it has sufficient cash to meet operational needs.

The table below provides undiscounted cash flows towards non-derivative financial assets/ (liabilities) into relevant maturity based on the remaining period at the Balance Sheet date to the contractual maturity date and where applicable, their effective interest rates.

Particulars	As At 31 <sup>st</sup> March, 2023			Total
	Not later than 1 year	Later than 1 and not later than 5 years	Later than 5 years	
<b>Financial Liabilities</b>				
<b>Non-current</b>				
Borrowings	-	1,165.63	-	1,165.63
<b>Current</b>				
Borrowings	472.00	-	-	472.00
Trade Payables	198.96	-	-	198.96
Other Financial Liabilities	25.02	-	-	25.02
<b>TOTAL</b>	<b>695.98</b>	<b>1,165.63</b>	<b>-</b>	<b>1,861.62</b>

Particulars	As At 31 <sup>st</sup> March, 2022			Total
	Not later than 1 year	Later than 1 and not later than 5 years	Later than 5 years	
<b>Financial Liabilities</b>				
<b>Non-current</b>				
Borrowings	-	246.21	-	246.21
<b>Current</b>				
Borrowings	1,250.55	-	-	1,250.55
Trade Payables	198.61	-	-	198.61
Other Financial Liabilities	25.47	-	-	25.47
<b>TOTAL</b>	<b>1,474.63</b>	<b>246.21</b>	<b>-</b>	<b>1,720.84</b>

**(C) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices.

Market risk comprises three types of risks : foreign currency risk, interest risk and other price risk such as commodity risk.

**(i) Interest rate risk**

The Company's exposure to the risk of changes in market interest rates relates primarily to debts having floating rate of interest. Its objective in managing its interest rate risk is to ensure that it always maintains sufficient headroom to cover interest payment from anticipated cashflows which are regularly reviewed by the Board.



Particular	Change in Interest rate	Effect on Profit before tax 31st March, 2023	Effect on Profit before tax 31st March, 2022
Non-current & Current Borrowings	-0.50%	-8.19	-7.48
	0.50%	8.19	7.48

**(ii) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates and arises where transactions are done in foreign currencies. It arises mainly where receivables and payables exist due to transactions entered in foreign currencies. The Company evaluates exchange rate exposure arising from foreign currency transactions and follows approved policy parameters utilizing forward foreign exchange contracts whenever felt necessary. The Company does not enter into financial instrument transactions for trading or speculative purpose. The company does not have any outstanding foreign currency exposure at the end of the reporting periods.

**(iii) Commodity Risk:**

The Company is exposed to the movement in the price of key raw materials and other traded goods in the domestic and international markets. The Company has in place policies to manage exposure to fluctuation in prices of key raw materials used in operations. The Company enters into contracts for procurement of raw materials and traded goods, most of the transactions are short term fixed price contracts and a few transactions are long term fixed price contracts.

**(D) Capital management**

The Company manages its capital to be able to continue as a going concern while maximising the returns to shareholders through optimisation of the debt and equity balances. For the purpose of calculating gearing ratio, debt is defined as non current and current borrowings (excluding derivatives). Equity includes all capital and reserves of the Company attributable to equity holders of the Company. The Company is not subject to externally imposed capital requirements. The Board reviews the capital structure and cost of capital on an annual basis but has not set specific targets for gearing ratios. The risks associated with each class of capital are also considered as part of the risk reviews presented to the Board of Directors.

Particulars	As At	As At
	31st March, 2023	31st March, 2022
Total Debt	1,637.63	1,496.76
Equity Share Capital	150.10	150.10
Other Equity	197.14	152.20
Capital and total debt	1,984.87	1,799.06
Gearing ratio (In %)	82.51%	83.20%



**RAAS EQUIPMENT PRIVATE LIMITED**

CIN: U29308GJ2020PTC113972

NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2023

**35. ADDITIONAL REGULATORY INFORMATION - RATIOS**

Ratios	Numerator	Denominator	As at	As at
			31-03-2023	31-03-2022
Current ratio	Current assets	Current liabilities	2.47	1.01
Debt equity ratio	Total debt	Shareholder's equity**	4.72	4.95
Debt service coverage ratio*	Earnings available for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease payments + Principal repayments #	1.36	2.15
Return on equity*	Profit / (loss) attributable to owners of the Company	Shareholder's equity**	12.94%	44.66%
Inventory turnover ratio*	Revenue from Operations (Net)	Inventory	2.17	2.26
Trade receivable turnover ratio*	Revenue from Operations (Net)	Trade receivable	2.03	4.33
Trade Payable turnover Ratio*	Net credit purchases = Gross credit purchases - purchase return	Trade payables	3.92	8.51
Net capital turnover ratio*	Revenue from Operations (Net)	Working capital = Current assets – Current liabilities	1.56	124.62
Net profit percentage	Net profit	Revenue from Operations (Net)	2.77%	7.07%
Return on capital employed*	Earnings before interest and taxes	Capital employed = Shareholder's Equity + Non Current Borrowing	15.00%	50.07%
Return on Investment*	Earnings before interest and taxes	Total Assets	9.80%	13.36%

**Reason for more than 25% deviations in Ratios :****(1) Current Ratio ( in times) :**

Increase Due to better current assets position compared to previous year

**(2) Debt service coverage ratio ( in times) :**

Due Increase in Finance cost same has been reduced



**(3) Return on equity (%) :**

Due to less profitability of the company compared to previous year

**(4) Trade receivable turnover ratio ( in times) :**

Decreased due to slow recovery in debtor's collection cycle.

**(5) Trade Payable turnover Ratio ( in times) :**

Decrease of Purchase of Raw material and spares compared to previous year

**(6) Net Capital turnover Ratio ( in times) :**

Decreased due to turnover reduction and increase in working capital of Company

**(7) Return on capital employed(in times) :**

Due to less profitability of the company & increase in borrowing compared to previous year



RAAS EQUIPMENT PRIVATE LIMITED

CIN: U29308GJ2020PTC113972

NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2023

**36 - STRUCK OFF COMPANIES**

The Company does not have any transactions with companies struck - off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956.

**Note 37**

Previous period figures have been regrouped, re-classified and re-arranged wherever considered necessary to confirm to the current year's classification.

**Note 38**

The MCA wide notification dated March 24, 2021 has amended Schedule III to the Companies Act, 2013 in respect of certain disclosures. The Company has incorporated appropriate changes in the above results.



**39 - Additional information as required under para 2 of General Instruction of Division II of Schedule III to the Companies Act, 2013.**

A. The Company has not carried out any revaluation of Property, Plant and Equipment in any of the period reported in this Financial Statements hence reporting is not applicable.

B. The company does not hold any benami property as defined under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder. No proceeding has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder

C. As per sanctioned letter issued by Banks, the Company is required to submit Stock statement to Banks on quarterly basis. As per comparison made of the stock statement vis-a-vis books of account, there are no material difference noted.

D. The company does not have any charges or satisfaction, which is yet to be registered with ROC beyond the statutory period.

E. The Company does not have any such trasaction 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).

F. 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

G. 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

H. During FY 2022-23, the company has not raised any amount from issue of securities and long term borrowings from banks and financial institutions.

I. The Company has not traded or invested in crypto currency or virtual currency during the financial year.

J. The Company is in compliance with the number of layers prescribed under clause (87) of section 2 of the Companies Act read with the Companies ( Restriction on number of Layers) Rules, 2017.

For MAHENDRA N SHAH & CO

Chartered Accountants

Firm Registration Number: 105775W



Chirag M. Shah

Partner

Membership Number: 045706

Place: Ahmedabad

Dated : 25th May, 2023



For Raas Equipment Private Limited



Shanil Paras Savla

Director

DIN :08763065

Place: Ahmedabad

Dated : 25th May, 2023



Neel Mukeshbahi Savla

Director

DIN: 08456121