

# **SYENERGY ENVIRONICS LIMITED**

**NEW DELHI**

**REPORT  
&  
ACCOUNTS  
2019-2020**

*DIRECTORS*

Shri Ajay Poddar (Managing Director)  
Shri Pranav Poddar  
Ms. Manisha Matanhelia  
Mr. Rakesh Sarin  
Shri Salil Bhandari  
Mr. Abhishek Poddar  
Ms. Deepika Jindal  
Mr. Alok Shriram  
Mr. Ravish Sawrup

*AUDITORS*

Rajan K. Gupta & Co.  
Chartered Accountants

*BANKERS*

HDFC Bank Limited

*REGISTERED OFFICE*

202 Raj Tower-1  
G-1, Alaknanda Community Centre  
New Delhi-110019

## BOARD REPORT

### To The Members,

Your Directors have pleasure in submitting their 14<sup>th</sup> Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2020. The consolidated performance of the company and its subsidiary has been referred to wherever required.

**We are proud to inform you that this year, we have impacted positively the health of app 13 lacs people (Last year app 10.75 lacs nos) through our Products and services.**

### 1. FINANCIAL RESULTS

The Company's financial performance for the year under review along with previous year's figures are given hereunder:

Particulars for the Year ended 31.03.2020

Amt/Rs Lacs.

Particulars	FY2019-20 Unconsolidate d	FY2018-19 Unconsolidated	FY 2019-20 Consolidated	FY 2018-19 Consolidated
Gross Receipts from Consultancy	442.47	306.94	442.47	306.94
Receipt from sale of Products	1504.91	1029.39	1504.91	1032.74
Other Income	44.93	34.13	46.38	34.13
<b>Total Sales/Income</b>	<b>1992.31</b>	<b>1370.46</b>	<b>1993.76</b>	<b>1373.81</b>
Total Expenses before Interest & Depreciation	1545.56	992.31	1548.58	999.70
Interest	0.75	0.62	0.75	0.62
Profit Before Depreciation	446.00	377.53	444.43	373.49
Depreciation	18.48	10.60	18.48	10.60
<b>Net Profit before Tax</b>	<b>427.52</b>	<b>366.93</b>	<b>425.95</b>	<b>362.89</b>
Provision for Taxation (net of adjustment of last year)	110.00	109.88	110.00	109.88
Provision for Deferred Tax	(2.52)	(5.11)	(2.52)	(5.11)
<b>Net Profit / Loss for the Year</b>	<b>320.04</b>	<b>262.16</b>	<b>318.47</b>	<b>258.12</b>
Surplus Brought forward from Previous Years (Including General reserves)	595.01	315.80	589.07	313.84
Proposed Dividend & Tax	29.35	32.14	29.35	32.14
Share Premium received	2.00	49.19	2.00	49.19
Surplus Carried forward Including General reserves	887.70	595.01	880.18	589.07
Earnings Per Share (Basic)	99.30	95.17	98.77	93.71
Earnings Per Share (Diluted)	99.30	95.17	98.77	93.71



## **2. DIVIDEND**

Your Directors are pleased to recommend a Dividend of Rs 10/- per equity shares of the face value of Rs 10/-, which is provided for in the accounts absorbing a sum of Rs 2935447/- if approved by the members in the ensuing Annual General Meeting.

## **3. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND**

Since there was no unpaid/unclaimed Dividend declared and paid last year, the provisions of Section 125 of the Companies Act, 2013 do not apply.

## **4. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS**

Your Directors wish to present the details of Business operations done during the year under review:

a. Production and Profitability: Profitability of the Company has gone up in view of higher production and turnover.

b. Sales: The sale/income of the company is higher than last year's level.

c. Marketing and Market Environment: Retail Marketing has remained a challenging aspect of the business due to low awareness on radiation and harm due to excessive usage of communication devices. Success has been found in the MLM (Direct Sales Network) and a substantial increase in sales of chips has been achieved as compared to the previous year, primarily due to training and schemes. Also, the Institutional service business has also shown growth with repeat business from existing customers and addition of new customers with high satisfaction levels with the products and services.

d. Future Prospects including constraints affecting due to Government policies: The future prospects of the company, both for its services and products in the B2B and B2C segments are bright, in spite of the downturn due to COVID. Various initiatives have been planned to scale up the business substantially during the year. New products have been developed and tested. Their prospects are also good. There are no constraints in growing the business due to any Govt. policies. However, Government's recognition of the problem and more stringent legislations for Radiation standards and encouragement for implementing Healthy building initiatives like Geopathic surveys and corrections of buildings will help.

## **5. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE ENDS OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report

## **6. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**



The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished below:

A. CONSERVATION OF ENERGY: The Company is a Services as well as a Product Manufacturing Company. The manufacturing processes are such that the energy consumption is very minimal.

B. Research and Development (R & D)

As per worldwide researched done so far, more than 20% of people are being affected by ground radiations (Geopathic stresses) and almost everyone by radiations from their Cell phones and other surrounding Wi-Fi devices- routers, towers, etc... Avoiding the spaces or gadgets which have negative radiations is not feasible. Awareness about their effects needs to be increased and practical solutions found by government and industry.

1	Specific areas in which R & D carried out by the Company	More products which can negate the effects of Wi-Fi Radiations from Towers, routers and other devices and ways to improve human health.
2	Benefits derived as a result of the above R & D	More benefits towards health and productivity of people and organizations and more ways of determining the same.
3	Future plan of action	To improve the design, positioning and awareness by better communication. Productize some service offerings. Tie up with more credible agencies for more testing and research. Development of Gadget and Floor Sanitizers, Immunity protection Wearable's, Protection mats.
4	Expenditure on R& D	Expenditure on in-house R & D has been shown under respective heads of expenditure in the Profit & Loss account as no separate account is maintained.

C. Technology absorption, adaptation and innovation

1	Efforts, in brief, made towards technology absorption, adaptation and innovation.	Solutions for Wi-Fi radiations in built spaces from Towers, Boosters, Routers, TV's etc, developed. Product is ready. Market strategy is being planned. productization of service for correcting Geopathic stresses planned.
2	Benefits derived as a result of the above efforts, e.g product development, import substitution etc,	Health protection, reduction in healthcare costs and improvement in productivity of people and processes.
3	In case of imported technology (imported during the last 5 years reckoned from the beginning of the financial year) , following information may be furnished  a) Technology imported b) Year of import c) Has technology been fully absorbed?	No technology has been imported during the last five years.  Nil Not applicable Not applicable  N.A



	d) If not fully absorbed, area where this has not taken place reasons therefore and future plan of action.	
--	--	--

D FOREIGN EXCHANGE EARNING : Rs 32,73,933/-

E FOREIGN EXCHANGE OUTGO : Rs 28,37,527/-

**7. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**

The Company does not have any Risk Management Policy as the element of risk threatening the Company's existence is very minimal.

**8. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

**9. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

There was no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

**10. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

There was no contract or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review.

**11. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS**

There were no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report in not applicable to the Company.

**12. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

**13. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW AND ANNUAL RETURN**

## 19. STATUTORY AUDITORS

M/s Rajan K Gupta & Co, Chartered Accountants, was appointed as Statutory Auditors for a period of one year in the Annual General Meeting held on 30.08.2019. Their continuance of appointment and payment of remuneration are to be confirmed and approved in the ensuing Annual General Meeting. The Company has received a certificate from the above Auditors to the effect that if they are reappointed, it would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

## 20. RISK MANAGEMENT POLICY

The Company does not have any Risk Management Policy as the element of risk threatening the Company's existence is very minimal.

## 21. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

## 22. SHARES

### a. BUY BACK OF SECURITIES

The Company has not bought back any of its securities during the year under review.

### b. SWEAT EQUITY

The Company has not issued any Sweat Equity Shares during the year under review.

### c. BONUS SHARES

No Bonus Shares were issued during the year under review.

### d. EMPLOYEES STOCK OPTION PLAN

During the year under review, following ESOP scheme was launched by Company

Particulars	ESOP Scheme
Total Number of Options	1
Eligible Employees	1
Vesting Period	Options (to purchase the shares will have a minimum one month vesting period) Options will vest over a maximum period of two years.
Exercise Price	Rs 50/- (book value as on 31.03.2019 is app Rs 213/- per share)



# Rajan K. Gupta & Co.

## Chartered Accountants

### INDEPENDENT AUDITORS' REPORT

To

The Members of SYENERGY ENVIRONICS LIMITED

Report on the audit of the Standalone financial statements

#### Opinion

We have audited the accompanying Standalone financial statements of SYENERGY ENVIRONICS LIMITED ("the Company"), which comprise the balance sheet as at March 31, 2020, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

#### Basis for opinion

We conducted our audit in accordance with the standards on auditing 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 Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### 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, Business Responsibility 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 standalone 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.

#### Management's responsibility for the financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of 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 statement 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.

The board of directors are also responsible for overseeing the Company's financial reporting process.

#### **Auditor's responsibilities for the audit of the financial statements**

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

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

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





disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the 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.

#### **Report on other legal and regulatory requirements**

As required by the **Companies (Auditor's Report) Order, 2016** ("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 Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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 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 March 31, 2020 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in





- "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- (g) With respect to the other 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 by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act; and
- (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; and
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For and on behalf of  
**Rajan K. Gupta & Co.**  
Chartered Accountants  
FRN: 005945C

  
Rajan Gupta  
(Partner)  
Membership No.074696

Place: Ghaziabad  
Date: 25.08.2020

UDIN: 20074696 AAAA JS 3292

## "Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2020:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;  
  
(b) The Company has a program of verification to cover all the items of fixed assets in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.  
  
(c) In our opinion and according to the information and explanation given to us, the company has no immovable properties, therefore clause 3 (i) (c) of the order is not applicable to the company.
- 2) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) According to the information and explanation given to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including 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, 2020 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.

- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) In our opinion and according to the information and explanations given to us, the Company had raised no money by way of further public offer during the year and further company had not taken any term loans during the year.

**Note:** The Company has issued shares amount of Rs. 50,000/- by way of Employees Stock Option Plan Scheme (ESOP) during the year.

- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration under section 197 read with Schedule V to the Companies Act is not applicable to the Company.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards. (Refer note No. 26 to the Financial statements)
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or



persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

**For Rajan K. Gupta & Co.**

Chartered Accountants

FRN: 005945C

  
Rajan Gupta  
(Partner)

Membership No.074696

Place: Ghaziabad

Date: 25.08.2020

UDIN: 20074696 AAAA JS3292



## **Annexure “B” to the Independent Auditor’s Report**

(Referred to in paragraph 2 (f) under ‘Report on other legal and regulatory requirements’ section of our report to the Members of SYENERGY ENVIRONICS LIMITED of even date)

### **Report on the internal financial controls over financial reporting 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 SYENERGY ENVIRONICS LIMITED (“the Company”) as at March 31, 2020, 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 board of directors of the Company 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, 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 internal financial controls over financial reporting of the Company 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”) issued by the Institute of Chartered Accountants of India and the standards on auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 were 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 in the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial control 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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (iii) 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.

### 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 of 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 and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Rajan K. Gupta & Co.

Chartered Accountants

FRN: 005945C

  
Rajan Gupta



(Partner)

Membership No.074696

Place: Ghaziabad

Date: 25.08.2020

UDIN :- 20074696AAAAS3292



**SYENERGY ENVIRONICS LIMITED**

(CIN- U91990DL2007PLC158833)

202, Raj Tower-1, G-1 Alaknanda Community Centre, New Delhi-110019

**BALANCE SHEET AS AT 31ST MARCH, 2020**

(Amount in Rupees)

Particulars	Note. No.	As at 31st March, 2020	As at 31st March 2019
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	2	29,77,250	29,27,250
(b) Reserves and Surplus	3	8,87,69,436	5,95,01,242
<b>(2) Non-Current Liabilities</b>			
(a) Long Term Provisions	4	31,65,851	30,54,322
<b>(3) Current Liabilities</b>			
(a) Trade Payables	5	31,63,583	43,77,654
(b) Other Current Liabilities	6	27,69,526	22,86,564
(c) Short-Term Provisions	7	1,70,70,921	1,92,82,798
<b>Total Equity &amp; Liabilities</b>		<b>11,79,16,567</b>	<b>9,14,29,831</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Fixed Assets	8		
- Tangible Assets		86,54,859	65,71,431
(b) Deferred Tax Assets (Net)	9	14,67,717	12,15,855
(c) Long term loans and advances	10	27,39,176	23,55,676
(d) Non-current Investment	11	3,86,080	3,86,080
<b>(2) Current Assets</b>			
(a) Current Investment	12	2,10,19,046	-
(b) Inventories	13	67,33,960	55,52,827
(c) Trade receivables	14	2,00,37,767	3,04,34,840
(d) Cash and Bank balances	15	4,95,18,191	4,11,41,255
(e) Short term loans & Advances	16	71,59,998	35,50,686
(f) Other Current Assets	17	1,99,773	2,21,181
<b>Total Assets</b>		<b>11,79,16,567</b>	<b>9,14,29,831</b>

**Significant Accounting Policies**

**1**

The notes referred to above form an integral part of financial statements

This is the Balance Sheet referred to in our report of even date

**FOR RAJAN K GUPTA & CO**  
**CHARTERED ACCOUNTANTS**

Firm Reg. No.: 005945C



(CA. RAJAN GUPTA)

Partner

Membership No. : 074696

Place : Ghaziabad

Dated: 25.08.2020

For and on Behalf of  
**SYENERGY ENVIRONICS LIMITED**

**AJAY PODDAR**  
(MANGING DIRECTOR)

(DIN- 00177384)

Place : Delhi

Dated: 25.08.2020

**PRANAV PODDAR**

(DIRECTOR)

(DIN- 00177343)

Place : Delhi

Dated: 25.08.2020



**SYENERGY ENVIRONICS LIMITED**

(CIN- U91990DL2007PLC158833)

202, Raj Tower-1, G-1 Alaknanda Community Centre, New Delhi-110019

**STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED ON 31ST MARCH, 2020**

Sr. No	Particulars	Note No.	(Amount in Rupees)	
			For the year ended 31st March, 2020	For the year ended 31st March, 2019
I	Revenue from operations	18	19,47,37,415	13,36,32,701
II	Other Income/Receipts	19	44,92,889	34,12,504
III	<b>Total Revenue (I +II)</b>		<b>19,92,30,304</b>	<b>13,70,45,204</b>
IV	<b>Expenses:</b>			
	Purchases		2,96,78,999	98,36,760
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	20	(8,62,398)	(41,08,658)
	Employee Benefits Expense	21	7,16,95,533	4,96,01,160
	Depreciation and Amortization Expense	22	18,48,188	10,59,921
	Finance Cost	23	1,67,558	3,06,364
	Other Expenses	24	5,39,50,644	4,36,57,118
	<b>Total Expenses (IV)</b>		<b>15,64,78,524</b>	<b>10,03,52,664</b>
V	Profit before exceptional and extraordinary items and tax	(III - IV)	4,27,51,780	3,66,92,540
VI	Add: Prior Period Income		-	-
VII	Profit before extraordinary items and tax (V - VI)		4,27,51,780	3,66,92,540
VIII	Profit before tax (VII)		4,27,51,780	3,66,92,540
IX	<b>Tax expense:</b>			
	(1) Current tax		1,10,00,000	1,10,00,000
	(2) Deferred tax		(2,51,862)	(5,11,427)
	(3) Short/(Excess) provision of earlier year tax		-	(11,783)
X	Profit(Loss) from the period from continuing operations	(VIII-IX)	3,20,03,642	2,62,15,750
XI	Profit/(Loss) for the period (X)		3,20,03,642	2,62,15,750
XII	Earning per equity share:			
	(1) Basic		99.30	95.17
	(2) Diluted		99.30	95.17

**Significant Accounting Policies**

1

The notes referred to above form an integral part of financial statements  
This is the Balance Sheet referred to in our report of even date

**FOR RAJAN K GUPTA & CO**  
**CHARTERED ACCOUNTANTS**

Firm Reg. No.: 005945C

(CA. RAJAN GUPTA)

Partner

Membership No. : 074696

Place : Ghaziabad

Dated: 25.08.2020



For and on Behalf of  
**SYENERGY ENVIRONICS LIMITED**

**AJAY PODDAR**  
(MANAGING DIRECTOR)

(DIN- 00177384)

Place : Delhi

Dated: 25.08.2020

**PRANAV PODDAR**

(DIRECTOR)

(DIN- 00177343)

Place : Delhi

Dated: 25.08.2020


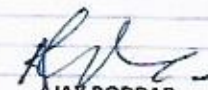
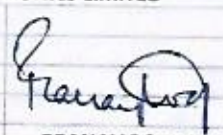


**SYENERGY ENVIRONICS LIMITED**

(CIN - U91990DL2007PLC158833)

202, Raj Tower-1, G-1 Alaknanda Community Centre, New Delhi-110019

Cash Flow Statement for the financial year ending 31st March, 2020

Particulars	(Amount in Rs)	
	As at 31st March, 2020	As at 31st March 2019
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) after Tax		
Add/(Deduct)	3,20,03,642	2,62,15,750
1 Depreciation on Fixed Assets	18,48,188	10,59,921
2 Finance cost	1,67,558	3,06,364
3 Interest Income	(19,37,077)	(20,68,707)
4 Increase/(Decrease) in Deferred Tax Liabilities	(2,51,862)	(5,11,427)
5 Loss on sale of Fixed Assets	-	14,334
Operating Cash Profit before Working Capital Changes	3,18,30,449	2,50,16,235
Add/(Deduct)		
1 ( Increase ) /decrease in Debtors	1,03,97,073	(1,78,81,874)
2 Increase/(Decrease) in Creditors & other Payables	(7,31,110)	28,68,853
3 (Increase) / decrease in Inventories	(11,81,133)	(41,76,839)
4 (Increase)/decrease in Short term Loan & Advance	(36,09,312)	(19,03,755)
5 (Increase)/decrease in Other current Assets	21,408	(1,13,801)
6 Increase/(Decrease) in Short term provisions	(22,11,877)	1,29,32,524
Cash flow from Operations	3,45,15,498	1,67,41,344
<b>Net Cash flow from Operating Activities</b>	<b>3,45,15,498</b>	<b>1,67,41,344</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Add/(Deduct)		
1 Sale of Fixed Assets	-	8,474
2 Investment	(2,10,19,046)	-
3 Purchase of Fixed Assets	(39,31,618)	(39,83,214)
4 Increase (Decrease) in Long Term Loan & Advances	(3,83,500)	(17,70,343)
<b>Net Cash flow from Investing Activities</b>	<b>(2,53,34,164)</b>	<b>(57,45,083)</b>
<b>C CASH FLOW FROM FINANCIAL ACTIVITIES</b>		
Add/(Deduct)		
1 Increase (Decreases) in Secured Loans	-	-
2 Interest Received	19,37,077	20,68,707
3 Increase (Decreases) in Long Term Provisions	1,11,529	13,32,643
4 Shares issued on exercise of employee stock options	50,000	-
5 Shares issued other than employee stock options	-	8,92,250
6 Security Premium received on shares issued	2,00,000	49,19,000
7 Interest Paid	(1,67,558)	(3,06,364)
8 Dividend paid (Including tax on dividend)	(29,35,447)	(32,13,751)
<b>Net Cash flow from Financial Activities</b>	<b>(8,04,399)</b>	<b>56,92,485</b>
Net Increase/(Decrease) in Cash/Cash Equivalents (A+B+C)	83,76,935	1,66,88,746
Add: Balance at the beginning of the year	4,11,41,255	2,44,52,509
Cash and Cash Equivalents at the close of the year	4,95,18,191	4,11,41,255
This is the cash flow statement referred to in our report of even date		
<b>FOR RAJAN K GUPTA &amp; CO</b> <b>CHARTERED ACCOUNTANTS</b> Firm Reg. No.: 005945C	For and on Behalf of <b>SYENERGY ENVIRONICS LIMITED</b>	
 <b>(CA. RAJAN GUPTA)</b> Partner Membership No. : 074696 Place : Ghaziabad Dated: 25.08.2020	 <b>AJAY PODDAR</b> (MANGING DIRECTOR) (DIN- 00177384) Place : Delhi Dated: 25.08.2020	 <b>PRANAV PODDAR</b> (DIRECTOR) (DIN- 00177343) Place : Delhi Dated: 25.08.2020



**NOTE No. 1**

**STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES  
(Annexed to and forming part of the financial statements for the year ended 31<sup>st</sup> March, 2020)**

**1. BASIS OF PREPARATION**

These financial statements have been prepared on an accrual basis and under historical cost convention and in compliance, in all material aspects, with the applicable accounting principles in India, the applicable accounting standards notified under Section 2(2) and the other relevant provisions of the Companies Act, 2013 ( Including any statutory modification, amendment, notifications etc. if any till date). All the assets and liabilities have been classified as current or noncurrent as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle to be less than 12 months.

**2. USE OF ESTIMATES**

The preparation of Financial Statements requires estimates & assumptions to be made that affect the reported amount of assets & liability on the date of financial statements and the reported amount of revenues & expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known\ materialized.

**3. INVENTORIES**

Inventories consists of (a) Raw materials, sub-assemblies and components, (b) Work-in-progress, (c) Stores, spare parts and tools & implements and (d) Finished goods. Inventories are carried at lower of cost. The cost of raw materials, sub-assemblies and components is determined on a First in First out method.

**4. FIXED ASSETS**

- (A) Fixed assets are stated at cost after reducing accumulated depreciation until the date of balance sheet. No fixed asset has been revalued in the financial statement.
- (B) Depreciation on fixed assets charged on a proportionate basis for all assets purchased and sold during the year is provided using WDV method based on useful lives of assets as estimated. Depreciation is charged as per the rule mentioned under Schedule II of companies Act, 2013.
- (C) Depreciation @100% provided on fixed Assets on value of Rs 5000/- or less.

Dies, tools, implements written off @ 5.28%.

**5. REVENUE RECOGNITION**

- (a) Revenue from Services is an accounted on accrual basis.
- (b) Revenue in respect of other income is accounted on accrual basis except claim received/paid.

**6. INVESTMENTS**

Long term investments are stated at cost. Provision is made to recognize any diminution in value, other than that of a temporary nature.

**7. FOREIGN EXCHANGE TRANSACTION**

Foreign exchange transaction are recorded using the exchange rates prevailing on the dates of the respective transaction exchange difference arising on foreign exchange transaction settled during the period are recognized in the profit and loss



*[Handwritten signature]*

*[Handwritten signature]*



account except that exchange differences related to acquisition of fixed assets are adjusted in carrying amount of the related fixed assets.

#### **7 EMPLOYEES BENEFITS**

(A) Contribution to defined schemes such as provident fund, superannuating/pension benefits, gratuity employee's state insurance scheme is charged as incurred on accrual basis. These are in accordance with the respective Act's.

(B) Leave Encashment: -

As per the employment policy of the company the employees avail their annual Leave and provision for leave encashment is made on the basis of unveiled leave to the credit of employees.

© GRATUITY: -

In accordance with the Payment of Gratuity Act, 1972, the company provides for gratuity covering all employees. The plan, subject to the above Act, provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment of an amount based in the respective employee's salary and the tenure of employment. The company estimates its liability as of each balance sheet date based on an actuarial valuation.

#### **8 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

A provision is recognised when there is a present obligation as a result of a past event, that probably requires an outflow of resources and a reliable estimate can be made to settle the amount of obligation. Provision is not discounted to its present value and is determined based on the last estimate required to settle the obligation at the year end. These are reviewed at each year end and adjusted to reflect the best current estimate. Contingent liabilities are not recognised but disclosed in the financial statements. Contingent assets are neither recognised nor disclosed in the financial statements

#### **9 TAXATION**

Income-tax expense comprises current tax and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. Deferred tax assets on account of other timing differences are recognised only to the extent there is a reasonable certainty of its realisation. At each Balance Sheet date, the carrying amount of deferred tax assets is reviewed to reassure realisation. Minimum Alternative Tax credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal tax during the specified period.

#### **10 IMPAIRMENT OF ASSETS**

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.





SYENERGY ENVIRONICS LIMITED					
Notes to Financial Statements for the year ended 31st March, 2020					
Note : 2 Share Capital					
(Amount in Rupees)					
Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019		
a	<b>AUTHORIZED CAPITAL</b> 5,00,000 Equity Shares of Rs. 10/- each.	50,00,000	50,00,000		
		50,00,000	50,00,000		
b	<b>ISSUED, SUBSCRIBED &amp; PAID UP CAPITAL</b> <b>To the Subscribers of the Memorandum</b> 50000 Equity Shares of Rs. 10/- each, Fully Paid up Share capital by allotment 247725 ( P.Y 242725) Equity Shares of Rs. 10/- each, Fully	5,00,000 24,77,250	5,00,000 24,27,250		
	<b>Total Share Capital</b>	<b>29,77,250</b>	<b>29,27,250</b>		
<b>Terms/right attached to Equity Shares</b>					
The company has only one class of equity shares. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the company, the holders of the equity shares shall be entitled to receive remaining assets of the company, after adjustment of all preferential payments. The distribution will be made in the proportion of holding of equity shares.					
c	<b>Reconciliation of shares outstanding at the beginning of the year and at the end of the reporting period.</b>				
	Particulats	2019-20		2018-19	
		No. of shares	Amount in Rs.	No. of shares	Amount in Rs.
	<b>Equity shares</b>				
	At beginning of the period	2,92,725	29,27,250	2,03,500	20,35,000
	shares issued during the year	5,000	50,000	89,225	8,92,250
	Shares bought back during the year	-	-	-	-
	<b>Outstanding at the end of the year</b>	<b>2,97,725</b>	<b>29,77,250</b>	<b>2,92,725</b>	<b>29,27,250</b>
	(i) 5000 nos Equity shares issued on ESOP @ RS 50/- per share (Including premium of RS 40/- per share in 2019-20)				
d	<b>Shareholding in excess of 5% of the total holding</b>	As on 31.03.2020		As on 31.03.2019	
		Nos	%age	Nos	%age
	Mr. Ajay Poddar	68488	23.00	68488	23.40
	Ms. Manisha Matanhelia	40500	13.60	40500	13.84
	Ms. Nalini Poddar	28000	9.40	28000	9.57
	Ms. Shweta Poddar	27763	9.33	27763	9.48
	Mr. Pranav Poddar	37125	12.47	37125	12.68
	M/S Luckey Valley Estate LLP	16274	5.47	16274	5.56
e	<b>Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash</b>				
		As on 31.03.2020	As on 31.03.2019		
	Mr. Ajay Poddar - Equity shares (Nos)	40000	40000		
	(By way of goodwill)				



*[Handwritten signature]*

*[Handwritten signature]*



## SYENERGY ENVIRONICS LIMITED

Notes to Financial Statements for the year ended 31st March, 2020

## Note : 3 Reserve &amp; Surplus

(Amount in Rupees)

Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	Securities Premium Account - Share Premium Equity Shares	51,19,000	49,19,000
2	General reserves	67,50,000	67,50,000
3	Surplus/(defecit) in statement of profit and loss	4,78,32,241	2,65,80,242
	Less: Transferred to general reserve	-	17,50,000
	Add: Profit/(loss) for the period	3,20,03,642	2,62,15,750
	Net surplus/(defecit) in the statement of Profit and loss	7,98,35,883	5,10,45,992
	Less: Provision for Dividend & Tax	29,35,447	32,13,751
	<b>Total Reserves &amp; Surplus</b>	<b>8,87,69,436</b>	<b>5,95,01,242</b>

## Note : 4 Long Term Provisions

(Amount in Rupees)

Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	<b>Provision For Employees Benefit</b>		
	Leave encashment	3,69,122	2,82,749
	Gratuity	27,96,729	27,71,573
	<b>Total long term provisions</b>	<b>31,65,851</b>	<b>30,54,322</b>

## Note : 5 Trades Payable

(Amount in Rupees)

Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
	<b>-Sundry Creditors for Materiel/Supplies:</b>		
	Trade Payable -MSME	5,90,990	-
	-Others	4,64,336	9,89,243
	<b>-Sundry Creditors for Services:</b>		
	MSME	1,78,414	-
	Others	19,29,844	33,88,411
	<b>Total trade payable</b>	<b>31,63,583</b>	<b>43,77,654</b>

## Note : 6 Other Current Liabilities

(Amount in Rupees)

Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	Payable to Employees	5,72,572	4,68,920
2	Statutory liabilities	20,23,157	15,70,282
3	Advance From Customers	99,797	1,73,362
4	Security Deposit	74,000	74,000
	<b>Total other current liabilities</b>	<b>27,69,526</b>	<b>22,86,564</b>

## Note : 7 Short Term Provisions

(Amount in Rupees)

Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	<b>Provision For Employees Benefit</b>		
	Leave encashment	2,72,298	1,19,723
	Gratuity	21,14,964	14,16,027
2	<b>Others</b>		
	Expenses payable	1,05,97,627	1,45,33,298
	Dividend & tax	29,35,447	32,13,751
	Provision for Income tax payable	11,50,585	-
	<b>Total short term provisions</b>	<b>1,70,70,921</b>	<b>1,92,82,798</b>



*[Handwritten Signature]*

*[Handwritten Signature]*



**SYENERGY ENVIRONICS LIMITED**

**Notes to Financial Statements for the year ended 31<sup>st</sup> March, 2020**

Note : Fixed Asset

Sr. No	Particulars	Gross Block				Depreciaton			Net Block		
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Depreciation during the year	Deduction during the year	Value at the end	WDV as on 31.03.2020	WDV as on 31.03.2019
I	<b>Tangible Assets</b>										
1	Office Equipment	11,77,350	1,06,972	-	12,84,322	8,49,456	1,08,823	-	9,58,280	3,26,042	3,27,894,92
2	Furniture & Fixture	10,37,366	4,04,576	-	14,42,042	5,17,669	1,22,363	-	6,40,032	8,02,010	5,19,697
3	Air Conditioners	1,09,400	1,12,683	-	2,22,083	91,576	18,421	-	1,09,997	1,12,086	17,824
4	Fire Fighting Equipments	1,000	-	-	1,000	1,000	-	-	1,000	-	-
5	Computers	31,46,680	8,30,556	-	39,77,235	15,68,171	9,38,929	-	25,07,100	14,70,136	15,78,509
6	Plant & Machinery	28,65,186	5,54,831	-	34,20,017	5,46,778	2,07,571	-	7,54,348	26,65,669	23,18,408
7	Vehicle	24,22,591	19,21,900	-	43,44,491	6,13,493	4,52,082	-	10,65,575	32,78,916	18,09,098
	<b>SUB TOTAL (A)</b>	<b>1,07,59,573</b>	<b>39,31,618</b>	<b>-</b>	<b>1,46,91,191</b>	<b>41,88,143</b>	<b>18,48,188</b>	<b>-</b>	<b>60,36,332</b>	<b>86,54,859</b>	<b>65,71,431</b>
II	<b>Intangible Assets</b>	4,00,000	-	-	4,00,000	4,00,000	-	-	4,00,000	-	-
	<b>SUB TOTAL (B)</b>	<b>4,00,000</b>	<b>-</b>	<b>-</b>	<b>4,00,000</b>	<b>4,00,000</b>	<b>-</b>	<b>-</b>	<b>4,00,000</b>	<b>-</b>	<b>-</b>
	<b>Total [A + B] (Current Year)</b>	<b>1,11,59,573</b>	<b>39,31,618</b>	<b>-</b>	<b>1,50,91,191</b>	<b>45,88,143</b>	<b>18,48,188</b>	<b>-</b>	<b>64,36,332</b>	<b>86,54,859</b>	<b>65,71,431</b>
	(Previous Year)	72,05,859	39,83,214	29,500	1,11,59,573	35,34,913	10,59,921	6,692	45,88,144	65,71,431	36,70,945



*Red*

*Signature*



Note : 9 Deferred Tax Assets (Net)		(Amount in Rupees)	
Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	<b>Deferred Tax Assets</b>		
	Expenses allowable on payment basis		
	-Opening Balance	12,76,958	7,04,428
	-Expense Reconsided in the Profit & Loss Account	2,72,067	5,72,530
	-Closing Balance	15,49,025	12,76,958
2	<b>Deferred Tax Liability</b>		
	Fixed assets: Impact of difference between tax depreciation and depreciation charged for the financial reporting		
	-Opening Balance	(61,103)	-
	-Expense Reconsided in the Profit & Loss Account	(20,205)	(61,103)
	-Closing Balance	(81,308)	(61,103)
	<b>Total long term loans and advances</b>	<b>14,67,717</b>	<b>12,15,855</b>
Note : 10 Long Term Loans and Advances		(Amount in Rupees)	
Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	<b>Security Deposit</b>		
	a) Unsecured, Considered Good :		
	Security Deposits -Rental	26,40,990	22,59,600
	Security Deposits -Telephones/others	98,186	96,076
	<b>Total long term loans and advances</b>	<b>27,39,176</b>	<b>23,55,676</b>
Note : 11 Non-Current Investment		(Amount in Rupees)	
Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	<b>TRADE UNQUOTED</b>		
	EQUITY SHARES-Fully paid up		
	Investment in Subsidiary Companies		
	8000 (Previous year 8000) Equity Shares of SGD.1/- each of Synergy Environics Global Pte. Ltd.	3,86,080	3,86,080
	<b>Total</b>	<b>3,86,080</b>	<b>3,86,080</b>
Note : 12 Current Investment		(Amount in Rupees)	
Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	SMC Arbitrage funds		
	Arbitrage funds	2,10,19,046	-
	<b>Total</b>	<b>2,10,19,046</b>	<b>-</b>



*[Handwritten signature]*

*[Handwritten signature]*



Note : 13 Inventories		(Amount in Rupees)	
Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	Raw Material	17,06,564	17,29,837
2	Work In Process	9,99,392	8,18,408
3	Finished Goods	18,00,256	20,13,328
4	Stock in Trade	14,78,895	5,61,136
5	Stores & Spares	1,43,513	1,73,010
6	Tools & Implements	6,05,340	2,57,108
	<b>Total inventories</b>	<b>67,33,960</b>	<b>55,52,827</b>
Inventories are stated at cost using FIFO method			
Note : 14 Trade Receivables		(Amount in Rupees)	
Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	<b>Outstanding for more than six months</b>		
	a) Unsecured, Considered Good :	11,47,129	29,55,654
2	<b>Others</b>		
	a) Unsecured, Considered Good :	1,88,90,638	2,74,79,186
	<b>Total trade receivables</b>	<b>2,00,37,767</b>	<b>3,04,34,840</b>
Note : 15 Cash & Cash Equivalent		(Amount in Rupees)	
Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	<b>Balances with Banks</b>		
	In current a/cs	77,95,546	11,52,725
	In CC a/c (Credit)	2,68,935	22,538
	Deposits in the shape of FDR	4,08,87,710	3,94,53,044
		<b>4,89,52,191</b>	<b>4,06,28,307</b>
2	<b>Cash-in-Hand</b>		
	Cash Balance	5,66,000	5,12,948
		<b>5,66,000</b>	<b>5,12,948</b>
	<b>Total cash &amp; cash equivalent</b>	<b>4,95,18,191</b>	<b>4,11,41,255</b>
Note :16 Short Terms Loans and Advances		(Amount in Rupees)	
Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
	Advance Recoverable in cash or in kind or for value to be considered good		
	Advance to Suppliers	50,76,808	17,08,444
	Other Advances	20,655	21,099
	Advance to employees	3,09,508	4,94,699
	Interest Receivable	3,87,467	3,58,154
	Tax Collected at Source	-	16,450
	Advance Income Tax -F.Y 2019-20 (net of Provision of tax)	-	-
	Advance Income Tax -F.Y 2018-19 (net of Provision of tax)	13,65,560	8,01,502
	Advance Income Tax -F.Y 2016-17 (net of Provision of tax)	-	1,50,338
	<b>Total short term loans &amp; advances</b>	<b>71,59,998</b>	<b>35,50,686</b>
Note :17 Other Current Assets		(Amount in Rupees)	
Sr. No	Particulars	As at 31st March, 2020	As at 31st March 2019
1	Prepaid Expenses	1,99,773	2,21,181
	<b>Total other current assets</b>	<b>1,99,773</b>	<b>2,21,181</b>



*[Handwritten Signature]*

*[Handwritten Signature]*



Note : 18 Revenue from Operations			(Amount in Rupees)	
Sr. No	Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019	
a)	<b>Sales &amp; Purchase of goods manufactured/traded</b>			
1	Sale of goods manufactured	16,51,98,920	11,49,62,387	
		16,51,98,920	11,49,62,387	
	Less: Discount	1,47,08,102	1,20,23,583	
	<b>Gross Sales</b>	<b>15,04,90,818</b>	<b>10,29,38,804</b>	
b)	<b>Gross income derived from services rendered under broad heads</b>			
1	Consultancy fees	4,42,46,597	3,06,93,897	
	<b>Total - Revenue from Operations ( a 1, a 2 &amp; b 1)</b>	<b>19,47,37,415</b>	<b>13,36,32,701</b>	
Note : 19 Other Income/Receipts			(Amount in Rupees)	
Sr. No	Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019	
1	Travelling Expenses Recovered	13,92,644	13,05,781	
2	Postage & Courier Expense Recovered	33,535	-	
3	Return on Investments	10,18,124	-	
4	Misc. income	3,040	24,167	
5	Interest received	19,37,077	20,68,707	
6	Balance written back	1,08,469	13,849	
	<b>Total other income</b>	<b>44,92,889</b>	<b>34,12,504</b>	
Note :20 Change in Inventories			(Amount in Rupees)	
Sr. No	Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019	
1	Opening Stock			
	-Raw Material	17,29,837	-	
	- Work In Process	8,18,408	7,05,122	
	- Finished Goods	20,13,328	1,39,975	
	- Stock in Trade	5,61,136	1,68,954	
		<b>51,22,709</b>	<b>10,14,051</b>	
2	Closing Stock			
	-Raw Material	17,06,564	17,29,837	
	- Work In Process	9,99,392	8,18,408	
	- Finished Goods	18,00,256	20,13,328	
	- Stock in Trade	14,78,895	5,61,136	
		<b>59,85,107</b>	<b>51,22,709</b>	
	<b>Total change in inventories</b>	<b>(8,62,398)</b>	<b>(41,08,658)</b>	
Note : 21 Employees Benefits Expenses			(Amount in Rupees)	
Sr. No	Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019	
1	Salaries, Wages & other benefits	5,44,82,261	3,99,48,441	
2	Directors Remuneration	1,53,79,692	85,56,444	
3	Contribution to Provident Fund, ESIC and LWF	18,33,580	10,96,275	
	<b>Total employees benefits expenses</b>	<b>7,16,95,533</b>	<b>4,96,01,160</b>	



*[Handwritten signature]*

*[Handwritten signature]*



Note : 22 Depreciation & Amortised Cost			(Amount in Rupees)	
Sr. No	Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019	
1	Depreciation	18,48,188	10,59,921	
	<b>Total depreciation &amp; amortized cost</b>	<b>18,48,188</b>	<b>10,59,921</b>	
Note : 23 Finance Cost			(Amount in Rupees)	
Sr. No	Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019	
1	Bank Charges	92,433	2,44,109	
2	Interest on working capital	75,125	62,255	
	<b>Total depreciation &amp; amortized cost</b>	<b>1,67,558</b>	<b>3,06,364</b>	
Note : 24 Other Expenses			(Amount in Rupees)	
Sr. No	Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019	
1	Energy symbols consumption	1,92,518	2,16,477	
2	Power & Fuel	1,48,861	-	
3	Repair & Maintenance Plant & Machinery	5,14,405	4,33,380	
4	Rent	77,81,500	64,01,500	
5	Rates & Taxes	13,775	11,501	
6	Travelling & Conveyance	1,48,43,190	1,15,45,171	
7	Legal & Professional Charges	29,29,734	68,48,245	
8	Electricity & Water Charges	7,78,749	6,91,367	
9	Repair & Maintenance	25,02,640	11,65,442	
10	Director Sitting Fees	3,25,000	2,25,000	
11	Postage, telegram & Telephone	11,97,466	10,29,312	
12	Fees & Subscriptions	3,33,295	46,223	
13	Printing & Stationary	3,68,607	4,31,922	
14	Expenses -Chips	5,27,513	3,76,337	
15	Insurance	3,61,706	79,512	
16	Payment to statutory Auditor - Audit fees & Taxatation matters	90,000	65,000	
17	Advertisement, Marketing & Selling Expenses	1,30,14,065	1,07,64,414	
18	Commission/E commerce expenses	28,41,117	6,03,104	
19	Recruitments	30,63,519	8,69,625	
20	Miscellaneous expenses	2,73,827	1,78,947	
21	Interest paid on Income Tax	9,824	-	
22	Charity & Donation	11,90,000	16,16,500	
23	Balance Written off	4,89,333	43,805	
24	Brokerage	1,60,000	-	
25	Loss of sale of Fixed Asset	-	14,334	
	<b>Total other expenses</b>	<b>5,39,50,644</b>	<b>4,36,57,118</b>	



*[Handwritten signature]*

*[Handwritten signature]*



**SYENERGY ENVIRONICS LIMITED**

Notes to Financial Statements for the year ended 31st March, 2020

**25 Employed Benefits**
**a. Defined contribution plans**

The Company makes contributions, determined as a specified percentage of employee salaries, in respect of qualifying employees towards Provident Fund, Employees' State Insurance, and Labour welfare fund which are defined contribution plans. The Company has no obligations other than to make the specified contributions. The contributions are charged to profit or loss as they accrue. The amount recognised as an expense towards contribution to Provident Fund and Employees' State Insurance and Labour welfare fund for the year aggregated to Rs. 18,33,580/- (previous year Rs. 10,96,275/- )

**B Defined benefit plans**

The Company has a defined benefit gratuity plan in India governed by the Payment of Gratuity Act, 1972 which entitles the employee who has rendered at least 5 years of continuous service, to gratuity at the rate of 15 days wages for every completed year of service or part thereof in excess of 6 months, based on the rate of wages last drawn by the employee concerned.

The following table set out the status of the defined benefit obligation

	Gratuity		Leave Encashment	
	As at	As at	As at	As at
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
Net defined benefit liability	49,11,693	41,87,600	6,56,335	4,02,472
<b>Total employee benefit liabilities</b>				
Non current	27,96,729	27,71,573	3,69,122	2,82,749
Current	21,14,964	14,16,027	2,87,213	1,19,723

**(i) Reconciliation of the net defined benefit liability**

The following table shows a reconciliation from the opening balances to the closing balances for the net defined benefit liability and its components

	Gratuity		Leave Encashment	
	As at	As at	As at	As at
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
Balance at the beginning of the year	41,87,600	26,52,386	4,02,472	1,56,034
Benefits paid	-	-	(1,23,414)	(1,56,034)
Current service cost	6,41,448	15,35,214	3,65,773	4,02,472
Interest cost	3,20,351	-	26,069	-
Past Service Cost	4,07,276	-	-	-
Actuarial (gains) losses recognised on Obligations	(6,44,982)	-	(14,565)	-
<b>Balance at the end of the year</b>	<b>49,11,693</b>	<b>41,87,600</b>	<b>6,56,335</b>	<b>4,02,472</b>

**ii) Expense recognized in profit or loss**

	Gratuity		Leave Encashment	
	For the year ended		For the year ended	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
Current service cost	6,41,448	15,35,214	3,65,773	4,02,472
Past Service cost	4,07,276	-	-	-
Interest cost	3,20,351	-	26,069	-
Actuarial gain/(Loss)	(6,44,982)	-	(14,565)	-
	<b>7,24,093</b>	<b>15,35,214</b>	<b>3,77,277</b>	<b>4,02,472</b>

**iii) Actuarial assumptions**

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	Gratuity		Leave Encashment	
	As at		As at	
	As at	As at	As at	As at
	31 March 2020	31 March 2019	31 March 2020	31 March 2019
<b>Financial assumptions</b>				
Future salary growth	10.00%	10.00%	10.00%	10.00%
<b>Demographic assumptions</b>				
Mortality rate	IALM(2012-14)	IALM(2012-14)	IALM(2012-14)	IALM(2012-14)
Retirement age	58	58	58	58
Remaining working life	24.05 Years		24.05 Years	





**SYENERGY ENVIRONICS LIMITED**
**Notes to Financial Statements for the year ended 31<sup>st</sup> March, 2020**
**26 Related Party transactions**

In accordance with the Accounting Standard (AS-18) issued by the Institute of Chartered Accountants of India on Related Party Disclosures, where control exists and where key management personnel are able to exercise significant influence and, where transactions have taken place during the year, along with description of relationships as identified, as given below:-

Name and relation of Related Party	Nature of Relationship with the reporting enterprise
M/S Suvidha Parklift Limited	Enterprises over which Key Managerial Personnel are able to exercise significant influence
M/S JCL International Limited	
M/s Syenergy Environics Global Pte. Ltd.	Subsidiary Company
Mr. Ajay Poddar	Key Management Personnel
Mr. Pranav Poddar	
Manisha Matanhelia	
Rakesh Sarin	

**Related Party Transactions**

NAME	NATURE OF TRANSACTION	(Amount in Rupees)	
		As at March 31, 2020	As at March 31, 2019
Mr. Ajay Poddar	Remuneration	46,74,576	34,27,200
	Incentive	13,81,776	-
	Medical Reimbursement	1,34,591	1,76,573
	Car Hire Charges	-	1,95,000
Mr. Pranav Poddar	Remuneration	36,00,000	22,84,800
	Incentive	9,96,950	-
	Medical Reimbursement	-	1,18,649
M/s Syenergy Environics Global Pte. Ltd.	Sales	-	2,09,211
	Advance	-	4,00,813
Manisha Matanhelia	Remuneration	36,00,000	24,00,000
	Incentive	7,54,018	-
	Car Hire Charges	2,40,000	2,40,000
Rakesh Sarin	Remuneration	-	4,44,444
	Incentive	4,79,783	-

**Closing Balances of Related Party Transactions**

NAME	As at March 31, 2020	As at March 31, 2019
Mr. Ajay Poddar	(1,74,523)	(2,10,541)
Mr. Pranav Poddar	(1,84,975)	(1,40,774)
M/s Syenergy Environics Global Pte. Ltd.	7,33,621	7,33,621
Manisha Matanhelia	(1,82,975)	(1,45,864)
Rakesh Sarin	(53,068)	(97,353)

(Figures in bracket indicate credit balance)

**27 Information in pursuance of Clause 5(viii) of Part-II of Schedule III to the Companies Act, 2013 :**

	As at March 31, 2020	As at March 31, 2019
(i) Value of Imports	Rs 17,79,829	Rs. 6,42,046
(ii) Material, Stores consumed (trading)	NIL	NIL
(iii) Amount remitted during the financial year in foreign currency on account of dividend	NIL	NIL
(iv) Receipts in Foreign Exchange		
	As at March 31, 2020	As at March 31, 2019
	Amount (F.C)	Amount (INR)
Particulars	Amount (F.C)	Amount (INR)
Foreign Currency		
GBP	4,000	3,80,000
SGD	28,990	14,92,708
USD	18,683	14,01,225
Total		32,73,933
		11,04,675



*[Handwritten Signature]*

*[Handwritten Signature]*



(v) Expenditure in Foreign Currency:				
Particulars Foreign Currency	As at March 31, 2020		As at March 31, 2019	
	Amount (F.C)	Amount (INR)	Amount (F.C)	Amount (INR)
SGD	6,120	2,93,936	9,024	4,87,866
SWISS France	-	-	1,000	69,510
USD	6,565	2,88,673	7,564	4,08,787
EURO	337	54,785	764	66,533
HKD	-	-	2,111	20,871
Pounds	-	-	670	59,569
HKD	4,590	42,230	-	-
Pounds	1,949	1,68,837	-	-
Dhirams	-	-	3,126	61,828
PHLP	-	-	80	6,105
YUAN	7,000	72,975	500	15,445
MYR	647	7,186	-	-
NPR	18,094	11,309	-	-
AED	1,307	28,447	-	-
CNY	131	1,362	-	-
THB	31,700	87,958	-	-
<b>TOTAL</b>		<b>10,57,698</b>		<b>11,96,514</b>

**28 Covid - 19**

a "The outbreak of Coronavirus (COVID -19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. COVID-19 is significantly impacting business operation of the companies, by way of interruption in production, supply chain disruption, unavailability of personnel, closure / lock down of production facilities etc. On 24th March 2020, the Government of India ordered a nationwide lockdown for 21 days which further got extended till 31st May 2020 (with some relaxations) to prevent community spread of COVID-19 in India resulting in significant reduction in economic activities. Consequently, the Company business activities have also been affected. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future spread of the COVID-19 and its impact on the Company's business operations. The Company will continue to closely monitor any material changes to future economic conditions.

**29 Due to Micro, small and medium enterprises as defined under the MSMED Act, 2006**

Particulars	As at 31 March 2020	As at 31 March 2019
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting year		
- Principal amount due to micro and small enterprises	7,69,404	-
- Interest due on above	-	-
	<b>7,69,404</b>	<b>-</b>
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with amounts of payment made to supplier beyond the appointed day during each	-	-
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 the MSMED Act 2006	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006	-	-

**30** The previous year figure's has been regrouped, rearrange wherever necessary.

**31** Significant accounting policies and practices adopted by the Company are disclosed in the statement annexed to these financial statements as **Note 1**.

As per our report of even date

For **Rajan K. Gupta & Co.**

Chartered Accountants

FRN 005945C

Rajan Gupta

Partner

M.No 074696

Place:Delhi

Dated: 25.08.2020

For and on behalf of Board of Directors

**SYENERGY ENVIRONICS LIMITED**

**AJAY PODDAR**  
(MANAGING DIRECTOR)  
(DIN- 00177384)

**PRANAV PODDAR**  
(DIRECTOR)  
(DIN- 00177343)