

# **SYENERGY ENVIRONICS LIMITED**

**NEW DELHI**

**REPORT  
&  
ACCOUNTS  
2018-2019**

## BOARD REPORT

### To The Members,

Your Directors have pleasure in submitting their 13<sup>th</sup> Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2019. 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 made app 10,75,000 nos people (Last year app 3,51,000 nos) healthier 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 31.03.2019

Amt/Rs Lacs.

Particulars	FY2018-19 Unconsolidated	FY 2017-187 Unconsolidated	FY 2018-19 Consolidated	FY 2017-18 consolidated
Gross Receipts from Consultancy	306.94	261.90	306.94	261.90
Receipt from sale of Products	1029.39	404.19	1032.74	404.19
Other Income	34.13	22.09	34.13	22.09
<b>Total Sales/Income</b>	<b>1370.46</b>	<b>688.18</b>	<b>1373.81</b>	<b>688.18</b>
Total Expenses before Interest & Depreciation	992.31	466.67	999.70	468.63
Interest	0.62	0.37	0.62	0.37
Profit Before Depreciation	377.53	221.14	373.49	219.18
Depreciation	10.60	7.93	10.60	7.93
<b>Net Profit before Tax</b>	<b>366.93</b>	<b>213.21</b>	<b>362.89</b>	<b>211.25</b>
Provision for Taxation (net of adjustment of last year)	109.88	55.97	109.88	55.97
Provision for Deferred Tax	(5.11)	4.62	(5.11)	4.62
<b>Net Profit / Loss for the Year</b>	<b>262.16</b>	<b>152.62</b>	<b>258.12</b>	<b>150.66</b>
Surplus Brought forward from Previous Years (Including General reserves)	315.80	185.22	313.84	185.22

Proposed Dividend & Tax	32.14	22.04	32.14	22.04
Share Premium received	49.19	-	49.19	-
Surplus Carried forward Including General reserves	595.01	315.80	589.01	313.84
Earning Per Share (Basic)	95.17	75.00	93.71	74.03
Earning Per Share (Diluted)	95.17	75.00	93.71	74.03

## 2. DIVIDEND

Your Directors are pleased to recommend a Dividend of Rs 10/- (Net of tax) per equity shares of the face value of Rs 10/-, which is provided for in the accounts absorbing a sum of Rs 3213751/- (including tax), 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: 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..

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 very bright. Various initiatives have been planned to scale up the business substantially during the year. 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, packaging and collaterals for products, improve positioning, awareness by better communication. Productize some service offerings. Tie up with more credible agencies for more testing and research.
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.
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? d) If not fully absorbed, area where this has not taken place reasons therefore and future plan of action.	No technology has been imported during the last five years.  Nil Not applicable Not applicable  N.A

D FOREIGN EXCHANGE EARNING : Rs 1104675/-

E FOREIGN EXCHANGE OUTGO : Rs 1821784/-

#### **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 is 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**

a) The Company had 4 Board meetings during the financial year under review.

b) The Company is having website [www.environics.co.in](http://www.environics.co.in) and annual return of Company has been published on such website.

#### **14. DIRECTORS RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:—

(a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the annual accounts on a going concern basis; and

(e) the directors had laid down internal financial controls to be followed by the company and that such Internal Financial Controls are adequate and were operating effectively.

(f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **15. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

Company has a subsidiary company in Singapore M/S Syenergy Environics global Pte Limited. The Company does not have any Joint venture or Associate Company.

#### **16. DEPOSITS**

The Company has neither accepted nor renewed any deposits during the year under review.

#### **17. DIRECTORS**

Mr Salil Bhandari and Mr. Abhishek Poddar retire at this Annual General Meeting and being eligible offer themselves for re-appointment.

During the year, Mr. Rakesh Sarin has been appointed as "Additional Director". No Directors has resigned during the year

#### **18. DECLARATION OF INDEPENDENT DIRECTORS**

The Independent Directors have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

#### **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 14.08.2018. 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

The Company has not provided any Stock Option Scheme to the employees.

23. There was no material order passed by the regulators/Courts or tribunal during the year.

24. During the year, no fraud was reported as required under section 143(12) by the Auditor.

## 25. ACKNOWLEDGEMENTS

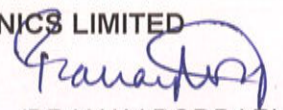
Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

FOR ON THE BEHALF OF BOARD OF DIRECTORS

For SYENERGY ENVIRONICS LIMITED

  
(AJAY PODDAR)

MANAGING DIRECTOR

  
(PRANAV PODDAR)

DIRECTOR

PLACE: New Delhi

DATED: 02.08.2019

# 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 financial statements of SYENERGY ENVIRONICS LIMITED ("the Company"), which comprise the balance sheet as at March 31, 2019, and the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

#### 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:

- 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;
- 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;
- The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account;
- 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;
- On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act;
- 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;
- 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: Delhi  
Date: 02/08/2019

UDIN : 19074696 AAAADZ 6017

## "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, 2019:

- 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, 2019 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 money by way of further public offer of total number of 89,225 shares (including right issue of shares) during the year and further company had not taken any term loans 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. 23 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 is 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: Delhi

Date: 02/08/2019

VDIN: 19074696 AAAADZ6017

## **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, 2019, 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, 2019, 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: Delhi

Date: 02/08/2019

UDIN: 19074696AAAADZ6017



**SYENERGY ENVIRONICS LIMITED**

(CIN- U91990DL2007PLC158833)

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

**BALANCE SHEET AS AT 31ST MARCH, 2019**

Amount in Rupees

Particulars	Note. No.	As at 31st March, 2019	As at 31st March, 2018
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	2	29,27,250	20,35,000
(b) Reserves and Surplus	3	5,95,01,242	3,15,80,242
<b>(2) Non-Current Liabilities</b>			
(a) Long Term Provisions	4	30,54,322	17,21,679
<b>(3) Current Liabilities</b>			
(a) Trade Payables	5	43,77,654	21,93,459
(b) Other Current Liabilities	6	22,86,564	16,01,907
(c) Short-Term Provisions	7	1,92,82,798	63,50,274
<b>Total Equity &amp; Liabilities</b>		<b>9,14,29,831</b>	<b>4,54,82,561</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Fixed Assets			
- Tangible Assets	8	65,71,431	36,70,945
(b) Deferred Tax Assets (Net)	9	12,15,855	7,04,428
(c) Long term loans and advances	10	23,55,676	5,85,333
(d) Non-current Investment	11	3,86,080	3,86,080
<b>(2) Current Assets</b>			
(a) Inventories	12	55,52,827	13,75,988
(b) Trade receivables	13	3,04,34,840	1,25,52,966
(c) Cash and Bank balances	14	4,11,41,255	2,44,52,509
(d) Short term loans & Advances	15	35,50,686	16,46,932
(e) Other Current Assets	16	2,21,181	1,07,380
<b>Total Assets</b>		<b>9,14,29,831</b>	<b>4,54,82,561</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

FRN: 005945C



For and on behalf of Board of Directors

**SYENERGY ENVIRONICS LIMITED**

(CA RAJAN GUPTA)


Partner

Membership No. : 074696

Place : New Delhi

Dated : 02-08-2019

  
AJAY PODDAR  
(MANGING DIRECTOR)  
(DIN- 00177384)

  
PRANAV PODDAR  
(DIRECTOR)  
(DIN- 00177343)

**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, 2019**

Amount in Rupees

Sr. No	Particulars	Note No.	As at 31st March, 2019	As at 31st March, 2018
I	Revenue from operations	17	13,36,32,701	6,66,09,340
II	Other Income/Receipts	18	34,12,504	22,09,175
III	<b>Total Revenue (I +II)</b>		<b>13,70,45,205</b>	<b>6,88,18,515</b>
IV	<b>Expenses:</b>			
	Purchases		98,36,760	54,15,184
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	19	(41,08,658)	(8,98,594)
	Employee Benefits Expense	20	4,96,01,160	1,99,67,776
	Depreciation and Amortization Expense	21	10,59,921	7,92,652
	Other Expenses	22	4,39,63,481	2,22,19,952
	<b>Total Expenses (IV)</b>		<b>10,03,52,664</b>	<b>4,74,96,970</b>
V	Profit before exceptional and extraordinary items and tax	(III - IV)	<b>3,66,92,540</b>	<b>2,13,21,545</b>
VI	Add: Prior Period Income		-	-
VII	Profit before extraordinary items and tax (V - VI)		<b>3,66,92,540</b>	<b>2,13,21,545</b>
VIII	Profit before tax (VII)		<b>3,66,92,540</b>	<b>2,13,21,545</b>
IX	<b>Tax expense:</b>			
	(1) Current tax		1,10,00,000	60,00,000
	(2) Deferred tax		(5,11,427)	4,62,431
	(3) Short/(Excess) provision of earlier year tax		(11,783)	(4,03,132)
X	Profit(Loss) from the period from continuing operations	(VIII-IX)	<b>2,62,15,750</b>	<b>1,52,62,246</b>
XI	Profit/(Loss) for the period (X)		<b>2,62,15,750</b>	<b>1,52,62,246</b>
XII	Earning per equity share:			
	(1) Basic		95.17	75.00
	(2) Diluted		95.17	75.00

**Significant Accounting Policies**

1

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

This is the Statement of Profit and loss referred to in our report of even date

**FOR RAJAN K GUPTA & CO**

Chartered Accountants

FRN : 005945C



(CA RAJAN GUPTA)

Partner

Membership No. : 074696

Place : New Delhi

Dated : 02-08-2019

For and on behalf of Board of Directors

**SYENERGY ENVIRONICS LIMITED**

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

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

**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, 2019)**

**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.



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(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 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.



*R.K. Gupta* *Chartered Accountant*

## **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.



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**SYENERGY ENVIRONICS LIMITED**

 Notes to Financial Statements for the year ended 31<sup>st</sup> March, 2019

Note : 2 Share Capital		Amount in Rupees	
Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
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 292725 ( P.Y 153500) Equity Shares of Rs. 10/- each, Fully	5,00,000 24,27,250	5,00,000 15,35,000
	<b>Total Share Capital</b>	<b>29,27,250</b>	<b>20,35,000</b>

**Terms/right attached to Equity Shares**

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 Reconciliation of shares outstanding at the beginning of the year and at the end of the reporting period.**

	As at 31st March, 2019		As at 31st March, 2018	
	No. of shares	Amount in Rs.	No. of shares	Amount in Rs.
<b>Equity shares</b>				
At beginning of the period	2,03,500	20,35,000	2,03,500	20,35,000
shares issued during the year	89,225	8,92,250	-	-
Shares bought back during the year	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>2,92,725</b>	<b>29,27,250</b>	<b>2,03,500</b>	<b>20,35,000</b>

- (i) 71225 nos Equity shares issued on Right basis @ RS 50/- per share (Including premium of RS 40/- per share in 2018-19)  
 (ii) 18000 nos Equity shares issued on Preferential basis @ RS 125/- per share (Including premium of RS 115/- per share in 2018-19)

d Shareholding in excess of 5% of the total holding	As on 31.03.2019		As on 31.03.2018	
	Nos	%age	Nos	%age
Mr. Ajay Poddar	68,488	23.40	59,250	29.12
Ms. Manisha Matanhelia	40,500	13.84	30,000	14.74
Ms. Nalini Poddar	28,000	9.57	18,000	8.85
Ms. Shweta Poddar	27,763	9.48	17,750	8.72
Mr. Pranav Poddar	37,125	12.68	27,500	11.70
M/S Luckey Valley Estate LLP	16,274	5.56	-	-

**e Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash**

	As on 31.03.2019	As on 31.03.2018
Mr. Ajay Poddar - Equity shares (Nos) (By way of goodwill)	40000	40000

**Note : 3 Reserve & Surplus**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	Securities Premium Account - Share Premium Equity Shares	49,19,000	-
2	General reserves	67,50,000	50,00,000
3	Surplus/(defecit) in statement of profit and loss	2,65,80,242	1,52,72,346
	Less: Transferred to general reserve	17,50,000	17,50,000
	Add: Profit/(loss) for the period	2,62,15,750	1,52,62,246
	Net surplus/(defecit) in the statement of Profit and loss	5,10,45,992	2,87,84,592.07
	Less: Provision for Dividend & Tax	32,13,751	22,04,350
	<b>Total Reserves &amp; Surplus</b>	<b>5,95,01,242</b>	<b>3,15,80,242</b>



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**Note : 4 Long Term Provisions**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	<b>Provision For Employees Benefit</b>		
	Leave encashment	2,82,749	1,09,007
	Gratuity	27,71,573	16,12,672
	<b>Total long term provisions</b>	<b>30,54,322</b>	<b>17,21,679</b>

**Note : 5 Trades Payable**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
	<b>-Sundry Creditors for Materiel/Supplies:</b>		
	Trade Payable -MSME	-	
	-Others	9,89,243	12,013
	<b>-Sundry Creditors for Services:</b>		
	MSME	-	-
	Others	33,88,411	21,81,446
	<b>Total trade payable</b>	<b>43,77,654</b>	<b>21,93,459</b>

**Note : 6 Other Current Liabilities**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	Payable to Employees	4,68,920	3,43,835
2	Statutory liabilities	15,70,282	11,77,472
3	Advance From Customers	1,73,362	6,600
4	Security Deposit	74,000	74,000
	<b>Total other current liabilities</b>	<b>22,86,564</b>	<b>16,01,907</b>

**Note : 7 Short Term Provisions**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	<b>Provision For Employees Benefit</b>		
	Leave encashment	1,19,723	47,027
	Gratuity	14,16,027	10,39,714
2	<b>Others</b>		
	Expenses payable	1,45,33,297	19,06,586
	Dividend & tax	32,13,751	22,04,350
	Provision for Income tax	-	11,52,597
	<b>Total short term provisions</b>	<b>1,92,82,798</b>	<b>63,50,274</b>



*Rajan K. Gupta*

Note : 8 Fixed Asset

Amount in Rupees

Sr. No	Particulars	Gross Block			Depreciation			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 31.03.2019	WDV as on 31.03.2018
I	<u>Tangible Assets</u>										
1	Office Equipment	8,92,235	2,85,115	-	11,77,350	7,58,620	90,837	-	8,49,457	3,27,895	1,33,615
2	Furniture & Fixture	10,37,366	-	-	10,37,366	4,11,446	1,06,223	-	5,17,669	5,19,697	6,25,920
3	Air Conditioners	1,38,900	-	29,500	1,09,400	90,661	7,607	6,692	91,576	17,824	48,239
4	Fire Fighting Equipments	1,000	-	-	1,000	1,000	-	-	1,000	-	-
5	Computers	19,52,935	11,93,745	-	31,46,680	9,89,366	5,78,805	-	15,68,171	15,78,509	9,63,569
6	Plant & Machinery	21,72,382	6,92,804	-	28,65,186	3,88,831	1,57,946	-	5,46,778	23,18,408	17,83,551
7	Vehicle	6,11,041	18,11,550	-	24,22,591	4,94,990	1,18,503	-	6,13,493	18,09,098	1,16,051
	<b>SUB TOTAL (A)</b>	<b>68,05,859</b>	<b>39,83,214</b>	<b>29,500</b>	<b>1,07,59,573</b>	<b>31,34,913</b>	<b>10,59,921</b>	<b>6,692</b>	<b>41,88,144</b>	<b>65,71,431</b>	<b>36,70,945</b>
II	<u>Intangible Assets</u>										
		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>72,05,859</b>	<b>39,83,214</b>	<b>29,500</b>	<b>1,11,59,573</b>	<b>35,34,913</b>	<b>10,59,921</b>	<b>6,692</b>	<b>45,88,144</b>	<b>65,71,431</b>	<b>36,70,945</b>
	<b>(Previous Year)</b>	<b>51,74,107</b>	<b>20,31,752</b>	<b>-</b>	<b>72,05,859</b>	<b>27,42,263</b>	<b>7,92,652</b>	<b>-</b>	<b>35,34,914</b>	<b>36,70,945</b>	<b>24,31,844</b>



*Rishi K. Gupta*



**Note : 9 Deferred Tax Assets (Net)**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	<b>Deferred Tax Assets</b> Expenses allowable on payment basis	12,76,958	7,73,790
2	<b>Deferred Tax Liability</b> Fixed assets: Impact of difference between tax depreciation and depreciation charged for the financial reporting	(61,103)	(69,362)
	<b>Total long term loans and advances</b>	<b>12,15,855</b>	<b>7,04,428</b>

**Note : 10 Long Term Loans and Advances**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	<b>Security Deposit</b> a) Unsecured, Considered Good : Security Deposits -Rental Security Deposits -Telephones/others	22,59,600 96,076	2,39,600 3,45,733
	<b>Total</b>	<b>23,55,676</b>	<b>5,85,333</b>

**Note : 11 Non-Current Investment**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
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 Syenergy Envirionics Global Pte. Ltd.	3,86,080	3,86,080
	<b>Total</b>	<b>3,86,080</b>	<b>3,86,080</b>

**Note : 12 Inventories**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	Raw Material	17,29,837	-
2	Work In Process	8,18,408	7,05,122
3	Finished Goods	20,13,328	1,39,975
4	Stock in Trade	5,61,136	1,68,954
5	Stores & Spares	1,73,010	1,35,497
6	Tools & Implements	2,57,108	2,26,440
	<b>Total inventories</b>	<b>55,52,827</b>	<b>13,75,988</b>

Inventories are stated at cost using FIFO method

**Note : 13 Trade Recievables**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	<b>Outstanding for more than six months</b> a) Unsecured, Considered Good :	29,55,654	9,37,934
2	<b>Others</b> a) Unsecured, Considered Good :	2,74,79,186	1,16,15,032
	<b>Total trade receivables</b>	<b>3,04,34,840</b>	<b>1,25,52,966</b>



*Rajan K. Gupta*

**Note : 14 Cash & Cash Equivalent**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	<b>Balances with Banks</b>		
	In current a/cs	11,52,725	25,42,999
	In CC a/c (Credit)	22,538	8,63,293
	Payment in Transit	-	44,579
	Deposits in the shape of FDR	3,94,53,044	2,08,45,177
		<b>4,06,28,307</b>	<b>2,42,96,048</b>
2	<b>Cash-in-Hand</b>		
	Cash Balance	5,12,948	1,56,461
		<b>5,12,948</b>	<b>1,56,461</b>
	<b>Total cash &amp; cash equivalent</b>	<b>4,11,41,255</b>	<b>2,44,52,509</b>

**Note :15 Short Terms Loans and Advances**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
	Advance Recoverable in cash or in kind or for value to be considered good		
	Advance to Suppliers	17,08,444	6,94,005
	Other Advances	21,099	2,33,748
	Advance to employees	4,94,699	3,32,789
	Interest Receivable	3,58,154	1,75,142
	Tax Collected at Source	16,450	-
	Advance Income Tax -F.Y 2018-19 (net of Provision of tax)	8,01,502	-
	Advance Income Tax -F.Y 2016-17 (net of Provision of tax)	1,50,338	2,11,248
	<b>Total short term loans &amp; advances</b>	<b>35,50,686</b>	<b>16,46,932</b>

**Note :16 Other Current Assets**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	Prepaid Expenses	2,21,181	1,07,380
	<b>Total other current assets</b>	<b>2,21,181</b>	<b>1,07,380</b>



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# SYENERGY ENVIRONICS LIMITED

Notes to Financial Statements for the year ended 31<sup>st</sup> March, 2019

## Note : 17 Revenue from Operations

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
a)	<b>Sales &amp; Purchase of goods manufactured/traded</b>		
1	Sale of goods manufactured	11,49,62,387	4,04,19,176
2	Sale of goods traded		-
		11,49,62,387	4,04,19,176
	Less: Discount	1,20,23,583	-
	<b>Gross Sales</b>	<b>10,29,38,804</b>	<b>4,04,19,176</b>
3	Purchases	98,36,760	54,15,184
b)	<b>Gross income derived from services rendered under broad heads</b>		
1	Consultancy fees	3,06,93,897	2,61,90,163
	<b>Total - Revenue from Operations ( a 1, a 2 &amp; b 1)</b>	<b>13,36,32,701</b>	<b>6,66,09,340</b>

## Note : 18 Other Income/Receipts

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	Travelling Expenses Recovered	13,05,781	10,42,114
2	Misc. income	24,167	5,620
3	Interest received	20,68,707	11,38,204
4	Balance written back	13,849	23,237
		-	-
	<b>Total other income</b>	<b>34,12,504</b>	<b>22,09,175</b>

## Note :19 Change in Inventories

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	Opening Stock		
	-Raw Material	-	-
	- Work In Process	7,05,122	-
	- Finished Goods	1,39,975	-
	- Stock in Trade	1,68,954	1,15,457
		<b>10,14,051</b>	<b>1,15,457</b>
2	Closing 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>
	<b>Total change in inventories</b>	<b>(41,08,658)</b>	<b>(8,98,594)</b>

## Note : 20 Employees Benefits Expenses

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	Salaries, Wages & other benefits	4,10,44,716	1,38,50,776
2	Directors Remuneration	85,56,444	61,17,000
	<b>Total employees benefits expenses</b>	<b>4,96,01,160</b>	<b>1,99,67,776</b>



*(Handwritten signatures)*

**Note : 21 Depreciation & Amortised Cost**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	Depreciation	10,59,921	7,92,652
	<b>Total depreciation &amp; amortized cost</b>	<b>10,59,921</b>	<b>7,92,652</b>

**Note : 22 Other Expenses**

Sr. No	Particulars	As at 31st March, 2019	As at 31st March, 2018
1	Energy symbols consumption	2,16,477	1,46,604
2	Power & Fuel	-	78,575
3	Repair & Maintenance Plant & Machinery	4,33,380	-
4	Rent	64,01,500	17,19,800
5	Rates & Taxes	11,501	8,231
6	Travelling & Conveyance	1,15,45,171	79,75,268
7	Legal & Professional Charges	68,48,245	14,90,660
8	Electricity & Water Charges	6,91,367	2,33,879
9	Repair & Maintenance	11,65,442	11,19,735
10	Director Sitting Fees	2,25,000	2,75,000
11	Postage, telegram & Telephone	10,29,312	8,71,107
12	Fees & Subscriptions	46,223	7,48,173
13	Printing & Stationary	4,31,922	2,48,509
14	Expenses -Chips	3,76,337	14,220
15	Insurance	79,512	1,31,642
16	Payment to statutory Auditor - Audit fees & Taxation matters	65,000	55,000
17	Advertisement	2,86,887	2,55,335
18	Business Promotion & Selling Expenses	1,04,77,527	47,71,359
19	Commission/E commerce expenses	6,03,104	2,91,777
20	Recruitments	8,69,625	4,34,235
21	Interest on Working Capital, other Interest and Bank Charges	3,06,364	2,82,463
22	Miscellaneous expenses	1,78,947	1,81,748
23	Service Tax	-	2,22,609
24	Charity & Donation	16,16,500	3,13,000
25	Balance Written off	43,805	3,51,021
26	Loss of sale of Fixed Asset	14,334	-
	<b>Total other expenses</b>	<b>4,39,63,481</b>	<b>2,22,19,952</b>



*Rajan K. Gupta*

# SYENERGY ENVIRONICS LIMITED

Notes to Financial Statements for the year ended 31<sup>st</sup> March, 2019

## 23 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	

### Related Party Transactions

(Amount in Rupees)

NAME	NATURE OF TRANSACTION	As at March 31, 2019	As at March 31, 2018
Mr. Ajay Poddar	Remuneration	34,27,200	28,32,000
	Medical Reimbursement	1,76,573	1,45,936
	Car Hire Charges	1,95,000	2,40,000
Mr. Pranav Poddar	Remuneration	22,84,800	15,00,000
	Medical Reimbursement	1,18,649	46,494
M/s Syenergy Environics Global Pte. Ltd.	Sales	2,09,211	-
	Advance	4,00,813	3,32,808
Manisha Matanhelia	Remuneration	24,00,000	17,85,000
	Car Hire Charges	2,40,000	2,40,000
Rakesh Sarin	Remuneration	4,44,444	-

### Closing Balances of Related Party Transactions

NAME	As at March 31, 2019	As at March 31, 2018
Mr. Ajay Poddar	(2,10,541)	(2,55,600)
Mr. Pranav Poddar	(1,40,774)	(2,04,384)
M/s Syenergy Environics Global Pte. Ltd	7,33,621	3,32,808
Manisha Matanhelia	(1,45,864)	(2,12,700)
Rakesh Sarin	(97,353)	-

(Figures in bracket indicate credit balance)

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

- Value of Imports
- Material, Stores consumed (trading)  
Amount remitted during the financial year in foreign currency on account of dividend
- Receipts in Foreign Exchange

As at March 31, 2019	As at March 31, 2018
----------------------	----------------------

Rs. 6,42,046	NIL
NIL	NIL
NIL	NIL

Particulars	As at March 31, 2019		As at March 31, 2018	
	Amount (F.C)	Amount (INR)	Amount (F.C)	Amount (INR)
<b>Foreign Currency</b>				
GBP	2,500	2,25,250	4,850	4,35,000
SGD	6,300	3,20,740	11,277	5,41,147
USD	7,785	5,58,685	20,890	14,62,276
THB	-	-	6,24,622	9,36,933
<b>Total</b>		<b>11,04,675</b>		<b>33,75,356</b>



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(v) Expenditure in Foreign Currency:

Particulars	As at March 31, 2019		As at March 31, 2018	
	Amount (F.C)	Amount (INR)	Amount (F.C)	Amount (INR)
SGD	9,024	4,87,866	22,727	10,71,799
SWISS France	1,000	69,510	-	-
USD	7,564	4,08,787	6,070	3,15,934
EURO	764	66,533	4,023	61,117
HKD	2,111	20,871	-	-
Pounds	670	59,569	574	52,325
Dhirams	3,126	61,828	1,404	33,531
PHLP	80	6,105	-	-
YUAN	500	15,445	-	-
THB	-	-	14,291	98,270
AED	-	-	516	38,863
TOTAL		18,21,784		21,01,215

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

26 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 : 02-08-2019

For and on behalf of Board of Directors

SYENERGY ENVIRONICS LIMITED

AJAY PODDAR  
(MANGING DIRECTOR)  
(DIN- 00177384)

PRANAV PODDAR  
(DIRECTOR)  
(DIN- 00177343)

**SYENERGY ENVIRONICS LIMITED**

(CIN- U91990DL2007PLC158833)

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

**STATEMENT OF CASH FLOW FOR THE PERIOD ENDED ON 31ST MARCH, 2019**

Amount in Rupees

Sr. No	Particulars	For the year ended 31st March, 2019	For the year ended 31st March, 2018
1	Net Profit as per Profit and Loss A/c	2,62,15,750	1,52,62,246
	Less: Dividend & Tax thereon	32,13,751	22,04,350
	Less: Provision for Deferred tax	5,11,427	(4,62,431)
	<b>Add: Non Cash Items</b>		
	Depreciation and Amortization Expense	10,59,921	7,92,652
	Loss of Sale of Fixed Assets	14,334	-
	Cash receipt on sale of Fixed Asset	8,474	-
	<b>Adjusted Profit &amp; loss A/c</b>	<b>2,35,73,301</b>	<b>1,43,12,978.8100</b>
2	<b>Source of Funds</b>		
	Increase in Share Capital	8,92,250	-
	Increase in Share Premium	49,19,000	-
	Increase in Long term Liabilities	13,32,643	2,90,747
	Increase in Short term borrowings	-	(6,86,159)
	Increase in Sundry Creditors	-	-
	Increase in Current Liabilities	6,84,658	(4,96,875)
	Increase in Short term Liabilities	-	-
	Decrease in inventories	-	-
	Decrease in Long term loan & Advances	(17,70,343)	(1,85,847)
	Decrease in Short term Loan & Advances	-	-
	Decrease in other Current Assets	(1,13,801)	19,324
	<b>Total Source of Funds</b>	<b>59,44,407</b>	<b>(10,58,811)</b>
3	<b>Uses of Funds</b>		
	Increase in Fixed Assets	39,83,214	20,31,752
	Increase in Long term loan & Advances	-	-
	Increase in Trade Receivable	1,78,81,874	45,01,370
	Increase in Inventory	41,76,839	9,42,912
	Increase in Short term Loan & Advances	19,03,755	(24,53,782)
	Increase in Long Term Investment	-	3,86,080
	Decrease in Long term Liabilities	-	-
	Decrease in Sundry Creditors	(21,84,195)	(5,55,107)
	Decrease in Current Liabilities	-	-
	Decrease in Short term Liabilities	(1,29,32,524)	(21,03,115)
	<b>Total use of funds</b>	<b>1,28,28,962</b>	<b>27,50,110</b>
	<b>Net Balance</b>	<b>(68,84,555)</b>	<b>(38,08,921)</b>
	Add: Opening Cash & bank Balance	2,44,52,509	1,39,48,453
	<b>Closing Cash &amp; bank Balance</b>	<b>4,11,41,255</b>	<b>2,44,52,511</b>

FOR RAJAN K GUPTA & CO

Chartered Accountants

FRN: 005945C

(CA RAJAN GUPTA)

Partner

Membership No. : 074696

Place : New Delhi

Dated : 02-08-2019

For and on behalf of Board of Directors

**SYENERGY ENVIRONICS LIMITED**

*(Signature of Ajay Poddar)*      *(Signature of Pranav Poddar)*

AJAY PODDAR

(MANGING DIRECTOR)

(DIN- 00177384)

PRANAV PODDAR

(DIRECTOR)

(DIN- 00177343)

