



**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF FLASH FORGE PRIVATE LIMITED**

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

**Opinion**

We have audited the accompanying standalone financial statements of **FLASH FORGE PRIVATE LIMITED** ("the Company"), which comprise the **Balance Sheet as at March 31, 2022**, the Statement of Profit and Loss and statement of cash flows then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its Profit for the year ended on that date.

**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 standalone financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



## **Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and informing our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

## **Information other than the standalone 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 Annexure to Board's Report, Business Responsibility Report but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the 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 Standalone the Financial Statements**

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

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

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



## **Auditors' Responsibility for the Audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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 standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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



## 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 the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss and the cash flow statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls 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) The Company being a private limited company, 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 respect of whether the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act is not applicable; and

(h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:

- i. The Company does not have any pending litigations as at March 31, 2022 which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2022.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2022.

For V.Jagannadham & Associates,  
Chartered Accountants  
FRN: 0011396S  
Chartered Accountants



Place: Visakhapatnam

  
V. Jagannadham  
Partner

MNo: 024303

UDIN: 22024303BFWKWCB156

## Annexure A to Independent Auditors' Report

**Referred to in paragraph on Report on Other Legal and Regulatory Requirements of the Independent Auditors' Report of even date to the members of Flash Forge Private Limited on the standalone financial statements as of and for the year ended March 31, 2022**

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.  
  
(b) The fixed assets are physically verified by the Management according to a phased programme designed to cover all the items 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. However, no physical verification was carried out by the Management during the year. Accordingly, the discrepancies, if any, could not be ascertained and therefore, we are unable to comment on whether the discrepancies, if any, have been properly dealt with in the books of account.  
  
(c) According to the information and explanations are given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.
- ii. The inventory has been physically verified by the management during the year, based on planned cyclical count procedures. In our opinion, the frequency of such verification is reasonable. However, due to the lockdown restrictions issued by the Central and State Government following the COVID'19 pandemic, the Company could not carry out physical verification of inventory at the reporting date. The physical verification of inventory was done by the management subsequent to the balance sheet date on the partial lifting of the lockdown. We have relied on the management in this regard since we could not observe the physical inventory verification because of the travel restrictions imposed due to COVID'19. We have performed roll backward procedures based on the management physical verification of inventory subsequent to the balance sheet date to reconcile with the book stock as of the reporting date. According to the information and explanations are given to us and based on the alternative procedures performed as aforesaid, no material discrepancies were noticed on such verification.
- iii. According to information and explanation are given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships, or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.





- iv. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of the loans and investments made, and guarantees and security provided by it.
- v. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of Sections 73, 74, 75 and 76 or any other relevant provisions of the Act and the Rules framed there under to the extent notified, with regard to the deposits accepted from the public. According to the information and explanations given to us, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the Company in respect of the aforesaid deposits.
- vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products.

We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, undisputed statutory dues of income-tax have to be deposited with the appropriate authorities.
- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, sales-tax, service-tax, duty of customs, and duty of excise or value added tax or goods and service tax which have not been deposited on account of any dispute.
- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government or dues to debenture holders as at the balance sheet date.



- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, the provisions of Clause 3(xi) of the Order are not applicable to the Company.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under [Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014/ Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review<sup>39</sup>. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.



- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For V.Jagannadham & Associates,  
Chartered Accountants  
FRN: 0011396S  
Chartered Accountants



*V. Jagannadham*

V. Jagannadham  
Partner  
MNo: 024303  
UDIN:

Place: Visakhapatnam

## **Annexure B to Independent Auditors' Report**

Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' section of the Independent Auditors' Report of even date to the members of Flash Forge Private Limited on the standalone financial statements for the year ended March 31, 2022

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act**

1. We have audited the internal financial controls over financial reporting of Flash Forge Private Limited as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

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

### **Auditors' Responsibility**

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





4. 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 judgment, including the assessment of the risks of material misstatement of the Standalone financial statements , whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls Over Financial Reporting**

6. 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 standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable

assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements .



## **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

## **Opinion**

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


## **Other Matter**

9. Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to two Branches of the Company. Our opinion is not qualified in respect of this matter.

Place: Visakhapatnam



For V. Jagannadham & Associates,  
Chartered Accountants  
FRN: 0011396S  
Chartered Accountants

  
V. Jagannadham  
Partner

MNo: 024303  
UDIN:

**FLASH FORGE PRIVATE LIMITED**  
**Balance Sheet as at 31st March 2022**

Amount in Rs In Lakhs

Particulars		Sch No.	As at 31st ,March 2022	As at 31st ,March 2021
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' Funds</b>			
	(a) Share Capital	1	749.07	749.07
	(b) Reserves and Surplus	2	10,571.39	10,195.78
			<b>11,320.46</b>	<b>10,944.85</b>
<b>2</b>	<b>Non-Current Liabilities</b>			
	(a) Long-Term Borrowings	3	2,106.05	476.84
	(b) Deferred Tax Liabilities (Net)	4	726.88	853.81
			<b>2,832.93</b>	<b>1,330.65</b>
<b>3</b>	<b>Current Liabilities</b>			
	(a) Short-Term Borrowings	5	6,957.46	7,511.88
	(b) Trade Payables	6	3,485.65	3,842.28
	(c) Other Current Liabilities	7	788.11	1,350.80
	(d) Short Term Provisions	8	411.09	403.52
			<b>11,642.30</b>	<b>13,108.49</b>
	<b>TOTAL</b>		<b>25,795.68</b>	<b>25,383.99</b>
<b>II.</b>	<b>ASSETS</b>			
	<b>Non-Current Assets</b>			
<b>1</b>	(a) Fixed Assets	9		
	(i) Tangible Assets		10,023.24	10,018.89
	Less: Depreciation		3,593.33	3,132.62
			<b>6,429.91</b>	<b>6,886.27</b>
	(ii) Capital-Work-In-Progress		-	-
			<b>6,429.91</b>	<b>6,886.27</b>
	(b) Non-Current Investments	10	382.06	668.40
	(d) Deferred tax assets (net)	19		
			<b>6,811.97</b>	<b>7,554.67</b>
<b>2</b>	<b>Current Assets</b>			
	(a) Inventories	16	9,975.86	9,933.74
	(b) Trade Receivables	11	5,991.47	5,489.82
	(c) Cash and Cash Equivalents	12	1,386.84	1,310.07
	(d) Short-Term Loans and Advances	13	1,629.54	1,095.69
			<b>18,983.71</b>	<b>17,829.32</b>
	<b>TOTAL</b>		<b>25,795.68</b>	<b>25,383.99</b>
	The accompanying notes are an integral part of the financial statements			

AS PER OUR REPORT OF EVEN DATE  
For V JAGANNADHAM & ASSOCIATES  
Chartered Accountants

V JAGANNADHAM  
PARTNER  
Dt: 25/09/2022



FOR AND ON BEHALF OF BOARD OF DIRECTORS

GAUTAM MAKKER (MANAGING DIRECTOR)

SUNIL MENON (MANAGING DIRECTOR)



UDIN: 22024303BFWKWC 8156

**FLASH FORGE PRIVATE LIMITED**  
**Statement of Profit and loss for the year ended on 31st March, 2022**

Amount in Rs In Lakhs

Particulars	Sch. No.	As at 31st, March 2022	As at 31st, March 2021
<b>Revenue:</b>			
Revenue from Operations	14	12,167.10	13,040.72
Other Income	15	58.88	78.41
Increase/(Decrease) in Stock	16	42.12	931.98
<b>TOTAL Revenue</b>		<b>12,268.11</b>	<b>14,051.11</b>
<b>Expenses:</b>			
<b>Cost of Materials consumed</b>			
Purchases of Stock in Trade	17	8,347.49	9,795.46
Direct Expenses	17	484.40	555.36
Employee benefits Expenses	18	835.79	1,057.62
Finance Costs	19	1,539.32	1,474.76
Depreciation and Amortization Expenses	9	460.71	485.08
Other Expenses	20	696.53	1,113.67
<b>TOTAL Expenses</b>		<b>12,364.24</b>	<b>14,481.96</b>
<b>Profit/(Loss) From Continuing Operation</b>		<b>(96.13)</b>	<b>(430.85)</b>
<b>Exceptional Items</b>			
Income on Investment Sale		344.81	(170.75)
<b>total exceptional item</b>		<b>344.81</b>	<b>(170.75)</b>
<b>Profit /(Loss) Before Tax</b>		<b>248.68</b>	<b>(601.60)</b>
<b>Tax Expense:</b>			
(1) Current		-	-
(2) Deferred		(126.93)	43.70
<b>Profit for the year</b>		<b>375.62</b>	<b>(645.30)</b>
<b>Earnings Per Share (Basic &amp; Diluted)</b>		<b>5.01</b>	<b>(8.61)</b>
<b>financial statements</b>	<b>1 to 20</b>		

AS PER OUR REPORT OF EVEN DATE  
For V.JAGANNADHAM & ASSOCIATES  
Chartered Accountants



V.JAGANNADHAM  
PARTNER

Dt: 25.09.2022



FOR AND ON BEHALF OF BOARD OF DIRECTORS

  
GAUTAM MAKKER (MANAGING DIRECTOR)

  
SUNIL MENON (MANAGING DIRECTOR)





**FLASH FORGE PRIVATE LIMITED**

**Notes on Financial statements for the year ended 31.03.2022**

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation

**1 SHARE CAPITAL**

PARTICULARS	As at 31st March 2022		As at 31st March 2021	
	Number	Amount (Rs)	Number	Amount (Rs)
<b>Authorised Capital</b>				
Equity Share Capital of Rs.10 each	72.80	728.00	72.80	728.00
Differential Voting Rights	7.20	72.00	7.20	72.00
<b>TOTAL</b>	<b>80.00</b>	<b>800.00</b>	<b>80.00</b>	<b>800.00</b>
<b>Issued, Subscribed and Paid up</b>				
Issued of Difrential Voting Rights	7.14	71.40	7.14	71.40
<b>TOTAL</b>	<b>74.91</b>	<b>749.07</b>	<b>74.91</b>	<b>749.07</b>

**2.1 The details of Share holding in excess of 5%**

Name of the Share Holder	As at 31st March 2022		As at 31st March 2021	
	Number	%	Number	%
<b>A) LIST OF EQUITY SHARE HOLDERS</b>				
Mr.Gautam Makkar	19.28	28.45%	19.28	28.45%
Pushpak Advisory Pvt.Ltd	12.50	18.45%	12.50	18.45%
Mr.Sunil Menon	11.68	17.24%	11.68	17.24%
Mrs.Shalini menon	9.70	14.32%	9.70	14.32%
Navigating Sales Pvt.Ltd	7.50	11.07%	7.50	11.07%
AAY AAR Consultancy services	5.00	7.38%	5.00	7.38%
Diplok Advisory Pvt.Ltd	1.92	2.84%	1.92	2.84%
Signet Infotech Private Ltd	0.18	0.27%	0.18	0.27%
<b>TOTAL</b>	<b>67.77</b>	<b>100%</b>	<b>67.77</b>	<b>100%</b>

**B) LIST OF SHARE HOLDERS OF EQUITY SHARE WITH DIFFERENTIAL VOTING RIGHTS**

AAY AAR CONSULTANCY SERVICES	1.00	14%	1.00	12%
LALIMA TIE UP PRIVATE LIMITED	1.00	14%	2.00	25%
NAVIGATING SALES PVT.LTD	1.00	14%	1.00	12%
PUSHPAK ADVISORY PVT.LTD	2.00	28%	2.00	25%
PAGARIA HOLDINGS PRIVATE LIMITED	2.14	30%	2.14	26%
<b>TOTAL</b>	<b>7.14</b>	<b>100%</b>	<b>8.14</b>	<b>100%</b>



2.2 The reconciliation of number of shares outstanding is set out below

Particulars	As at 31st March 2022		As at 31st March 2021	
	No of Shares		No of Shares	
<b>Shares outstanding at the beginning of the year</b>				
Equity shares		67.77		67.77
Differential Voting Rights		7.14		8.14
<b>Shares Issued during the year</b>				
Equity shares		-		-
Preference shares		-		-
<b>Shares bought back during the year</b>				
Equity shares		-		-
Differential Voting Rights		-		-
<b>Shares outstanding at the end of the year</b>				
Equity shares		67.77		67.77
Differential Voting Rights		7.14		8.14

2 Reserves & Surplus

PARTICULARS	As at 31st March 2022		As at 31st March 2021	
	Amount (Rs)	Amount (Rs)	Amount (Rs)	Amount (Rs)
<b>a. Capital reserve</b>				
As per last balance sheet	36.68		36.68	
Add: Transferred from statement of profit and loss	-		-	
Closing Balance		36.68		36.68
<b>b. Revaluation reserve</b>				
As per last balance sheet				
Add: Transferred from statement of profit and loss				
Closing Balance				
<b>c. Securities premium</b>				
As per last balance sheet	1,113.78		1,113.78	
Add: New Shares Allotment			-	
Add: Transferred from statement of profit and loss	-		-	
Closing Balance		1,113.78		1,113.78
<b>d. Balance in statement of profit and loss</b>				
As per last balance sheet	9,690.61		9,690.62	
Add: Profit for the year	375.62		(645.30)	
Less: Dividend paid on Preference shares				
Tax on Dividend				
Transferred to General Reserves				
Closing Balance		10,066.23		9,045.31
<b>TOTAL</b>		<b>11,216.69</b>		<b>10,195.78</b>





**FLASH FORGE PRIVATE LIMITED**

**Notes on Financial statements for the year ended 31.03.2022**

**The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation**

4	Deferred Tax Liability (Net)	Amount in Rs In Lakhs	
		As at 31st March 2022	As at 31st March 2021
		Amount (Rs.)	Amount (Rs.)
<b>TOTAL</b>			
	Deferred tax Liability		
	Related to fixed assets	853.81	810.11
	ADD: Cuurent year	(126.93)	43.70
		-	-
	Total	726.88	853.81

5	SHORT TERM BORROWINGS		
		As at 31st March 2022	As at 31st March 2021
		Amount (Rs.)	Amount (Rs.)
	<b>LOANS REPAYABLE ON DEMAND</b>		
	• from Banks (Secured) Cash credit-AB	1,262.85	1,282.46
	• from Banks (Secured) Cash credit -IDBI	4,166.46	4,289.20
	• from Banks (Secured) Cash credit- BOM	1,528.15	1,940.22
		-	-
	Total	6,957.46	7,511.88

6	TRADE PAYABLES		
		As at 31st March 2022	As at 31st March 2021
		Amount (Rs.)	Amount (Rs.)
	Sundry Creditors	3,485.65	3,842.28
	Total	3,486	3,842

7	OTHER CURRENT LIABILITES		
		As at 31st March 2022	As at 31st March 2021
		Amount (Rs.)	Amount (Rs.)
	(a) Current maturities of long term borrowings	175.76	349.73
	(b) Duties & Taxes and other Payable	575.39	933.49
	(c) Advance received from Customers	36.96	67.58
	Total	788.11	1,350.80





8 SHORT TERM PROVISIONS

Particulars	As at 31st March 2022	As at 31st March 2021
	Amount (Rs.)	Amount (Rs.)
Provision for employee Benefits	411.09	403.52
<b>Total</b>	<b>411.09</b>	<b>403.52</b>

10 NON-CURRENT INVESTMENTS

Particulars	As at 31st March 2022	As at 31st March 2021
	Amount (Rs.)	Amount (Rs.)
<b>Other investment (Unquoted-Non trade) In Equity Instruments of Associate company fully paid up</b>		
Composite Resin Developing Ltd	150.04	150.04
FF TECRON PIPING SYSTEMS CO.LTD	226.02	226.02
Invstements(Airotech)	5.00	5.00
CFF Fluid Control Private Limited FF FLOW LINE	1.00	287.35
<b>Total</b>	<b>382.06</b>	<b>668.40</b>

11 TRADE RECEIVABLES

Particulars	As at 31st March 2022	As at 31st March 2021
	Amount (Rs.)	Amount (Rs.)
<b>Unsecured considered good</b>		
Debts outstanding over six months	5,795.92	161.50
Debts outstanding less than six months	195.55	5,328.31
<b>Total</b>	<b>5,991.47</b>	<b>5,489.82</b>



## CASH AND CASH EQUIVALENTS

Particulars	As at 31st March 2022	As at 31st March 2021
	Amount (Rs.)	Amount (Rs.)
a. Balances with banks		
- Current Accounts	52.35	85.52
- Fixed deposits (Margin Money)	1,324.27	1,219.00
b. Cash on hand	10.22	5.55
<b>Total</b>	<b>1,386.84</b>	<b>1,310.07</b>

## 13 SHORT TERM LOANS AND ADVANCES

Particulars	As at 31st March 2022	As at 31st March 2021
	Amount (Rs.)	Amount (Rs.)
<b>Unsecured and Considered good</b>		
Advances / Imprest to Employees	25.54	14.75
Advances to suppliers and other parties	1,047.79	461.77
Deposits	429.86	442.79
Others	126.36	176.38
Branches	(0.00)	
<b>Total</b>	<b>1,629.54</b>	<b>1,095.69</b>

## 14 REVENUE FROM OPERATIONS

Particulars	As at 31st March 2022	As at 31st March 2021
	Amount (Rs.)	Amount (Rs.)
<b><u>SALES</u></b>		
INDIGEOUS	10,808.73	12,814.90
EXPORT	1,358.37	225.82
	<b>12,167.10</b>	<b>13,040.72</b>
<b>Total</b>	<b>12,167.10</b>	<b>13,040.72</b>



## 15 OTHER INCOME

Particulars	As at 31st March 2022	As at 31st March 2021
	Amount (Rs.)	Amount (Rs.)
Interest received on FDR's	57.40	77.28
Other Income	1.48	1.13
<b>Total</b>	<b>58.88</b>	<b>78.41</b>

## 16 INCREASE/DECREASE IN INVENTORIES

Particulars	As at 31st March 2022	As at 31st March 2021
	Amount (Rs.)	Amount (Rs.)
Closing Stock - Raw Material	9,975.86	9,933.74
Less: Opening Stock - Raw Material	9,933.74	9,001.76
<b>Total</b>	<b>42.12</b>	<b>931.98</b>

## 17 OPERATING &amp; OTHER MANUFACTURING EXPENSES

Particulars	As at 31st March 2022	As at 31st March 2021
	Amount (Rs.)	Amount (Rs.)
Purchase of Raw-Material	8,347.49	9,795.46
17.1 Manufacturing Expenses	484.40	555.36
<b>Total</b>	<b>8,831.89</b>	<b>10,350.82</b>

## 18 EMPLOYEE BENEFITS

Particulars	As at 31st March 2022	As at 31st March- 2021
	Amount (Rs.)	Amount (Rs.)
Wages & Salaries	835.79	1,057.62
<b>Total</b>	<b>836</b>	<b>1,058</b>



## FINANCE COSTS

Particulars	As at 31st March 2022	As at 31st March- 2021
	Amount (Rs.)	Amount (Rs.)
<b><u>Other borrowing costs</u></b>		
Bank Charges	21.73	2.45
BANK CHARGES [REMITANCE]	-	0.06
Bank Loan Processing Charges	36.90	87.12
BG Charges	29.74	41.24
Bill Discount Charges	-	0.28
Interest A/c	50.12	4.92
Interest on Custom Duty	1.94	0.86
Interest on Term Loan	67.84	78.83
Interest on Working Capital	1,128.77	1,085.22
LC Charges	164.92	162.33
LC Discounting Charges	37.36	11.44
<b>TOTAL</b>	<b>1,539.32</b>	<b>1,474.76</b>





## OTHER EXPENSES

Particulars	As at 31st March 2022	As at 31st March- 2020
	Amount (Rs.)	Amount (Rs.)
Advertisement	-	-
Audit Fee	6.00	6.00
Business Promotion Exp.	30.69	310.38
Carriage Outwards	2.58	6.46
Computer Maintenance	3.40	8.43
Consultation Charges	86.58	51.79
Conveyance Charges	10.88	2.48
Directors Remuneration	48.00	120.00
Donation	1.34	2.29
Electricity Charges	2.87	17.52
ESI	5.37	12.92
EXCHANGE LOSS	19.83	0.15
Food & Bevarages	0.55	0.38
Gifts & Complements	1.80	1.32
Insurance Charges	8.64	7.99
LD Charges	42.68	113.01
Medical Expenses	0.07	4.22
Office & General Maintainence	10.76	21.41
Postage & Telegrams	0.33	1.73
Printing & Stationery	3.41	2.24
Security Charges	32.21	45.40
Provident Fund	46.96	50.78
Registration expenses	26.92	10.47
Rent	201.27	236.02
Staff Welfare	15.50	13.15
Telephone Charges	7.74	11.15
Travelling Expenses	41.74	35.40
Vehicle Maintainence	7.12	9.68
P&L	-	-
Export Freight	-	3.21
Late Fee on Govt. Payments	30.14	0.06
Sales Tax	-	2.66
Packing Material	1.14	4.98
	-	-
	-	-
	-	-
<b>Total</b>	<b>696.53</b>	<b>1,113.67</b>
For Audit fees	6.00	6.00
<b>Total</b>	<b>6.00</b>	<b>6.00</b>



FLASH FORGE PRIVATE LIMITED

SCH E - 9 DEPRECIATION STATEMENT AS PER COMPANIES ACT FOR THE YEAR 2021-2022

Amount in Rs In Lakhs

Particulars	LIFE	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As on 31.03.2021	Additions UP TO 31.03.2022	Deductions	As on 31.03.2022	Up to 31.03.2021	ADJ	During the Year 2021-2022	Total up to 31.03.22	As on 31.03.2022	As on 31.03.2021
Land		266.18	-	-	266.18	-	-	-	-	266.18	266.18
Building (3.34% SLM)	30 Years	159.35	-	-	159.35	78.79	5.34	84.13	75.22	80.56	80.56
Cars & Scooters(9.5%)	10.5Years	379.52	-	-	379.52	273.06	30.12	303.18	76.34	106.46	106.46
Computers/Electronic -16.21%	6Years	163.50	1.67	-	165.16	185.75	6.97	192.72	(27.56)	(22.26)	(22.26)
Furniture	16Years	109.71	-	-	109.71	64.22	7.05	71.27	38.44	45.49	45.49
Plant & Machinery (4.75%)	21Years	8,371.45	2.69	-	8,374.14	2,348.60	391.69	2,740.30	5,633.84	6,022.85	6,022.85
Factory Buildings	30 Years	569.18	-	-	569.18	182.20	19.53	201.73	367.45	386.98	386.98
<b>TOTAL</b>		<b>10,018.89</b>	<b>4.35</b>	<b>-</b>	<b>10,023.24</b>	<b>3,132.62</b>	<b>460.71</b>	<b>3,593.33</b>	<b>6,429.91</b>	<b>6,886.27</b>	<b>6,886.27</b>
Previous Year		8,464.66	1,496.35	2.30	9,958.71	1,701.19	446.76	2,147.95	7,810.76	6,763.48	6,763.48

AS PER OUR REPORT OF EVEN DATE  
For V.JAGANNADHAM & ASSOCIATES  
Chartered Accountants

V.JAGANNADHAM  
Partner  
Dt: 25/09/2022



FOR AND ON BEHALF OF BOARD OF DIRECTORS OF DIRECTORS



GAUTAM MAKKER (MANAGING DIRECTOR)  
SUNIL MENON (MANAGING DIRECTOR)

**FLASH FORGE PRIVATE LIMITED**  
**Cash Flow Statement for the Financial year ended on 31.03.2022**

Amount in Rs. In Lakhs

Particulars		FY 2021-22	FY 2020-21
<b>Cash Flow from Operations</b>			
Net profit before Taxation		248.68	(601.60)
Adjustments for			
Depreciation		460.71	485.08
Loss on Sale of Assets		-	-
Interest Expenses		1,539.32	1,474.76
Interest Income		(57.40)	(77.28)
Operating Profit before working capital changes		<b>2,191.31</b>	<b>1,280.97</b>
Changes in Working Capital			
Increase in Trade Payables		(356.64)	(2,524.90)
(Increase)/Decrease in Trade Receivables		(501.65)	679.69
Increase in Inventories		(42.12)	(931.98)
Increase in other current Liabilities		(381.16)	6.39
Cash generated from Operations		909.75	(1,489.83)
Income Tax Paid		-	(38.68)
<b>Net Cash used in Operating Activities</b>	<b>A</b>	<b>909.75</b>	<b>(1,528.51)</b>
<b>Cash Flow From Investing Activities</b>			
Proceeds from Sale of Assets		-	-
Purchase of Fixed Assets		(4.35)	(10.62)
Expenditure on Capital Work-in-Progress		-	-
Purchase of Investments		286.35	170.75
Short Term Loans & Advances		(533.85)	22.31
(Increase)/Decrease in Fixed Deposits with Banks (Margin Monies)		(105.27)	370.44
Interest Received		57.40	77.28
<b>Net Cash used in Investing Activities</b>	<b>B</b>	<b>(299.72)</b>	<b>630.15</b>
<b>Cash Flow From Financing Activities</b>			
Proceeds from issue of Share Capital		-	-
Proceeds/ (Repayment) of Long Term Borrowings		1,455.24	(304.52)
Proceeds/(Repayment) from Short Term Borrowings		(554.43)	2,709.88
Interest paid		(1,539.32)	(1,474.76)
<b>Net Cash used in Financing Activities</b>	<b>C</b>	<b>(638.51)</b>	<b>930.60</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>(A+B+C)</b>	<b>(28.49)</b>	<b>32.24</b>
Cash & Cash equivalents at the beginning of the period		91.07	58.83
Cash & Cash equivalents at the end of the period		62.58	91.07

Reconciliation of Cash & Cash Equivalents as per Balance Sheet & Cash Flow		
As per Balance Sheet	1,386.84	1,310.07
Less: FDRs with Banks (Margin Monies)	(1,324.27)	(1,219.00)
As per Cash Flow	62.58	91.07

AS PER OUR REPORT OF EVEN DATE  
For V.JAGANNADHAM & ASSOCIATES  
Chartered Accountants

FOR AND ON BEHALF OF BOARD OF DIRECTORS

V. JAGANNADHAM  
Partner  
Dt: 25/09/2022



GAUTAM MAKKER (MANAGING DIRECTOR)

SUNIL MENON (EXECUTIVE DIRECTOR)

**M/S FLASH FORGE PRIVATE LIMITED**  
**VISAKHAPATNAM**

Schedule: 21

**Notes Forming Part Of Accounts as at 31-March-2022:**

**Accounting Policies:**

- i) **General:** Financial Statements are prepared under the historical cost convention and in accordance with the normally accepted accounting standards.
- ii) The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.
- iii) **Tangible Fixed Assets:** Fixed assets are stated at cost, net of accumulated depreciation and impairment losses, if any. Cost comprises purchase price and any attributable cost of bringing the asset to its working condition for its intended use.
- iv) **Depreciation on Fixed Assets:** Depreciation on fixed assets is calculated on straight-line basis using the rates arrived at based on the useful life estimated by the Management, which coincides with the rates prescribed under Schedule II of the Companies Act, 2013.
- v) **Impairment:** The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, the company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the



estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. Impairment losses, if any, are recognized in the statement of profit and loss

vi) **Investments:** Investments, which are not readily realizable and intended to be held for more than one year from the date on which such investments are made, are classified as Non-current investments. Non-current Investments are stated at cost. There is no Current Investments.

vii) **Foreign Currency Transactions:** Foreign Currency Transactions are recorded at prevailing exchange rates at the time of transaction. Monetary items denominated in foreign currency at the yearend are stated at closing exchange rate value of foreign currency. Non Monetary items are carried at Cost. Exchange differences i.e., gain/loss on the transactions are recorded in the Profit and Loss Account.

viii) **Inventories:** Inventories are valued as follows:

- a) Raw Material : Valued at Cost or Net Realizable Value whichever is lower
- b) Stores : Valued at Cost
- c) Finished goods and work in progress: Cost includes cost of direct materials and labour and a proportion of fixed manufacturing overheads based on the normal operating capacity. Cost is determined on a weighted average basis.

ix) **Turnover:** Turnover disclosed in the Profit & Loss Account is net of GST.

x) **Borrowing Costs:** Borrowing Costs incurred during the construction period up to the commercial production are allocated to the respective assets.

xi) **Pre-operative expenditure:** Preoperative expenditure incurred during the construction period up to the commercial production is allocated to the respective assets.





## 21. Notes to Accounts:

- i) Working Capital facility from Consortium bankers IDBI Bank, Bank of Maharashtra & Andhra Bank is secured by way of hypothecation of all stocks of Raw Material, Stores, Work-in-Process, Finished Goods, Bills Receivables and Book Debts.

Promoter Directors of the company guarantee the above loans in their personal capabilities.

- ii) In the opinion of the Board of Directors, the Current Assets, Loans & Advances are approximately of the value stated in the accounts, if realized in the ordinary course of business.

### iii) Managerial Remuneration to Directors:

Sl No.	Name and Designation	FY 2021-22 Rs.	FY 2020-21 Rs.
1	Shri Gautam Makker Managing Director	24,00,000	60,00,000
2	Shri Sunil Menon Managing Director	24,00,000	60,00,000
Total		48,00,000	1,20,00,000

### iv) Related party Transactions:

Nature of Transaction	Associates	Key Management Personnel	Relatives of Key Management Personnel	Total Transaction During The Year	Balance Outstanding As On 31.03.2022
Purchases	7,16,700	NIL	NIL	7,16,700	39,08,430
Directors Remuneration	NIL	48,00,000	NIL	48,00,000	56,76,978
Loans & Advances	1,23,75,961	NIL	3,08,471	1,26,84,432	8,17,62,514
Borrowings	3,60,55,431	44,59,580	1,08,870	4,06,23,881	2,51,53,145
Sales & Services	NIL	NIL	NIL	NIL	NIL



**Note: Names of the Key Management Personnel:**

1. Shri Gautam Makker
2. Shri. Sunil Menon

v) Remuneration to the Auditors:

	FY 2021-22 Rs.	FY 2020-21 Rs.
Statutory Audit	6,00,000	6,00,000

vi) Previous year figures have been regrouped or rearranged wherever necessary.

vii) The Company has only one segment of business i.e, manufacturing of Valves, butt-weld pipe fittings and hollow forgings. Hence Segment Information Reporting is not applicable.

viii) Contingent Liabilities not provided for Bank Guarantees Issued Rs.19,39,88,793/-

ix) Expenditure in Foreign Currencies

USD :1,68,380.87

EURO :3,56,569.21

GBP : 54,516.57

SKC: : 54120.00

AS PER OUR REPORT OF EVEN DATE  
For V.JAGANNADHAM & ASSOCIATES  
Chartered Accountants

FOR AND ONBEHALF OF BOARD OF DIRECTORS



V.JAGANNADHAM

Partner

Place: Visakhapatnam

Date : 25.09.2022



GAUTAM MAKKER (MANAGING DIRECTOR)



SUNIL MENON (MANAGING DIRECTOR)