

CIN: U32107TN2007FTC063706

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Annual General Meeting of the shareholders of the Company will be held at the Registered Office of the Company at Plot OZ-13, Sipcot Hi-Tech SEZ, Oragadam, Kancheepuram Dist-602105, Tamil Nadu, on Tuesday 30th November 2021 at 11.00 A.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March 2021, the Statement of Profit & Loss for the year ended on that date together with the notes thereon and other financial statements for the financial year ended 31st March 2021 and the Reports of the Directors' and Auditor's thereon.

Place: Chennai
Date:13.11.2021

By order of the Board
For Polymatech Electronics Private Limited




Eswara Rao Nandam
Director
DIN:02220039

Note:

1. A member entitled to attend, vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself, and the proxy need not be a member of the company.
2. The proxy forms completed in all respects has to be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting.

REPORT OF THE BOARD OF DIRECTORS

To
The Members of
Polymatech Electronics Private Limited

Your directors have pleasure in presenting the 14th Annual Report together with the Audited Statement of Accounts of your company for the financial year ended 31st March 2021.

FINANCIAL RESULTS:

The highlights of the financial results of your Company for the financial year ended 31.03.2021 as compared with the previous year, are as follows:

Particulars	Financial year ended 31.03.2021 (Amount in Rs.)	Financial year ended 31.03.2020 (Amount in Rs.)
Total Revenue	45,53,21,814	1,70,00,000
Less: Total Expenses	38,51,64,970	1,97,85,714
Profit before exceptional and extraordinary items and tax	7,01,56,844	(27,85,714)
Less: Exceptional items	--	--
Profit before extraordinary items and tax	7,01,56,844	(27,85,714)
Less: Extraordinary items	--	--
Profit/(Loss) before tax	7,01,56,844	(27,85,714)
Tax Expenses (1) Current tax	--	--
(2) Deferred tax	--	--
Profit/ (Loss) for the period from continuing operations	7,01,56,844	(27,85,714)

DIVIDEND:

Your directors did not recommend any dividend for the financial year ended 31.03.2021.

TRANSFER TO RESERVES:

The Company did not transfer any amount to reserves for the financial year ended 31.03.2021.

OPERATIONS AND STATE OF COMPANY'S AFFAIRS:

Income during the year is increased as compared to the previous year. Your company expects to improve its performance during the current financial year with the expansion of business activities and the service to more clients.



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DIRECTORS:

None of the Director is appointed or resigned during the Financial Year 2020-2021 and the Directors of the Company are not liable to retire by rotation.

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:

The Company has undertaken energy conservation and efficiency measures in various areas of the Company and the Company continues its efforts towards adoption and implementation of new technologies by identifying alternate fuels, utilizing waste material, adopting newer technologies, improving product quality with improved process and optimizing available resources.

FOREIGN EXCHANGE EARNINGS AND OUTGO:

Details of the foreign exchange	Financial year ended 31.03.2021 (Amount in Rs.)	Financial year ended 31.03.2020 (Amount in Rs.)
Foreign Exchange Earnings	3898309.22	--
Foreign Exchange Outgo	61845682.90	--

AUDITORS:

Pursuant to the provisions of Section 139 of Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, as amended, M/s.V.Selvamani, Chartered Accountant (M.No:202494), Coimbatore, the Statutory Auditors of the Company appointed at the AGM held on 30.09.2018 for a period of 5 (Five) years, shall hold office up to the conclusion of the Annual General Meeting to be held for the financial year 2022-2023. The Company has received a certificate from the said Auditors that they are eligible to hold office as the Auditors of the Company and are not disqualified for continuing as Auditors.

COST AUDITORS:

The Company is not required to maintain any cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

DEPOSITS:

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 during the year under review. Hence, the details relating to deposits as also requirement for furnishing of details of deposits which are not in compliance with Chapter V of the Act is not applicable.

MATERIAL CHANGES AND COMMITMENTS:

There have been no material changes and commitments affecting the financial position of the Company during the financial year to which the financial statements relate and the date of the report.

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DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNALS:

There are no significant and material orders passed by Regulators or Courts or Tribunals, if any, affecting the financial position of the Company, between the end of financial year and the date of this report.

PARTICULARS OF BOARD / GENERAL MEETINGS HELD DURING THE FINANCIAL YEAR 2020-2021:

i. Board Meetings:

S. No	Date of the meeting	Particulars	Attendance of Directors
1.	15.06.2020	For Undertaking a Diversification Project	Eswar Rao Nandam, Uma Nandam & Hidenobu Hitotsumatsu
2.	02.09.2020	Creation of charge-Bank of Baroda	Eswar Rao Nandam & Uma Nandam
3.	02.12.2020	Approval of Accounts & others	Eswar Rao Nandam, Uma Nandam &
4.	30.03.2021	General review of Business	Eswar Rao Nandam & Uma Nandam

ii. General Meetings:

S. No	Date of the meeting	Particulars	Attendance of Shareholders
1.	31.12.2020	Annual General Meeting	Eswar Rao Nandam & Uma Nandam

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to the requirement under section 134(3) (C) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, your directors state that:



- (i) in the preparation of the annual accounts for the financial year ended 31st March, 2021, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) 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 as at March 31, 2021 and of the profit and loss of the company for that period;
- (iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) the directors had prepared the annual accounts on a going concern basis;
- (v) 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.

COMPLIANCE WITH SECRETARIAL STANDARDS:

The Directors state that applicable Secretarial Standards- i.e., SS-1 and SS-2, issued by the Institute of Company Secretaries of India, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

DECLARATION BY INDEPENDENT DIRECTOR:

Since the Company is a private limited Company, the declaration as required under section 149(7) of the Companies Act, 2013 is not applicable.

DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATES:

As on March 31, 2021, the Company does not have any subsidiary, Joint Venture or Associate Companies.



DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY:

The Company has a Risk Management Policy with an objective to formalize the process of identification of potential risk and adopt appropriate risk mitigation measures through a risk management structure. The risk policy is a step taken by the Company towards strengthening the existing internal Controls and updating the same as may be required from time to time.

INTERNAL FINANCIAL CONTROLS:

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:

During the year under review, the Company has not advanced any loans/ given guarantees/ made investments under section 186 of the Companies Act, 2013.

RELATED PARTY TRANSACTIONS:

There have been no materially significant related party transactions between the Company and the Directors, the management, the subsidiaries or the relatives except for those disclosed in the financial statements.

Accordingly, particulars of contracts or arrangements with related parties referred to in Section 188(1) along with the justification for entering into such contract or arrangement in Form AOC-2 does not form part of this report.

DETAILS OF FRAUDS REPORTED BY AUDITORS:

There were no frauds reported by the Statutory Auditor under Section 143(12) of the Companies Act, 2013 read with Companies Amendment Act, 2015.



CORPORATE SOCIAL RESPONSIBILITY:

The Company is not required to constitute a Corporate Social Responsibility Committee for the financial year 2020-2021, as it does not fall within purview of Section 135(1) of the Companies Act, 2013. The provisions of Section 135 are applicable for the financial year 2021-2022 and the Company will comply with it.

INTERNAL COMPLAINTS COMMITTEE:

There exist at the group level an Internal Complaint Committee ('ICC') constituted under The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The group is strongly opposed to sexual harassment and employees are made aware about the consequences of such acts and about the constitution of ICC. During the year under review, no complaints were filed with the Committee under the provisions of the said Act in relation to the workplace/s of the Company.

EXPLANATION TO ADVERSE REMARKS:

Since there were no reservation, qualification or adverse remarks in the Auditors report, no explanation is required.

ACKNOWLEDGEMENT:

Your Directors wish to acknowledge their sincere thanks to the Banks, Government Agencies and Shareholders for their support and co-operation extended to the Company. Your Directors also wish to place on record their appreciation of the efforts put in by all the employees of the company at all levels.

Place: Chennai

Date: 13.11.2021

By order of the Board

For Polymatech Electronics Private Limited




Eswara Rao Nandam

Director

DIN: 02220039

INDEPENDENT AUDITOR'S REPORT

To
The Members of M/s Polymatech Electronics Private Limited,
Chennai

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of M/s Polymatech Electronics Private Limited ("the Company"), which comprise the Balance sheet as at 31st March 2021, the statement of Profit and Loss for the year then ended, Statement of Cash flow as on that date and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 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, 2021, its profits and for the year ended on that date

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules 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.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming 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.

Emphasis of Matter

As more specifically explained in Note 2 to the financial statements, the Company has made a detailed assessment of its liquidity position for the next year and the recoverability and carrying value of its assets comprising property, plant and equipment, investments, inventory and trade receivables. Based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The Company continues to evaluate them as highly probable considering the orders in hand. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 pandemic which may be different from that estimated as at the date of approval of the financial results. The Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.

Our opinion is not modified in respect of this matter.

Other Matters

Further to the continuous spreading of COVID -19 across India, the Indian Government announced a strict 21-day lockdown on March 24, 2020, which was further extended till June 30, 2020 across the India to contain the spread of the virus. This has resulted in restriction on physical visit to the client locations and the need for carrying out alternative audit procedures as per the Standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI).

As a result of the above, the entire audit was carried out based on remote access of the data as provided by the management. This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. We have been represented by the management that the data provided for our audit purposes is correct, complete, reliable and are directly generated by the accounting system of the Company without any further manual modifications.

We bring to the attention of the users that the audit of the financial statements has been performed in the aforesaid conditions.

Our audit opinion is not modified in respect of the above.



Information Other than the Financial Statements and Auditor's Report Thereon

The company's Board of Directors is responsible for the other information. The other information comprises the management report and its annexures but does not include the Financial Statements and our Audit Report thereon.

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

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

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

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors 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 scepticism 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.
- 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 per the provisions of 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.

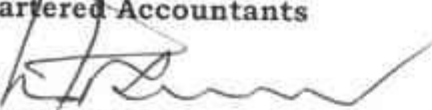
As required by Section 143(3) of the Act, we report that:

- 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 Statement of Cash flow dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
- f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017;



- 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 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 has no pending litigations on its financial position.
- ii. The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses on the company in its Financial Statements.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For VS & VR Associates
Chartered Accountants


V.SELVAMANI
Proprietor
Membership No.202494
Place: Coimbatore
Date: 13/11/2021



V.SELVAMANI, B.COM., F.C.A.,
Chartered Accountant,
E-110, Garden Crest Apartment,
(Opp) Alvarnia Convent, Off (Deepam Hospital),
Trichy Road, Ramanathapuram,
Coimbatore - 641 045

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report' on Other Legal and Regulatory Requirements' section of our report of even date)

(i) In respect of the company's fixed assets:

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets / property plant and equipment.
- 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 regards to the size of the company and the nature of its assets. However, no physical verification has been carried on by the management during the year. Accordingly, we were unable to comment on whether any material discrepancies were noticed on such verification and whether they are properly dealt with in the financial statements.
- c) The Company does not have any immovable properties of freehold or leasehold land and building and hence reporting under clause (i)(c) of CARO 2016 is not applicable.

(ii) The company does not have any inventories and hence reporting under clause (ii) of CARO 2016 is not applicable.

(iii) 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 Companies Act, 2013.

(iv) The Company has not granted any loans, made investments or provided guarantees and hence reporting under clause (iv) of CARO 2016 is not applicable.

(v) According to the information and explanations given to us, the Company has not accepted any deposit during the year and there are no unclaimed deposits as on March 31, 2021.

(vi) The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013.

(vii) According to the information and explanations given to us, in respect of statutory dues:



- (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, cess and other material statutory dues applicable to it to the appropriate authorities.
- (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, cess and other material statutory dues in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.
- (c) There are no dues of Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty and Value Added Tax as on March 31, 2021 on account of disputes.
- (viii) The Company has taken loans or borrowings from financial institutions, banks and government but has not issued any debentures.
- (ix) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause (ix) of the CARO 2016 Order is not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) The Company is a private company and hence the provisions of Section 197 of the Companies Act, 2013 in respect of managerial remuneration do not apply to the Company.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of CARO 2016 is not applicable.
- (xiii) The Company is a private company and hence the provisions of Section 177 and Section 188 of the Companies Act, 2013 are not applicable to the Company. In our opinion and according to the information and explanations given to us, the Company has disclosed the details of related party transactions in the financial statements etc. as required by the applicable accounting standards.
- (xiv) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 is not applicable to the Company.



(xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of Section 192 of the Companies Act, 2013 are not applicable.

(xvi) The Company is not required to be registered under Section 45-I of the Reserve Bank of India Act, 1934.

For VS & VR Associates
Chartered Accountants



V.SELVAMANI

Proprietor

Membership No.202494

UDIN: 22202494AIBUHX3242

Place: Coimbatore

Date: 13/11/2021



V.SELVAMANI, B.COM., F.C.A.,
Chartered Accountant,
E-110, Garden Crest Apartment,
(Opp) Alvernia Convent, Off (Deepam Hospital),
Trichy Road, Ramanathapuram,
Coimbatore - 641 045

BALANCE SHEET AS AT 31ST MARCH 2021

		31.03.2021 Rs.	31.03.2020 Rs.
I SOURCES OF FUNDS			
1 Shareholders' Funds			
a) Share Capital	1	63 45 70 000	63 45 70 000
b) Share Application Money		Nil	Nil
c) Reserves and Surplus	2	- 21 92 23 254	-65 50 80 300
2 Loan Funds			
a) Secured Loans	3	13 67 84 629	5 61 46 148
b) Unsecured Loans	4	18 14 79 481	17 78 68 137
3 Current Liabilities & Provisions			
Trade Payables	10	19 76 12 214	1 59 47 338
Provisions	11	12 22 391	Nil
TOTAL		93 24 45 461	22 94 51 323
II APPLICATION OF FUNDS			
1 Fixed Assets			
Gross Block	5	1 06 37 12 180	74 55 68 107
Less: Depreciation		22 82 14 476	56 38 63 380
Net Block		83 54 97 704	18 17 04 727
2 Investments			
		Nil	Nil
3 Current Assets, Loans and Advances			
a) Inventories	6	1 29 12 054	Nil
b) Sundry Debtors	7	7 38 70 287	55 99 900
c) Cash and Bank Balances	8	60 298	62 780
d) Loans and Advances & Deposits	9	1 01 05 118	4 20 83 916
		9 69 47 757	4 77 46 596
Miscellaneous Expenditure		Nil	Nil
TOTAL		93 24 45 461	22 94 51 323
Notes to Accounts	16		

The Schedules referred to above and notes to accounts form an integral part of the Balance Sheet

To be read with our report of even date

For VS & VR ASSOCIATES
Chartered Accountants

V. SELVAMANI B.Com., F.C.A.
Partner

For Polymatech Electronics Pvt Ltd

Eswara Rao Nandam
Managing Director


Uma Nandam
Director

Chennai
13-11-2021

V. SELVAMANI, B.COM., F.C.A.,
Chartered Accountant,
E-110, Garden Crest Apartment,
(Opp) Alvarnia Convent, Off (Deepam Hospital),
Trichy Road, Ramanathapuram,
Coimbatore - 641 045

Profit and Loss Account For the year ended 31st March 2021

		31.03.2021 Rs.	31.03.2020 Rs.
INCOME			
Sales		45 01 36 840	43 00 000
Other Income		51 84 974	1 27 00 000
Total		45 53 21 814	1 70 00 000
EXPENDITURE			
Cost of Materials Consumed	13	33 89 91 000	15 90 317
Changes in Inventory of Finished Goods	12	- 1 29 12 054	Nil
Manufacturing Expenses	13	78 23 379	3 01 995
Employees Benefit Expenses	13	59 77 917	7 83 000
Administration and Selling Expenses	14	63 83 416	32 67 629
		34 62 63 658	59 42 941
Earnings Before Interest, Depreciation and Tax		10 90 58 156	1 10 57 059
Depreciation		3 00 51 298	1 18 13 998
Earnings Before Interest and Tax		7 90 06 858	- 7 56 939
Interest and other Finance Cost	15	88 50 014	20 28 775
Earnings Before Tax		7 01 56 844	- 27 85 714
Provision for Taxation		Nil	Nil
Current		Nil	Nil
Deferred		Nil	Nil
Earnings after Tax		7 01 56 844	- 27 85 714
Add: Balance Brought Forward from earlier year		Nil	Nil
		7 01 56 844	- 27 85 714
Less: Appropriations			
Transfer to General Reserve		Nil	Nil
Balance Carried to Balance Sheet		7 01 56 844	- 27 85 714
		7 01 56 844	- 27 85 714

Notes to Accounts

The Schedules referred to above and notes to accounts form an integral part of the Profit & Loss Account



To be read with our report of even date
For VS & VR ASSOCIATES
Chartered Accountants

V. Selvamani
V. Selvamani B.Com., F.C.A.
Partner

For Polymatech Electronics Pvt Ltd

Eswara Rao Nandam
Eswara Rao Nandam
Managing Director

Uma Nandam
Uma Nandam
Director

Chennai
13-11-2021

V.SELVAMANI, B.COM., F.C.A.,
Chartered Accountant,
E-110, Garden Crest Apartment,
(Opp) Alvernia Convent, Off (Deepam Hospital),
Trichy Road, Ramanathapuram,
Coimbatore - 541 045

SCHEDULES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

	31.03.2021 Rs.	31.03.2020 Rs.
Schedule 1		
Share Capital		
Authorised 65,00,000 Equity Shares of Rs.10/ each	65 00 00 000	65 00 00 000
Issued,Subscribed and Paid-up Shares of Rs.10/- each fully paid-up Share Application Money	63 45 70 000 Nil	63 45 70 000 Nil
	63 45 70 000	63 45 70 000
Schedule 2		
Reserves and Surplus		
General Reserve	Nil	Nil
Profit and Loss Account		
Opening Balance	- 65 50 80 300	- 65 22 94 587
Less: Prior Years' Impairment Loss Reversed	36 57 00 202	
Add: Profit/(Loss) for the year	7 01 56 844	- 27 85 713
Balance as per Profit and Loss Account	- 21 92 23 254	- 65 50 80 300
Total		
Schedule 3		
Secured Loans		
From Bank of Baroda (Working Capital)	Nil	Nil
From Bank of Baroda (Term Loan) (Secured by charge over fixed assets of the Company and further by the gurantee signed by the Directors)	13 67 84 629	5 61 46 148
	13 67 84 629	5 61 46 148
Schedule 4		
Unsecured Loans		
Non Convertible Debentures	18 14 79 481	17 78 68 137
	18 14 79 481	17 78 68 137
Schedule 6		
Inventories (As certified by Management)		
Materials and Spares	Nil	Nil
Work-in-Progress	1 29 12 054	Nil
Finished Goods	Nil	Nil
	1 29 12 054	Nil



POLYMATECH ELECTRONICS PRIVATE LIMITED
Plot No 13, SIPCOT Hi Tech SEZ, Oragadam, Chennai - 602 105

SCHEDULES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021
Schedule 5
FIXED ASSETS

S.No.	NAME OF ASSET & Useful Life	GROSS BLOCK			DEPRECIATION			WRITTEN DOWN VALUE			
		As on 01-4-2020	Additions	Deletions	As on 31-03-2021	As on 01-4-2020	For the year	Withdrawn (Impairment Loss of Mar 2011 to Mar 2012)	As on 31-03-2021	As at 31-03-2021	As at 31-3-2020
1	Land	2 14 88 617			2 14 88 617	56 66 617		56 66 617	2 14 88 617	2 14 88 617	1 58 22 000
2	Buildings - 30 Yrs	49 39 70 377	1 04 76 142		50 44 46 519	46 59 22 165	1 68 14 884	31 58 40 709	16 68 96 340	33 75 50 179	2 80 48 212
3	Plant & Machinery - 40 Yrs	14 36 50 003	23 17 31 107		37 53 81 110	7 24 90 423	93 84 528	4 26 93 826	3 91 81 125	33 61 99 985	7 11 59 580
4	Office Equipments - 10 Yrs	22 22 737			22 22 737	22 22 737			22 22 737		
5	Computer Systems - 3 Yrs	87 30 124			87 30 124	87 09 886			87 09 886	20 238	20 238
6	Furniture & Fixtures - 10 Yrs	17 60 974			17 60 974	17 60 974			17 60 974		
7	Electrical Fittings - 40 Yrs	6 26 13 427	8 62 63 493		14 88 96 918	20 27 728	37 22 423	14 99 050	42 51 101	13 96 45 817	5 56 05 699
8	Interiors - 5 Yrs	8 400			8 400	8 400			8 400		
9	Motor Vehicles - 6 Yrs	7 20 000	59 781		7 76 781	54 400	1 29 464		1 83 914	5 92 848	6 71 590
	Pre-operative Expenses	73 51 90 659	32 85 21 521		106 37 12 180 Nil	56 38 61 380	3 00 51 298	36 57 00 202	22 82 14 478	63 54 97 704	17 13 27 279
		1 03 77 448	1 03 77 448								1 03 77 448
		74 55 88 107									



To be read with our report of even date
 For V.S. & VR ASSOCIATES
 Chartered Accountants
 V. Selvamani
 Partner

For Polymatech Electronics Pvt Ltd
 Eswara Rao Nandanam
 Managing Director
 Usha Nandanam
 Director

V.SELVAMANI, B.COM., F.C.A.,
 Chartered Accountant,
 E-110, Garden Crest Apartment,
 (Opp) Alvernia Convent, Off (Dheerpam Hospital),
 Trichy Road, Ramanaidapuram,
 Coimbatore - 641 045

SCHEDULES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

31.03.2021
Rs.

31.03.2020
Rs.

Schedule 7

Sundry Debtors Unsecured - Considered Good

Debts outstanding for a period exceeding six months:	Nil	Nil
Debts outstanding for a period within six months:	7 38 70 287	55 99 900
	<u>7 38 70 287</u>	<u>55 99 900</u>

Schedule 8

Cash and Bank Balances

Cash and Cheques on Hand	8 395	62 780
Balances with Scheduled Banks		
In Current Accounts	51 903	Nil
In Deposit Accounts	Nil	Nil
	<u>60 298</u>	<u>62 780</u>

Schedule 9

Loans and Advances

Unsecured-Considered Good

Advances recoverable in Cash or kind or for value to be received in the course of business	84 42 465	4 17 14 577
Deposits	16 62 652	3 69 340
	<u>1 01 05 117</u>	<u>4 20 83 917</u>



SCHEDULES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

	31.03.2021 Rs.	31.03.2020 Rs.
Schedule 10		
Current Liabilities		
Sundry Creditors		
For Capital Goods	9 73 73 300	1 37 97 900
Other Trade Liabilities	10 02 38 914	21 49 438
Advance from customers		
Investor Education and Protection Fund shall be credited by following amounts viz.,		
a) Unpaid dividend		
b) Unpaid application money received for allotment of securities and due for refund		NIL
c) Unpaid Matured Deposits		
d) Unpaid Matured Debentures		
e) Interest accrued on (a) to (d) above		
Unclaimed Statutory Liabilities		
	19 76 12 214	1 59 47 338
Dues to small scale industrial undertakings included in Sundry creditors		
For Purchases	10 02 38 914	21 49 438
Others	9 73 73 300	1 37 97 900
	19 76 12 214	1 59 47 338

Schedule 11

Provisions

For Expenses	11 72 500	Nil
For Others	49 891	Nil
For Taxes	Nil	Nil
	12 22 391	Nil



SCHEDULES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

	31.03.2021 Rs.	31.03.2020 Rs.
Schedule 12		
Closing Stock		
Raw Materials	Nil	Nil
Work-in-Progress	1 56 32 080	Nil
Finished Goods	Nil	Nil
	1 56 32 080	Nil
Schedule 13		
A <u>Cost of Goods Sold</u>		
During the year	33 89 91 000	15 90 317
	33 89 91 000	15 90 317
B <u>Direct Expenses</u>		
Electricity Charges	25 52 760	2 89 995
Freight	21 08 890	
Utilities	29 03 303	
Water Charges	2 58 426	12 000
	78 23 379	3 01 995
C <u>Personnel Expenses</u>		
Salaries and Wages	59 09 858	7 83 000
Staff Welfare Expenses	68 059	
	59 77 917	7 83 000



SCHEDULES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

	31.03.2021 Rs.	31.03.2020 Rs.
Schedule 14		
<u>Administrative Expenses</u>		
Insurance	16 35 721	4 57 143
Travelling Expenses	5 238	7 72 526
Bank Charges	15 98 247	2 76 334
Consultancy Charges	5 05 013	2 12 900
Printing and Stationery	14 570	2 26 560
Courier Charges	25 287	23 666
General Expenses	4 69 964	17204
Repairs and Maintenance	11 03 617	1 89 413
Security Charges	2 00 759	8 91 883
Audit Fees & Other Expenses	8 25 000	2 00 000
	63 83 416	32 67 629

Schedule 15
Finance Cost

Bank Interest	88 50 014	20 28 775
	88 50 014	20 28 775

To be read with our report of even date
For VS & VR ASSOCIATES
Chartered Accountants

For Polymatech Electronics Pvt Ltd

V.Selvamani B.Com, F.C.A
Partner

Eswara Rao Nandam
Managing Director

Uma Nandam
Director

Chennai
13-11-2021

V.SELVAMANI, B.COM., F.C.A.,
Chartered Accountant,
E-110, Garden Crest Apartment,
(Opp) Alvernia Convent, Off (Deepam Hospital),
Trichy Road, Ramanathapuram,
Coimbatore - 641 045.



CASH FLOW STATEMENT		
Particulars	Year ended 31st March 2021	Year ended 31st March 2020
CASH INFLOWS		
From Operating Activities		
Profit from operating activities	7,01,56,844	-27,85,714
Adjustments:		
Depreciation	3,00,51,298	1,18,13,998
Amortization of stock compensation	-	-
Gain/ Loss on sale of fixed assets	-	-
Provision/Reversal of Doubtful debts and advances	-	-
Working capital charges:		
Decrease in Inventory	-	-
Decrease in Trade Receivables	-	-
Decrease in DTA	-	-
Decrease in short term loans and advances	-	-
Decrease in other current assets	-	-
Increase in Trade Payables	-	18,51,806
Increase in other Current liabilities	18,16,64,876	1,37,97,900
Increase in Provisions	12,22,319	-
TOTAL OF (1)	28,30,95,337	2,46,77,990
From Investing Activities		
Proceeds from Sale of fixed assets	-	-
Proceeds from Sale of Investments	-	-
Realisation of Long term loans and advances from Subsidiaries/Associates	8,06,38,481	5,61,46,148
Decrease in other long term loans and advances	3,19,78,800	7,69,26,524
Decrease in other non-current assets	-	-
Dividend Received	-	-
Interest Received	-	-
Other Income	-	-
TOTAL OF (2)	11,26,17,281	13,30,72,672
From Financing Activities		
Proceeds from issue of Share Capital	-	-
Share application money pending allotment	-	-
Proceeds from long term borrowings	-	-
Proceeds from short term borrowings	-	-
TOTAL OF (3)	-	-
Total Cash Inflows (1+2+3)	39,57,12,618	15,77,50,662
CASH OUTFLOW		
	31.3.2021	31.3.2020
From Operating Activities		
Loss from Operating Activities	-	-
Adjustments:		
Depreciation and Amortization	-	-
Amortization of stock compensation	-	-
Gain/ Loss on sale of fixed assets	-	-



Provision/Reversal of Doubtful debts and advances	-	-
Working capital charges:		
Increase in Inventory	1,29,12,054	-
Increase in Trade Receivables	6,82,70,387	55,99,900
Increase in short term loans and advances	-	-
Increase in other current assets	-	-
Increase in DTA	-	-
Decrease in trade payable	-71,81,802	-
Decrease in other current liabilities	36,22,291	-1,15,36,803
Decrease in Provisions	-	-
TOTAL OF (1)	7,76,22,930	-59,36,903
From Investing Activities:		
Purchase of tangible assets/ capital WIP	31,81,44,073	16,36,53,326
Purchase of intangible assets/ assets under development	-	-
Purchase of Investment	-	-
Investments in subsidiaries/ Assocites/ Business Ventures	-	-
Payment of long term loans and advances to subsidiaries/ Associate	-	-
Increase in other long term loans and advances	-	-
Increase in other non-current assets	-	-
TOTAL OF (2)	31,81,44,073	16,36,53,326
From Financing Activities		
Repayment of long term borrowings	-	-
Repayment of short term borrowings	-	-
Dividend paid(including distribution tax)	-	-
Interest and other finance cost	-	-
Share issue expenses	-	-
TOTAL OF (3)	-	-
TOTAL OF (1+2+3)	39,57,67,003	15,77,16,423
Net decrease/ increase in cash and cash equivalents (1-11)	-54,385	34,239
Add: Cash and cash equivalents at the beginning of the year	62,780	28,541
Cash and cash equivalents at the end of the year	8,395	62,780

As per our report of even date

To be read with our report of even date
For VS & VR ASSOCIATES
Chartered Accountants

V.Selvamani B.Com., F.C.A.
M No: 202494
Partner

Chennai
13-11-2021

V.SELVAMANI, B.COM., F.C.A.,
Chartered Accountant,
E-110, Garden Crest Apartment,
(Opp) Alvern's Convent, Off (Deepam Hospital),
Tichy Road, Ramanathapuram,
Coimbatore - 641 045



For and on behalf of the board of directors
For Polymatech Electronics Pvt Ltd

Eswara Rao Nandam
Managing Director

Uma Nandam
Director

Polymatech Electronics Private Limited,
Chennai.

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31.3.2021

Going Concern Concept

Polymatech Electronics Private Limited has been now re-established with the purpose of manufacturing Semi-conductors. The business which was suspended by the earlier management during 2012-13 has now been restored with deployment of Foreign Technicians and revamp of the whole set up, thus leading the Company as a viable unit in terms of the Going Concern Concept.

During 2012-13 the value of all the fixed assets, (Asset-wise with WDV balance as on 31st March 2013) has been completely (except leasehold Land) written off in the Books of Accounts as Impairment Loss based on the reasons of Going Concern Concept as well as unfavourable business conditions.

Now with the efficient utilization of resources available with the Company the augmentation of financial, technical and marketing strengths has already made during 2020-21, the Company has decided to reverse the writing off, of Impairment Loss earlier accounted as per the following accounting treatment in the Books of Accounts:

Impairment Loss Written Off

	During 2010-11 Rs. 2,80,00,000	During 2011-12 Rs. 48,45,07,661	Total Rs. 51,25,07,661
Less: In Place of the above Impairment Loss, Depreciation that would have been charged for the normal wear and tear for the period from 1.4.2011 to 31.3.2019 is			Rs. 14,68,07,457
Hence as per the Accounting Paralance the Impairment Loss which is reversed is :			Rs. 36,57,00,203

This does not increase the original cost of Fixed Assets but reduce the Accumulated Depreciation. With this treatment, which is as per the prevailing IAS and IFRS standards, the Fixed Assets are being stated in the books of accounts at the more realistic Net realisable value. There is however no revaluation of assets done which does not warrant at this stage.

The said values are if matched with the general market valuation as certified by Approved Valuers (as submitted by the Management) are:

Description of the Asset	As per Books of Accounts As on 31.3.2021	As per Valuation Report As on 26.11.2018
Land	Rs. 2,14,88,617	Rs.18,00,00,000
Building with Amenities <small>*Includes additions made during 2020-2021</small>	Rs. 33,75,50,179*	Rs.36,35,45,407
Machinery & Elec. Equipments <small>*Includes additions made during 2020-2021 to the extent of Rs. 11,79,94,992</small>	Rs. 47,58,49,802*	Rs.20,90,00,000

The Company has not claimed or availed any income tax exemption either on account of unabsorbed depreciation or carry forward business loss or the said impairment loss in any year during the previous years beginning the first financial year ended 31st December 2007 and till the financial year ended 31st March 2012. Further the business was shut down owing to the reasons of reasons of Going Concern Concept as well as unfavourable business conditions.



The Company has incurred only business losses in every financial year from the first year 2007 (Jan to Dec) till the financial year ended 31st March 2020. The Company has started its economic viable business operations, since 2020-2021 and is eligible for the income tax exemption from now on, as Income Tax exemption is available on income derived from the business of development of the SEZ in a block of 10 years in 15 years under Section 80-IA8 of the Income Tax Act. (Sunset Clause for Developers has become effective from 01.04.2017).

Moreover, 100% Income Tax exemption on export income for SEZ units is made available under Section 10AA of the Income Tax Act for first 5 years, 50% for next 5 years thereafter and 50% of the ploughed back export profit for next 5 years: (Sunset Clause for Units will become effective from 01.04.2020)

16. Statement of Significant Accounting Policies

- a. The financial statements are prepared under historical cost convention on accrual basis in accordance with the following accounting standards referred in the Companies Act.
- b. The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosures 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.
- c. i). Fixed Assets are carried at cost of acquisition (including directly attributable costs such as freight, installation, etc.) or construction less accumulated depreciation. Borrowing costs directly attributable to acquisition or construction of those fixed assets, which necessarily take a substantial period of time to get ready for their intended use, are capitalized.

ii) Advances paid towards the acquisition of fixed assets, outstanding at each balance sheet date are shown under capital advances.

iii) Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Straight Line Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. In respect of additions or extensions forming an integral part of existing assets, including incremental cost arising on account of translation of Foreign Currency liabilities for acquisition of Fixed Assets, depreciation is provided as aforesaid over the residual life of the respective assets.
- d. **Change In Accounting Policies:**
The accounting policies adopted in the preparation of financial statements are in consistent with those of previous year.

17. Revenue Recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized.

- i) **Sale of Goods:**
Sales are booked in accounts as and when the goods are cleared and billed. Other miscellaneous receipts are recognized as and when their collectability and amount is uncertain.

18. Taxes on Income:

Provisions for tax includes provision for current income tax and deferred tax. Provision is made for deferred tax for all timing differences between taxable income and accounting income at currently enacted tax rates. Provision for current tax made for the tax payable under Income Tax Act, 1961. Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are



recognized only where a virtual certainty that deferred tax assets can be realized is against future taxable profits. However deferred tax accounting will come into effect from the next financial year only.

19. Borrowing costs:

Borrowing costs are recognized as an expense in the period in which these are incurred.

20. Provisions:

A Provision is recognized when an enterprise has a present obligation as a result of the past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at balance sheet date and adjusted to reflect the current best estimates.

21. Impairment:

The carrying amounts of assets are reviewed at balance sheet date to determine whether there is any indication of impairment. If any indication exists, the assets the carrying amount of an asset exceed its recoverable amount.

22. Earnings Per Share (EPS):

The Earnings considered in ascertaining the company's EPS comprise the net profit after tax includes the post-tax effect of any extraordinary item. The number of shares used in computing the basic EPS is the weighted average number of shares outstanding during the year. The number of shares used in computing diluted EPS comprises of weighted average shares considered for deriving basis EPS, and also the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

The following reflects the profit and share data used in the basic and diluted EPS computation:

Particulars	31 st March 2021 (Rs)	31 st March 2020(Rs)
Profit/ Loss after tax	7,01,56,844	(27,85,714)
Weighted average number of equity shares in calculating basic EPS (basic)	63,45,700	63,45,700
Weighted average number of equity shares in calculating basic EPS (diluted)	63,45,700	63,45,700
Nominal Value of equity shares	10	10
Earnings per share (in Rs)	11.05	(0.43)

23. Foreign Currency transactions and balances as on 31st March 2021.

Foreign Exchange earned in terms of actual inflows in the year	50928 USD
Foreign Exchange outgo in terms of actual outflows in the year	105,819,690 JPY

24. Deferred tax Assets/ Liabilities:

During the year the Deferred tax assets, is NIL, as the difference between the depreciation as per Companies Act and Income Tax Act has not been considered for deferred tax purposes which will be accounted in the next year following completion of installation of machinery and electrical equipments for the full year of utilization and operation since import of machinery is in progress during the year.



25. Employees and Auditor remuneration:

Particulars	31.3.2021	31.3.2020
Particulars of Employees drawing remuneration aggregating of Rs. 60 lacks per year or Rs. 5 lacks or more per month where Employed for part of the year/ During the year.	NIL	NIL
Auditor Remuneration including statutory audit	8,25,000	2,00,000

26. Related party disclosure:

As per the Accounting standard AS 18 on related party disclosures issued by the Institute of Chartered Accountants of India, the disclosure of transactions with the related party as defined in the Accounting standard is not applicable.

27. The Company is a small and medium and sized Company (SMC) as defined in the General Instructions in respect of accounting standards notified under the Companies Act, 1956. Accordingly, the company has complied with the Accounting Standards as applicable to a small and medium sized company. None of the creditors of the Company has declared themselves to be micro, small and medium scale industrial undertaking till the date of finalization of the accounts.

28. Cash and Cash equivalents:

Cash and Cash equivalents in the consolidated comprise cash in hand and balance in bank in current accounts, deposit accounts and in margin money deposits.

29. Inventories:

Closing Stock is valued as per AS 2.

30. Gratuity:

The Company has not made any provisions for payment for the gratuity to employees. The management is of the view to account the Gratuity liability as and when arise. No employees are working more than 5 years in the company.

31. Provisions:

Contingent assets and liabilities are not recognized.

Signatories to Balance sheet, Profit and Loss Account with note No's 1 to 31 and notes forming parts of accounts.

To be read with our report of even date
For VS & VR ASSOCIATES
Chartered Accountants

V.SELVAMANI
Chartered Accountant
(M.No :202494)

For Polymatech electronics Private Limited

ESWARA RAO NANDAM
Managing Director

UMA NANDAM
Director

V.SELVAMANI, B.COM., F.C.A.,
Chartered Accountant,

Place : Coimbatore
Date : 13-11-2021

E-110, Garden Crest Apartment,
(Opp) Alvarnia Convent, 33 (Deepam Hospital),
Trichy Road, Ramanaipuram,
Coimbatore - 641 045