

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 Friday 30th September 2022 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 2022, 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 2022 and the Reports of the Directors' and Auditor's thereon.

Place: Oragadam, Kancheepuram Dist

Date:30.09.2022

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.

CIN: U32107TN2007FTC063706

REPORT OF THE BOARD OF DIRECTORS

To
The Members of
Polymatech Electronics Private Limited

Your Directors have pleasure in presenting the 15th Annual Report together with the Audited Statement of Accounts of your company for the financial year ended 31st March 2022.

FINANCIAL RESULTS:

The highlights of the financial results of your Company for the financial year ended 31.03.2022 as compared with the previous year, are as follows:

Particulars	Financial year ended 31.03.2022 (Amount in Rs.)	Financial year ended 31.03.2021 (Amount in Rs.)
Total Income	1,26,42,32,261.00	45,53,21,814.00
Less: Total Expenses	91,62,20,933.29	38,51,64,970.00
Profit before exceptional and extraordinary items and tax	34,80,11,327.71	7,01,56,844.00
Less: Exceptional items	--	--
Profit before extraordinary items and tax	34,80,11,327.71	7,01,56,844.00
Less: Extraordinary items	--	--
Profit/(Loss) before tax	34,80,11,327.71	7,01,56,844.00
Tax Expenses (1) Current tax	--	--
(2) Deferred tax	--	--
Profit/ (Loss) for the period from continuing operations	34,80,11,327.71	7,01,56,844.00

DIVIDEND:

Your Directors did not recommend any dividend for the financial year ended 31.03.2022.

TRANSFER TO RESERVES:

The Company did not transfer any amount to reserves for the financial year ended 31.03.2022.

OPERATIONS AND STATE OF COMPANY'S AFFAIRS:

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

DIRECTORS:

None of the Director is appointed or resigned during the Financial Year 2021-2022 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 31.03.2022 (Amount in Rs.)	Financial year ended 31.03.2021 (Amount in Rs.)
Foreign Exchange Earnings	--	37,26,202.07
Foreign Exchange Outgo	2,10,23,413.74	7,00,09,035.56

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 required to maintain Cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the financial year 2021-2022. However, the company has not duly maintained Cost Records as required under Section 148(1) of the act and Rule 4 of the Companies (Cost Records and Audit) Rules, 2014. Since, the prescribed turnover as specified under Section 148(2) of the Companies Act, 2013 has exceeded during the financial year 2021-2022; your company is required to appoint Cost Auditor for the Financial Year 2022-2023. However, as the company is operating from Special Economic Zone, the requirement for appointment of Cost Auditor is exempted as specified under Rule 4 of the Companies (Cost Records and Audit) Rules, 2014.

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.

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 2021-2022:

i. Board Meetings:

S. No	Date of the meeting	Particulars	Attendance of Directors
1.	15.06.2021	Disclosure of interest & others.	Eswar Rao Nandam, Uma Nandam & Hidenobu Hitotsumatsu
2.	30.07.2021	Authorization for registered office address to other Company.	Eswar Rao Nandam & Uma Nandam
3.	04.10.2021	Authorization for creation of charge-HDFC Bank Limited.	Eswar Rao Nandam & Uma Nandam
4.	13.11.2021	Approval of Accounts & others.	Eswar Rao Nandam, Uma Nandam &
5.	18.01.2022	Satisfaction of charge-Bank of Baroda.	Eswar Rao Nandam & Uma Nandam

ii. General Meetings:

S. No	Date of the meeting	Particulars	Attendance of Shareholders
1.	30.11.2021	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, 2022, 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, 2022 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, 2022, 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, if any.

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 provisions of Corporate Social Responsibility (CSR) are applicable to the company for the financial year 2021-2022 as the Company satisfies the criteria specified under Section 135(1) of the Companies Act, 2013. Since, the CSR amount need to be spent does not exceed Fifty Lakh Rupees as specified under Section 135(9) of the Companies Act, 2013, the Company is not required to constitute a Corporate Social Responsibility Committee for the financial year 2021-2022. Further, the Company has not spent the requisite CSR amount during the financial year 2021-2022 due to Covid-19 and other operational reasons. The Report on CSR activities is enclosed as Annexure - 1 to this Report.

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: Oragadam, Kancheepuram Dist
Date:30.09.2022

By order of the Board
For Polymatech Electronics Private Limited



A handwritten signature in blue ink, appearing to be "Eswara Rao Nandam", written over a horizontal line.

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 2022, 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, 2022, 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.

Emphasis of Matter

The company's net worth is negative and the company has also taken unsecured loans from its directors. As per the management the company is still a going concern entity because it is in process of identifying new plans to improve the performance of the company. Instead of the above factors there is no uncertainty on the company's ability to continue as a going concern. The company has prepared its financial statements on a going concern basis.

Information other than the Financial Statements and Auditors' Report thereon
The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' 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 in the audit, or otherwise appears to be materially misstated.

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

Responsibilities of Management and Those Charged with Governance for the 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.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

(1) 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.



- (2) 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.
- (3) 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.
- (4) 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.
- (5) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
- (6) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, the company is exempt from getting an audit opinion on internal financial control.
- (7) 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:
- (a) The Company has disclosed details regarding pending litigations in note 28 of financial statements, which would impact its financial position.
- (b) The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- (c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- (d) (i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and



(iii) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

(e) The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

(8) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, the limit prescribed by section 197 for maximum permissible managerial remuneration is not applicable to a private limited company.

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

Report as required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 (Refer to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date) With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the financial statements for the year ended March 31, 2022, we report the following:

(i) (a) (A) The Company has proper records related to full particulars including quantitative details and situation of Property, Plant and Equipment.

(B) the company is not having any intangible asset. Therefore, the provisions of Clause (i)(a)(B) of paragraph 3 of the order are not applicable to the company.

(b) In our opinion Property, Plant and Equipment have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification during the year.

(c) Details of immovable properties, which are not held in the name of the company, are given below: Description of property Gross carrying value Title deeds held in the name of Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director Period held Reason for not being held in the name of the company Building under Property, Plant and Equipment 18,585.38 N.A. No 4 years The company has constructed building over land taken on lease. There is not dispute on the same.

(d) The company has not revalued its Property, Plant and Equipment during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company.

(e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.

(ii) (a) In our opinion, physical verification of inventory has been conducted at reasonable intervals by the management and the coverage and procedure of such verification by the management is appropriate. No material discrepancies were noticed on such verification.



(b) During any point of time of the year, the company has not been sanctioned any working capital limits, from banks or financial institutions on the basis of security of current assets. Therefore, the provisions of Clause (ii)(b) of paragraph 3 of the order are not applicable to the company.

(iii) During the year, the company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Therefore, the provisions of clause 3(iii) of the said Order are not applicable to the company.

(iv) The company has not made any loans, investments, guarantees and security on which provisions of section 185 and 186 of the Companies Act 2013 are applicable. Therefore, the provisions of clause 3(iv) of the said Order are not applicable to the company.

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from public. Therefore, the provisions of Clause (v) of paragraph 3 of the order are not applicable to the Company.

(vi) As explained to us, the Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company. Therefore, the provisions of Clause (vi) of paragraph 3 of the order are not applicable to the Company.

(vii) (a) The Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income tax, Sales Tax, Wealth tax, Service tax, Duty of Customs, duty of Excise, Value Added Tax, GST, Cess and other statutory dues with the appropriate authorities to the extent applicable to it. There are no undisputed amounts payable in respect of income tax, wealth tax, service tax, sales tax, value added tax, duty of customs, duty of excise or cess which have remained outstanding as at March 31, 2022 for a period of more than 6 months from the date they became payable.

(b) According to the information and explanations given to us, there are not any statutory dues referred in sub- clause (a) which have not been deposited on account of any dispute. Therefore, the provisions of Clause (vii)(b) of paragraph 3 of the order are not applicable to the Company.

(viii) In our opinion and according to the information and explanations given to us, there is no any transaction not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

(ix) (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of any loan or other borrowings or any interest due thereon to any lender.

(b) In our opinion and according to the information and explanations given to us, the company has not been a declared wilful defaulter by any bank or financial institution or other lender.

(c) In our opinion and according to the information and explanations given to us, the loans were applied for the purpose for which the loans were obtained.



(d) In our opinion and according to the information and explanations given to us, there are no funds raised on short term basis which have been utilised for long term purposes.

(e) In our opinion and according to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) In our opinion and according to the information and explanations given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(x) (a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments). Therefore, the provisions of Clause (x)(a) of paragraph 3 of the order are not applicable to the Company.

(b) In our opinion and according to the information and explanations given to us, the company has made preferential allotment or private placement of shares during the year and the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised.

(xi) (a) We have not noticed any case of fraud by the company or any fraud on the Company by its officers or employees during the year. The management has also not reported any case of fraud during the year.

(b) During the year no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As auditor, we did not receive any whistle-blower complaint during the year.

(xii) The company is not a Nidhi Company. Therefore, the provisions of Clause (xii) of paragraph 3 of the order are not applicable to the Company.

(xiii) As per the information and explanations received to us all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable, and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards. Identification of related parties were made and provided by the management of the company.

(xiv) The company is not covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Therefore, the company is not required to appointed any internal auditor. Therefore, the provisions of Clause (xiv) of paragraph 3 of the order are not applicable to the Company.

(xv) The Company has not entered into any non-cash transactions with directors or persons connected with him for the year under review. Therefore, the provisions of Clause (xv) of paragraph 3 of the order are not applicable to the Company.



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

(b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year.

(c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. (d) As per the information and explanations received, the group does not have any CIC as part of the group.

(xvii) The company has not incurred cash loss in current financial year as well in immediately preceding financial year.

(xviii) There has been no resignation of the previous statutory auditors during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

(xx) There is not liability of the company under the provisions of section 135 of the Companies Act, relating to Corporate Social Responsibility. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company.

(xxi) The company has not made investments in subsidiary company. Therefore, the company does not require to prepare consolidated financial statement. Therefore, the provisions of Clause (xxi) of paragraph 3 of the order are not applicable to the Company.

Date: 30.09.2022
Place: Chennai




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



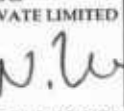
POLYMATECH ELECTRONICS PRIVATE LIMITED
 CIN : U32107TN2007FTC063706
 Plot OZ-13, SIPCOT Hi-Tech SEZ, Oragadam,
 Kancheepuram - 602105
 (Amount in Rs)

Balance Sheet as at 31 March 2022.			
Particulars	No	As at	
		31 March 2022	31 March 2021
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	63,45,70,000.00	63,45,70,000.00
Reserves and Surplus	3	12,87,88,073.71	-21,92,23,254.00
		76,33,58,073.71	41,53,46,746.00
Non Current Liabilities			
Long-Term Borrowings	4	41,78,19,489.00	31,82,64,110.00
Long-Term Provisions		-	-
Deferred Tax Liability	5	-	-
		41,78,19,489.00	31,82,64,110.00
Current Liabilities			
Trade Payables			
Payable to MSME	6	-	-
Payable to Other than MSME		15,46,14,391.00	19,76,12,214.00
Short-Term Borrowings -			
Other Current Liabilities	7	3,74,01,040.00	-
Short-Term Provisions	8	30,24,050.51	12,22,391.00
		19,50,39,481.51	19,88,34,605.00
		1,37,62,17,044.22	93,24,45,461.00
ASSETS			
Non Current Assets			
(a) Property/Plant/Equipments & Intangible Assets			
(i) Property, Plant & Equipments	9	90,30,30,211.22	83,54,97,703.51
(ii) Intangible Assets	#	-	-
(b) Non Current Investments			
(c) Deferred Tax Assets (net)	5	-	-
(d) Long Term Loans and Advances		50,49,576.00	-
(e) Other Non Current Assets		-	-
		90,80,79,787.22	83,54,97,703.51
Current Assets			
Inventories	#	19,73,08,840.00	1,29,12,054.00
Trade receivables	#	25,82,44,019.00	7,38,70,287.00
Cash and bank balances	#	3,00,138.00	60,298.00
Short term loans and advances	#	1,22,84,260.00	1,01,05,118.49
Other Current Assets	#	-	-
		46,81,37,257.00	9,69,47,757.49
		1,37,62,17,044.22	93,24,45,461.00

Significant Accounting Policies and Notes Forming Part of Accounts are integral part of the Financial Statements

As per my Report attached of even date

for and on behalf of the Board of Directors of
 POLYMATECH ELECTRONICS PRIVATE LIMITED

		
V.SELVAMANI	ESWARA RAO NANDAM	UMA NANDA
	Director	Director
Membership No: 202494	DIN:02220039	DIN:02220048
UDIN: 22202494BEPILF8531		
Place: Coimbatore	Place: Coimbatore	
Date: 30/09/2022	Date: 30/09/2022	



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

POLYMATECH ELECTRONICS PRIVATE LIMITED

CIN : U32107TN2007FTC063706

Plot OZ-13, SIPCOT Hi-Tech SEZ, Oragadam,
Kancheepuram - 602105

Statement of Profit and Loss for the year ended 31st March 2022.

(Amount in Rs)

Particulars	Note	1st April 2021 to 31st March 2022	1st April 2020 to 31st March 2021
Income			
Revenue from Operations	11	1,25,87,31,333.00	45,01,36,840.00
Other Income		55,00,928.00	51,84,974.00
Total Income		1,26,42,32,261.00	45,53,21,814.00
Expenses			
Purchases		1,00,69,85,066.00	33,89,91,000.00
Manufacturing Expenses		1,43,67,195.00	78,23,379.00
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		-18,43,96,786.00	-1,29,12,054.00
Employees Benefits Expenses	12	78,23,260.00	59,77,917.00
Other Expenses	13	1,52,32,980.00	63,83,416.00
Finance Cost	14	2,46,36,694.00	88,50,014.00
Depreciation		3,15,72,524.29	3,00,51,298.00
Total Expenses		91,62,20,933.29	38,51,64,970.00
Profit/ (loss) Before Tax		34,80,11,327.71	7,01,56,844.00
Provision for Taxation			
- Current Tax		-	-
- Defferred Tax		-	-
Profit/ (loss) After Tax		34,80,11,327.71	7,01,56,844.00
Earnings per share (equity shares, par value Rs 10 each)			
- Basic and diluted	15	5.48	1.11

Significant Accounting Policies

1

Significant Accounting Policies and Notes Forming Part of Accounts are integral part of the Financial Statements

As per my Report attached of even date


V.SELVAMANI

 Membership No: 202494
 UDIN: 22202494BEPILF8531
 Place: Coimbatore
 Date: 30/09/2022


For and on behalf of the Board of Directors of

POLYMATECH ELECTRONICS PRIVATE LIMITED

ESWARA RAO NANDAM

 Director
 DIN:02220039

 Place: Coimbatore
 Date: 30/09/2022


UMA NANDAM

 Director
 DIN:02220048

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

POLYMATECH ELECTRONICS PRIVATE LIMITED
U32107TN2001FTC063706

Cash Flow Statement for the year ended 31 March 2022


Particulars	For the Year ended 31 March 2022	For the Year ended 31 March 2021
	INR.	INR.
A. Cash Flow from Operating Activities		
Net Profit/ loss Before taxation	34,80,11,327.71	7,01,56,844.00
Adjustment for:		
Depreciation / Amortization	3,15,72,524.29	3,00,51,298.00
(Gain)/Loss on sale of fixed assets	-	-
Provision for Tax	-	-
Deferred Tax	-	-
Operating Profit before Working Capital Changes	37,95,83,852.00	10,02,08,142.00
Movements in Working Capital:		
(Increase)/Decrease in Trade Receivables	-18,43,73,732.00	-6,82,70,387.00
(Increase)/Decrease in Other Current Assets	-21,79,141.51	3,19,78,797.51
Increase/(Decrease) in Other Current Liabilities	3,74,01,040.00	-
Increase/(Decrease) in short term provisions	18,01,659.51	12,22,391.00
Increase/(Decrease) in trade payables	-4,29,97,823.00	18,16,64,876.00
(Increase)/Decrease in Inventories	-18,43,96,786.00	-1,29,12,054.00
Operating Profit after Working Capital Changes	48,39,069.00	23,38,91,765.51
Less: Income Tax Paid	-	-
Cash Flow from Operating Activities	48,39,069.00	23,38,91,765.51
B. Cash flows from Investing Activities		
Purchase of Fixed Assets	-9,91,05,032.00	-31,81,44,072.00
Sale/discard of Fixed Assets	-	-
Net cash from / (used in) investment activities	-9,91,05,032.00	-31,81,44,072.00
C. Cash flows from Financing Activities		
Long Term Loans & Advances	-50,49,576.00	-
Increase / (decrease) Borrowings (Net)	9,95,55,379.00	8,42,49,825.00
Net cash used in Financing Activities	9,45,05,803.00	8,42,49,825.00
Net increase / (decrease) in Cash and Cash Equivalents (A + B + C)	2,39,840.00	-2,481.49
Cash and Cash Equivalents at the Beginning of the Year	60,298.51	62,780.00
Cash and Cash Equivalents at the End of the Year	3,00,138.51	60,298.51

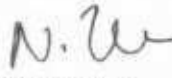
Statement on significant accounting policies and notes form an integral part of financial statements
In terms of our report of even date attached


V.Selvamani
Chartered Accountant
(M.No.202494)
Place: Chennai
Date : 30/09/2022
UDIN: 22202494BEPILF8531



For and on behalf of the board of directors of
Polymatech Electronics Private Limited


Eswara Rao Nandam
Director
(DIN - 02220039)


Uma Nandam
Director
(DIN - 02220040)

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

Notes on Financial Statements for the Year Ended 31st March 2022

Particulars	As at	
	31.03.2022	31.03.2021
Note 2: Share Capital		
Authorised		6,50,00,000.00
6,50,00,000 equity shares of Rs 10 each	6,50,00,000.00	
6,50,00,000 equity shares of Rs 10 each	<u>6,50,00,000.00</u>	<u>6,50,00,000.00</u>
Issued, subscribed and fully paid up		63,45,70,000
63457000 equity shares of Rs 10 each	63,45,70,000.00	-
63457000 equity shares of Rs 10 each	<u>63,45,70,000.00</u>	<u>63,45,70,000.00</u>

(a) List of promoters holding shares in the Company

Name of the share holder	As at 31.03.2022		As at 31.03.2021	
	No of shares	% holding	No of shares	% holding
ESWARA RAO NANDAM	3,31,22,570	52.20%	3,31,22,570	52.20%
UMA NANDAM	3,03,34,430	47.80%	3,03,34,430	47.80%
	<u>6,34,57,000</u>		<u>6,34,57,000</u>	

(b) List of persons holding more than 5 percent shares in the Company

Promoter's Name	As at 31.03.2022		As at 31.03.2021	
	No of shares	% holding	No of shares	% holding
ESWARA RAO NANDAM	3,31,22,570	52.20%	3,31,22,570	52.20%
UMA NANDAM	3,03,34,430	47.80%	3,03,34,430	47.80%
	<u>6,34,57,000</u>	<u>100.00%</u>	<u>6,34,57,000</u>	<u>100.00%</u>

(c) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31.03.2022		As at 31.03.2021	
	No of shares	Value of shares	No of shares	Value of shares
At the beginning of the year	6,34,57,000	63,45,70,000	6,34,57,000	63,45,70,000
Shares Issued during the year	-	-	-	-
Outstanding at the end of the year	<u>6,34,57,000</u>	<u>63,45,70,000</u>	<u>6,34,57,000</u>	<u>63,45,70,000</u>

(c) Rights, preferences and restrictions attached to equity shares

The Company has only one class of share referred to as equity shares having a par value of Rs 10. Each holder of

(d) Buy back of shares and shares allotted by way of bonus shares

The Company has not allotted any fully paid-up equity shares by way of bonus shares nor has it bought back any class of equity shares from the date of incorporation till the balance sheet date, Further the Company has not



Notes on Financial Statements for the Year Ended 31st March 2022

Particulars		As at 31.03.2022	As at 31.03.2021
Note 3:	Reserves and Surplus		
	General Reserve		
	Balance Brought Forward	-21,92,23,254.00	-65,50,80,300.00
	Adjustments (Impairment Loss Reversed)	-	36,57,00,202.00
	Transferred During the Year	34,80,11,327.71	7,01,56,844.00
	Balance Carried Forward	<u>12,87,88,073.71</u>	<u>-21,92,23,254.00</u>
	Surplus/ (deficit) in Statement of Profit and Loss		
	Balance Brought Forward		
	Transferred During the Year		
	Balance Carried Forward	<u>-</u>	<u>-</u>
	a + b	<u>12,87,88,073.71</u>	<u>-21,92,23,254.00</u>
Note 4:	Long Term Borrowings		
	Secured-Term From Bank (HDFC)	23,63,40,008.00	13,67,84,629.00
	Unsecured-Loans From Directors	18,14,79,481.00	18,14,79,481.00
		<u>41,78,19,489.00</u>	<u>31,82,64,110.00</u>
Note 5	Deferred Tax Liability(Net)		
	Deferred Tax Liability (Net)	-	-
		<u>-</u>	<u>-</u>
Note 7	Other Current Liabilities		
	Bank CC	3,74,01,040.00	-
		<u>3,74,01,040.00</u>	<u>-</u>
Note 8	Short Term Provisions		
	Salary payable	4,73,870.00	2,50,000.00
	Audit Fees Payable	8,25,000.00	5,25,000.00
	Income Tax		
	Payables for Expenses	17,25,180.51	4,47,391.00
	Director Remuneration payable		
		<u>30,24,050.51</u>	<u>12,22,391.00</u>
Note 10	Intangible Assets		
	Trademark	-	-
		<u>-</u>	<u>-</u>
Note 11	Inventories		
	Materials and Spares	2,45,82,640.00	
	Work in Progress	5,48,76,200.00	1,29,12,054.00
	Finished Goods	11,78,50,000.00	
		<u>19,73,08,840.00</u>	<u>1,29,12,054.00</u>



Note 6 Trade Payables ageing schedule: As at 31st March,2022

(Amount in Rs.)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME					-
(ii) Others	15,46,14,391.00				15,46,14,391.00
(iii) Disputed dues- MSME					-
(iv) Disputed dues - Others					-
TOTAL	15,46,14,391.00	-	-	-	15,46,14,391.00

Trade Payables ageing schedule: As at 31st March 2021

(Amount in Rs.)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	19,76,12,214.00	-	-	-	19,76,12,214.00
(iii) Disputed dues- MSM	-	-	-	-	-
(iv) Disputed dues - Oth	-	-	-	-	-
TOTAL	19,76,12,214.00	-	-	-	19,76,12,214.00

Ageing for trade receivables - current outstanding as at March 31, 2022 is as follows :

Particulars	Outstanding for Following periods from due date of payments						Total
	Less Than 6 Months	6 Months - 1 year	1-2 years	2-3 years	2-3 years	More than 3 years	
Undisputed Unsecured Trade receivables - considered good	25,82,44,019	-	-	-	-	-	25,82,44,019
Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
Total	25,82,44,019	-	-	-	-	-	25,82,44,019

Ageing for trade receivables - current outstanding as at March 31, 2021 is as follows :

Particulars	Outstanding for Following periods from due date of payments						Total
	Less Than 6 Months	6 Months - 1 year	1-2 years	2-3 years	2-3 years	More than 3 years	
Undisputed Unsecured Trade receivables - considered good	7,38,70,287	-	-	-	-	-	7,38,70,287
Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
Total	7,38,70,287	-	-	-	-	-	7,38,70,287



NOTE 9 PROPERTY/PLANT/EQUIPMENTS & INTANGIBLE ASSETS

DEPRECIATION AS PER COMPANIES ACT 2013 UNDER WDV METHOD FOR THE YEAR ENDED 31.03.2022

PARTICULARS	COST			DEPRECIATION			NET BLOCK	
	COST AS AT 31.3.21	ADDITIONS	DELETIONS	COST AS AT 31.3.2022	UPTO 31.3.2021	FOR THE YR 31.3.2022	AS AT 31.3.2022	AS AT 31.3.2021
Land	2,14,88,617	-	-	2,14,88,617.00	-	-	2,14,88,617	-
Buildings - 30 Yrs	50,44,46,519	-	-	50,44,46,519.00	16,68,96,340	1,68,14,884	32,07,35,295	-
Plant & Machinery - 40 Yrs	37,53,81,110	9,72,10,066	-	47,25,91,176.00	3,91,81,125	1,05,99,654	42,28,10,398	33,75,50,179
Office Equipments - 10 Yrs	22,22,737	1,48,630	-	23,71,367.00	22,22,737	2,32,181	-	-
Computer Systems - 3 Yrs	87,30,124	1,04,620	-	88,34,744.00	87,09,886	26,155	98,703	20,238
Furniture & Fixtures - 10 Yrs	17,60,974	78,466	-	18,39,440.00	17,60,974	7,847	70,619	-
Electrical Fittings - 40 Yrs	14,88,96,918	14,87,630	-	15,03,84,548.00	92,51,101	37,47,217	13,73,86,230	13,96,45,817
Interiors - 5 Yrs	8,400	75,620	-	84,020.00	8,400	15,124	60,496	-
Motor Vehicles - 6 Yrs	7,76,781	-	-	7,76,781.00	1,83,914	1,29,464	4,63,404	5,92,868
Total	1,06,37,12,180.00	9,91,05,032.00	-	1,16,28,17,212.00	22,82,14,477.00	3,15,72,524.29	90,30,30,211.22	83,54,97,703.51



Notes on Financial Statements for the Year Ended 31st March 2022

Particulars	As at 31.03.2022	As at 31.03.2021
PL 11 Revenue from Operations		
Sale of Product	1,25,87,31,333.00	45,01,36,840.00
Sale of Services	-	-
	<u>1,25,87,31,333.00</u>	<u>45,01,36,840.00</u>
Other Income		
Other Income	55,00,928.00	51,84,974.00
Interest on IT refund	-	-
	<u>55,00,928.00</u>	<u>51,84,974.00</u>
PL 12 Employees Benefits Expenses		
Staff Salary	74,65,800.00	59,09,858.00
Staff Welfare	3,57,460.00	68,059.00
	<u>78,23,260.00</u>	<u>59,77,917.00</u>
PL 13 Other Expenses		
Audit Fees	8,25,000.00	8,25,000.00
Travelling Expenses	6,87,430.00	5,238.00
Bank Charges	29,75,200.00	15,98,247.00
Consultancy Charges	15,87,500.00	5,05,013.00
Printing and Stationery	2,48,630.00	14,570.00
Courier Charges	39,420.00	25,287.00
General Expenses	20,18,760.00	4,69,964.00
Repairs and Maintenance	34,86,720.00	11,03,617.00
Security Charges	4,18,600.00	2,00,759.00
Insurance	29,45,720.00	16,35,721.00
	<u>1,52,32,980.00</u>	<u>63,83,416.00</u>
PL 14 Finance Cost		
Interest Paid	2,46,36,694.00	88,50,014.00
	<u>2,46,36,694.00</u>	<u>88,50,014.00</u>
Depreciation and amortization Expenses		
Depreciation	3,15,72,524.29	3,00,51,298.00



POLYMATECH ELECTRONICS PRIVATE LIMITED

CIN : U32107TN2007FTC063706

Notes on Financial Statements for the Year Ended 31st March 2022

(ii) Related party transactions

(Amount in Rs)

Particulars

Salary

(iv) The balances receivable from and payable to related parties are as follows:

Note 20	Earning in Foreign currency Particulars	(Amount in Rs)	
		1st April 2021 to 31st March 2022	1st April 2020 to 31st March 2021
	i Revenue from Export of Services during the financial year	0.00	0.00
		<u>0.00</u>	<u>0.00</u>

As per my Report attached of even date


V.SELVAMANI




Membership No: 202494
UDIN: 22202494BEPILF8531

Place: Coimbatore
Date: 30/09/2022

for and on behalf of the Board of Directors of
POLYMATECH ELECTRONICS PRIVATE LIMITED



ESWARA RAO NANDAM UMA NANDAM
Director
DIN:02220039



Director
DIN:02220048

Place: Coimbatore
Date: 30/09/2022

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

POLYMATECH ELECTRONICS PRIVATE LIMITED

CIN : U32107TN2007FTC063706

Ratio Analysis on Financial Statements for the Year Ended 31st March 2022

Ratios	Numerator	Amount as at 31st March 2022	Denominator	Amount as at 31st March 2022	Proportion as on 31st March 2022	Proportion as on 31st March 2021
1 Current Ratio Total	Current Assets	468137.26	Current Liabilities	195039.00	2.40	0.49 0.49
2 Debt Equity Ratio Total	Total Liabilities Total Outside Liabilities	417819489.00	Shareholder's Equity Total Shareholders Equity	763358073.71 763358073.71	0.55	0.77
3 Debt Service Coverage Total	Net Operating Income Net Profit after tax + non-cash operating expenses like depreciation and other amortizations + Interest+other adjustments like loss on sale of fixed assets, etc.	407166266.00	Debt Service Current Debt Obligation (Interest & Lease payment+ Principal Repayment.	24641768.47	16.52	0



4	Return on Equity Ratio	Profit for the period Net Profit after taxes - preference	348011327.71	Avg. Shareholders Equity (Beginning shareholders' equity + Ending equity)	634570000.00 634570000.00	0.55	-0.03
	Total		348011327.71				
5	Inventory Turnover Ratio	Cost of Goods sold (Opening Stock + Purchases) - Closing	822588.00	Average Inventory (Opening Stock + Closing Stock)/2	105110.00 105110.00	7.83	0.00
	Total		822588.00				
6	Net Capital Turnover	Net Sales Total Sales - Sales Return	1264232261.00	Average Working Capital Current Assets - Current Liabilities	273097775.49 273097775.49	4.63	
	Total		1264232261.00				
7	Net Profit Ratio	Net Profit Profit After Tax	348011327.71 348011327.71	Net Sales Sales	1264232261.00 1264232261.00	0.2753	
	Total						
8	Return on Capital Employed	EBIT Profit before Interest and Taxes	348011327.71 348011327.71	Capital Employed * Capital Employed = Tangible Net Worth +	1181177562.71 1181177562.71	29.46	
	Total						
9	Return on Investment	Return/Profit/Earnings		Investment **			

* Capital Employed could be treated three ways

Total Assets - Current Liabilities
Fixed Assets + Working Capital
Equity + Long Term Debt

***ROI as per GN

$$ROI = \frac{[MV(T1) - MV(T0) - \sum [C(t)]]}{[MV(T0) + \sum [W(t) * C(t)]]}$$

where, T1 = End of time period

T0 = Beginning of time period

t = Specific date falling between T1 and T0

MV(T1) = Market Value at T1

MV(T0) = Market Value at T0

C(t) = Cash inflow, cash outflow on specific date

W(t) = Weight of the net cash flow (i.e. either net inflow or net outflow) on day 't', calculated as $[T1 - t] / T1$

applied for each asset class (e.g., equity, fixed income, money market, etc.).



NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31.3.2022

Going Concern Concept

Polymatech Electronics Private Limited has been during 2020-21 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	During 2011-12	Total
	Rs. 2,80,00,000	Rs. 48,45,07,661	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 Parlance 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 *includes additions made during 2020-2021	Rs. 33,75,50,179*	Rs.36,35,45,407
Machinery & Elec.Equipments *includes additions made during 2020-2021 to the extent of Rs.31,79,94,598	Rs. 47,58,45,802*	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 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-IAB 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. And, the pro-rata basis is not adopted of depreciation in the books of accounts since the use of the asset concerned cannot be ascertained as to the exact date since it is a continuous process involved during the manufacturing cycle. Guidance Note on Accounting for Depreciation in companies in the context of Schedule II to the Companies Act, 2013 is followed in this regard.

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:

Since this is situated in the Special Economic Zone and all the Sales are export oriented - Direct or Merchant and also all the products are import substitutes as well the Tax exemption is in place for the next 9 years, (Last year being the first year (i.e., Financial Year 2020-2021)). The Income Tax Assessment completed, for the last year also signifies/confirms exemption eligible for the Company due to the above reasons.

Subject to the above, 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 first financial year after the lapse of Tax exemption, i.e., 9 years from now.

19.(a) Borrowing costs:

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



(b) Interest on Non-Convertible Debentures:

0% interest rate is agreed between the company and its members, Since such debenture holders are the only two promoter directors.

20. Provisions:

A Provision is recognised when an enterprise has a present obligation, as the 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 the balance sheet date and adjusted to reflect the current best estimates.

21. Impairment:

The carrying amounts of assets are to be reviewed at the balance sheet date to determine whether there is any indication of impairment. If any such indication exists, such assets shall be impaired to the extent of the carrying amount of such asset which exceeds 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 conversation 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 2022 (Rs)	31 st March 2021(Rs)
Profit/ Loss after tax	34,80,11,328	7,01,56,844
Weighted average number of equity shares in calculating basic EPS (basic)	6,34,57,000	6,34,57,000
Weighted average number of equity shares in calculating basic EPS (diluted)	6,34,57,000	6,34,57,000
Nominal Value of equity shares	10	10
Earnings per share (In Rs)	5.48	1.11



--	--	--

23. Foreign Currency transactions and balances.

As on 31st March 2022

Foreign Exchange earned in terms of actual inflows in the year
 Foreign Exchange outgo in terms of actual outflows in the year

3,17,77,200 JPY

As on 31st March 2021

Foreign Exchange earned in terms of actual inflows in the year
 Foreign Exchange outgo in terms of actual outflows in the year

50928 USD
 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 relevant financial year following elapse of SEZ Tax Holiday Benefit around 31st March 2030.

25. Employees and Auditor remuneration:

Particulars	31.3.2022	31.3.2021
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	8,25,000

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.

32. Collateral and Primary Securities offered to the Existing Bank:

Security -Primary 25 % ON STOCK,25% ON DEBTORS,PLANT & MACHINERY,6 MONTHS DSRA IN FORM OF FIXED DEPOST OR DEBT MUTUAL FUNDS FOR FRESH TL,CG20203507860EG : 10.

Security -Collateral PG OF DIRECTORS,CG20203507860EG,6 MONTHS DSRA IN FORM OF FIXED DEPOST OR DEBT MUTUAL FUNDS FOR FRESH TL,PLANT & MACHINERY : SI.No Property description/Address Type of property (Residential / commercial) Area Market value Unit Type Rs.488,586,538.50 INDUSTRIAL ESTATES WITH INDUSTRIAL ACTIVITY FACTORY LAND AND BUILDING S. NOS. 420 PART, 421 PART, 422 PART, 423 PART, 424 PART OF MATHUR VILLAGE & S. NOS. 460 PART OF VALLAM VILLAGE, 1 PART OF PANRUTTI VILLAGEMATHUR, VALLAM & PANRUTTI VILLAGE, SRIPERUMBUDUR TALUK,- 602105PLOT NO. OZ-13, SIPCOT INDUSTRIAL ESTATE ORAGADAM,603103NEAR BOSCH ELECTRICAL DRIVES

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



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

Place : Coimbatore
Date : 30-09-2022

For Polymatech Electronics Private Limited



ESWARA RAO NANDAM
Managing Director



UMA NANDAM
Director



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

1.01 Basis of Preparation of Financial Statements :

POLYMATECH ELECTRONICS PRIVATE LIMITED ('the Company'), incorporated in India on 29-May-2007 is engaged in the business of Information Technology and related activities. The CIN of the Company is U32107TN2007FTC063706. The registered office of the Company is in Chennai, India.

These financial statements are prepared in accordance with the Indian Generally Accepted Accounting Principles ('GAAP') under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard required a change in the accounting policy hitherto in use. These financial statements are prepared and presented in Indian rupees.

1.02 Use of Estimates :

The preparation of financial statements in conformity with AS and GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of revenue and expenses for that year. Actual result could differ from these estimates. Any revision to accounting estimates is recognized prospectively.

1.03 Going Concern :

The financial statements have been prepared on a "Going Concern" basis.

1.04 Property, plant and equipment, depreciation and amortisation:

Property, plant and equipment are stated at the cost of acquisition less accumulated depreciation. The cost of fixed assets includes freight, duties, taxes and other incidental expenses relating to the acquisition of assets.

Advance paid towards the acquisition of property, plant and equipment, outstanding at each balance sheet date are shown under capital advances. The cost of the Property, plant and equipment not ready for its intended use on such date, is disclosed under capital work-in-progress.

Depreciation is provided on the straight-line method at the rates prescribed under Schedule II to the Companies Act, 2013. In the opinion of Management, these rates represent the useful lives of these property, plant and equipment. Pro-rata depreciation is provided on all property, plant and equipment purchased and sold during the year.



1.05 Impairment of Asset :

The Company periodically assesses whether there is any indication that an asset or a group of assets comprising a cash-generating unit may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. For an asset or group of assets that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs. If such recoverable amount of the asset or the recoverable amount of the cash-generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost. An impairment loss is reversed only to the extent that the carrying amount of asset does not exceed the net book value that would have been determined; if no impairment loss had been recognised.

1.06 Revenue Recognition :

Revenue is recognised only when it can be reliably measured and it is reasonable to expect ultimate collection. Dividend income is recognised when right to receive is established. Interest income is recognised on time proportion basis taking into account the amount outstanding and rate applicable.

1.07 Current -non-current classification :

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be realised in, or is intended for sale or consumption in, the entity's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is expected to be realised within twelve months after the balance sheet date; or
- (d) it is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for atleast twelve months after the balance sheet date.

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current.



Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be settled in, the entity's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is due to be settled within twelve months after the balance sheet date; or
- (d) the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities.

All other liabilities are classified as non-current.

Operating cycle

Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Based on this, the Company has ascertained less than 12 months as its operating cycle and hence 12 months has been considered for the purpose of current - non-current classification of assets and liabilities.

1.08 Taxes on Income :

Income-tax expense comprises current tax (i.e. amount of tax for the year determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effect of timing differences between accounting income and taxable income for the year). Deferred tax in respect of timing difference which originate during the tax holiday period but reverse after tax holiday period is recognised in the period in which the timing difference originate. For this the timing difference which originate first are considered to reverse first. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future, however, where there is an unabsorbed depreciation or carry-forward losses under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at the balance sheet date and written down or written-up to reflect the amount that is reasonably/ virtually certain as the case may be to be realised.

The Company off sets on a year on year basis, current tax assets and liabilities where it has a legally enforceable rights to set off and where the Management intends to settle such assets and liabilities on a net basis.



1.09 Provisions, Contingent Assets and Contingent Liabilities :

Provision is recognised when, as a result of an obligating event, there is a present obligation that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation.

The disclosure of contingent liability is made when, as a result of an obligating event, there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.

No provision or disclosure is made when, as a result of obligating events, there is a possible obligation or a present obligation where the likelihood of an outflow of resources is remote. Provisions for onerous contracts, i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event based on a reliable estimate of such obligation.

1.10 Borrowing Costs :

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of cost of such assets till such time the asset is ready for its intended use. All other borrowing costs are charged to the Statement of Profit & Loss as period costs.

1.11 Intangible Assets :

Intangible assets are recognised only if it is probable that the future economic benefits that are attributable to the assets will flow to the enterprise and the cost of assets can be measured reliably. The intangible assets are recorded at cost and are carried at cost less accumulated amortization and accumulated impairment losses, if any.

1.12 Earnings Per Share (EPS) :

Basic earnings per share is computed by dividing the net profit attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity and equivalent diluted equity shares outstanding during the year, except where the results would be anti-dilutive.

1.13 Cash flow statement

Cash flows are reported using the indirect method, whereby net profit / (loss) before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Company are segregated.

