

Independent Auditor's Report

To the Members of Safetrunk Services Private Limited

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Safetrunk Services Private Limited ('the Company'), which comprise the Balance Sheet as at 31st March 2021, the Statement of Profit and Loss (including other comprehensive income), Statement of Changes in Equity and the Cash Flow Statement for the year then ended, notes to the financial statements, including a summary of significant accounting policies and other explanatory information. (herein after referred as "financial statements").

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 as amended ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2021 and its Loss, including other comprehensive income, changes in equity and its cash flows for the year ended on that date.

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the 'Auditor's responsibilities for the audit of 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 we have fulfilled our other ethical requirements in accordance with these requirements and the ICAI's code of ethics.

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

Material Uncertainty relating to Going Concern

We draw attention to the following matters in the Notes to the financial statements

- a) Note No.18.8 in the financial statements which indicates that the Company has accumulated losses and its net worth is fully eroded, the Company has incurred loss during the current and previous year(s) and the Company's current liabilities exceeded its current asset as at the balance sheet date. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.



Key Audit Matters

Key audit matters are those matters that, in our professional judgement, 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 whole, and in forming our opinion thereon, we do not provide a separate opinion on these matters. In addition to the matter described in the Material Uncertainty Related to Going Concern section, we have determined that there are no key audit matters to communicate in our audit report.

Information Other than Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in Management Discussion and Analysis, Board's Report including Annexures to Board's Report and Shareholder's information, but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of 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, 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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, Management of Company 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 Management of Company either intends to liquidate the Company or to cease operations, or has no realistic alternative to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of 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 it is not a guarantee that an audit conducted in accordance with Standards on Auditing 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 decision of the users taken on the basis of these financial statements.

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

We also:

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



we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timings of the 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 decide 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

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;



- (d) In our opinion, the aforesaid 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) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
- (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigation which has impact on its financial position in its financial statements.
 - ii. The Company did not have long term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

for **B Sujeet & Co.**

Chartered Accountants

Firm's Registration number: 009308S

Sujeet Kumar



B Sujeet Kumar

Proprietor

Membership number: 209547

Hyderabad

14-June-2021

UDIN: 21209547AAAAEC8790

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Safetrunk Services Private Limited on the financial statements for the year ended 31st March 2021, we report that:

- (i) (a) The Company was maintaining proper records showing full particulars including quantitative details and situation of fixed assets. However, all the fixed assets have been disposed off during the year.
(b) These fixed assets had been physically verified by the management at reasonable intervals and no material discrepancies have been noticed on such physical verification.
(c) The Company does not own any immovable property.
- (ii) The Company is a service company, primarily rendering Locker services. Accordingly, it does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) The Company has not granted any loans to any body corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Thus paragraph 3(iii) of the Order is not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise except the following



Name of the Statute	Nature of dues	Amount (in Rs.)	Period to which the amount relates	Due since
Service Tax	Service Tax on Works contract	1,34,073/-	October 2016 to January, 2017	Due during intervening periods
Telangana VAT	Tax on Works Contract	2,54,426/-	June 2016 to April, 2017	Due during intervening periods

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2021 for a period of more than six months from the date they became payable except as stated above.

- (b) According to the information and explanations given to us, there are no material dues of any duty or tax which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) The Company has not defaulted in repayment to a bank during the year as the Company has closed the loan account maintained with the Bank.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not paid/provided for the managerial remuneration. Hence para 3(xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.



- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

for B Sujeet & Co.

Chartered Accountants

Firm's registration number: 009308S

Sujeet Kumar

B Sujeet Kumar

Proprietor

Membership number: 209547

Hyderabad

14-June-2021



Annexure - B to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Safetrunk Services Private Limited ("the Company") as of 31 March 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating



the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of



Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

for **B Sujeet & Co**

Chartered Accountants

Firm's Registration Number: 009308S

Sujeet Kumar



B Sujeet Kumar

Proprietor

Membership Number: 209547

Hyderabad

14-June-2021

NEW CYBERABAD CITY PROJECTS PRIVATE LIMITED
Corporate Identification Number: U45201TG2006PTC050706
Balance Sheet as at March 31, 2021

	Particulars	Note No.	As at Mar 31, 2021	As at Mar 31, 2020
	ASSETS			
(1)	Non Current Assets			
	(a) Property, Plant and Equipment	2	50,375	60,635
	(b) Capital work-in-progress		-	-
	(c) Investment Property		-	-
	(d) Financial Assets			
	(i) Investments		-	-
	(ii) Loans	3	-	-
	Total Financial Asset		50,375	60,635
	(d) Other non current assets		-	-
	Total Non Current Assets		50,375	60,635
(2)	Current assets			
	(a) Inventories	4	2,22,35,25,521	2,22,10,61,221
	(b) Financial Assets			
	(i) Investments		-	-
	(ii) Loans	5	30,78,73,986	31,06,73,219
	(iii) Cash and cash equivalents	6	-	7,735
	Total Financial Asset		2,53,13,99,507	2,53,17,42,175
	(c) Other current assets	7	12,820	12,820
	Total Current Assets		2,53,14,12,327	2,53,17,54,995
(3)	Non current assets classified as held for sale		-	-
	Total Assets		2,53,14,62,702	2,53,18,15,630
	EQUITY AND LIABILITIES			
	EQUITY			
	(a) Equity Share Capital	8	1,24,70,000	1,24,70,000
	(b) Other Equity		2,51,83,15,451	2,51,85,75,919
	Total Equity		2,53,07,85,451	2,53,10,45,919
	LIABILITIES			
(1)	Non Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings		-	-
	(ii) Trade payables		-	-
	(iii) Other financial liabilities		-	-
	Total Financial Liabilities		-	-
	(b) Other non current liabilities		-	-
	Total Non Current Liabilities		-	-
(2)	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings		-	-
	(ii) Trade payables	9	6,62,052	7,44,512
	(iii) Other financial liabilities		-	-
	Total Financial Liabilities		6,62,052	7,44,512
	(b) Other current liabilities	10	15,199	25,199
	Total Current Liabilities		6,77,251	7,69,711
(3)	Liabilities associated with non current assets held for sale		-	-
	Total Equity and Liabilities		2,53,14,62,702	2,53,18,15,630

Significant Accounting Policies

1

The accompanying notes form an integral part of the financial statements
As per our report of even date attached.

For M/s. B SUJEET & CO.,
CHARTERED ACCOUNTANTS
Firm Registration No. 0093085

For and on behalf of the Board of Directors


B SUJEET KUMAR
Proprietor
Membership No. 209547




C.S.N. Prasad
Director
DIN - 07882618


A. Praveen Kumar
Director
DIN - 08569194

Place: Hyderabad
Date: June 14, 2021

NEW CYBERABAD CITY PROJECTS PRIVATE LIMITED
Corporate Identification Number: U45201TG2006PTC050706
Statement of Profit and Loss for the Year Ended March 31, 2021

	Particulars	Note	Year ended March 31, 2021	Year ended March 31, 2020
I	Revenue from Operations		-	-
II	Other Income		-	-
III	Total Income (I + II)		-	-
IV	Expenses			
	Employee Benefit Expense and Payment to Contractors		-	-
	Finance Costs	11	2,700	59
	Depreciation and Amortisation	2	10,260	10,260
	Other Operating and General Expenses	12	2,47,508	5,74,109
	Total expenses (IV)		2,60,468	5,84,428
V	Profit Before Tax and Exception items (III - IV)		(2,60,468)	(5,84,428)
VI	Exceptional Items			
VII	Profit/ (Loss) Before Tax (V - VI)		(2,60,468)	(5,84,428)
VIII	Tax Expenses			
	Current Tax		-	-
	Deferred Tax		-	-
	Minimum Alternative Tax Credit		-	-
	Tax relating to earlier years		-	-
	Total		-	-
IX	Profit for the year after tax		(2,60,468)	(5,84,428)
X	Other Comprehensive income, net of tax			
	(A) Items that will not be reclassified subsequently to profit and loss			
	Remeasurement of loans		-	-
	Change in fair value of equity instruments designated irrevocably as FVTOCI		-	-
	Less :-income tax expense		-	-
	(B) Items that will be reclassified subsequently to profit and loss			
	Currency translation difference (net)		-	-
	Other Comprehensive income for the year, net of tax		-	-
XI	Total Comprehensive Income for the year		(2,60,468)	(5,84,428)
XII	Earnings Per Share	12		
	Basic and Diluted - (Rs.)		(0.21)	(0.47)
	Face Value per Ordinary share - (Rs.)		10.00	10.00

The accompanying notes form an integral part of the Financial Statements
As per our report of even date attached.

For M/s. B SUJEET & CO.,
CHARTERED ACCOUNTANTS
Firm Registration No. 009308S

For and on behalf of the Board of Directors

B. Sujeeet Kumar

B SUJEET KUMAR
Proprietor
Membership No. 209547



C.S.N. Prasad
Director
DIN - 07882618

A. Praveen Kumar
Director
DIN - 08569194

Place: Hyderabad
Date: June 14, 2021

NEW CYBERABAD CITY PROJECTS PRIVATE LIMITED

Corporate Identification Number: U45201TG2006PTC050706

Cash Flow Statement For The Year Ended March 31, 2021

Particulars	31-03-2021	31-03-2020
A. CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Profit/(Loss) before taxation	(2,60,468)	(5,84,428)
Adjustments for operating activities :		
Depreciation & Amortization	10,260	10,260
Provision no longer required written back	-	-
Operating Profit before Working Capital Changes	(2,50,208)	(5,74,168)
Adjustments for :		
(Increase)/Decrease in Inventory	(24,64,300)	(84,762)
Increase/(Decrease) in Trade Payable	(82,460)	30,964
(Increase)/Decrease Other Financial Assets	-	-
(Increase)/Decrease in Loans and Advances	-	-
Increase/(Decrease) in Current Liabilities & Trade Payable	(10,000)	15,199
Cash generated from operations (A)	(28,06,968)	(6,12,767)
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Non-Current Investments	-	-
(Increase)/Decrease in Loans & Advances	-	-
Acquisition of Fixed Assets	-	-
Net cash from Investing activities (B)	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from Long Term Borrowings	-	6,12,767
Secured Loans Availled	-	-
Net cash from financing activities (C)	-	6,12,767
Net Increase in Cash and Cash Equivalents (A+B+C)	(28,06,968)	-
Cash and cash equivalents at the beginning of the year	7,735	7,735
Cash and cash equivalents at the end of the year	(27,99,234)	7,735
Components of Cash and Cash Equivalents		
Cash and cheques on Hand	-	-
Balances with Banks		
-On Current Accounts	-	7,735
-On Deposit Accounts	-	-
Cash and cash Equivalent (as per Note 5)	-	7,735

Refer Note No. 12.7, the entire bank balance aforesaid is freezed at the year end and not available for use.

The accompanying notes form an integral part of the Financial Statements

As per our Report of even date

For M/s. B SUJEET & CO.,
CHARTERED ACCOUNTANTS
Firm Registration No. 009308S

Sujeet Kumar

B SUJEET KUMAR
Proprietor
Membership No. 209547



For and on behalf of the Board of Directors

C.S.N. Prasad
C.S.N. Prasad
Director
DIN - 07882618

A. Praveen Kumar
A. Praveen Kumar
Director
DIN - 08569194

Place: Hyderabad
Date: June 14, 2021

NEW CYBERABAD CITY PROJECTS PRIVATE LIMITED
Corporate Identification Number: U45201TG2006PTC050706
Notes to Balance Sheet as at March 31, 2021

Note No (2) : Property, Plant & Equipment

Following are the changes in the carrying value of property, plant and equipment for the Year Ended March 31, 2021

Gross carrying value as of April 1, 2020	1,08,000	1,08,000
Additions	-	-
Deletions	-	-
Translation difference	-	-
Gross carrying value as of March 31, 2021	1,08,000	1,08,000
Accumulated Depreciation as of April 1, 2020	47,365	47,365
Depreciation	10,260	10,260
Accumulated depreciation on deletions	-	-
Translation difference	-	-
Accumulated Depreciation as of March 31, 2021	57,625	57,625
Carrying value as of March 31, 2021	50,375	50,375
Carrying value as of March 31, 2020	60,635	60,635



Syjeet Bhunia

NEW CYBERABAD CITY PROJECTS PRIVATE LIMITED

Corporate Identification Number: U45201TG2006PTC050706

Notes to Balance Sheet as at March 31, 2021

Statement of changes in equity

Particulars	Equity Share Capital	Reserves & Surplus					Other Comprehensive Income		Equity component of Parent Company	Total Equity attributable to equity holders of the company
		Security Premium Reserve	Retained Earnings	Capital Reserve	General Reserve	Business Transfer Adjustment Reserve	Equity Instruments through other comprehensive Income	Other Items of Other Comprehensive Income		
Balance as on 31st March 2019	1,24,70,000	99,76,30,000	(66,47,77,975)	-	-	-	-	-	2,18,56,95,555	2,51,85,47,580
Transferred to General Reserve										
Remeasurement of the loan										
Profit for the period			(5,84,428)						6,12,767	6,12,767
Balance as on 31st March 2020	1,24,70,000	99,76,30,000	(66,53,62,403)	-	-	-	-	-	2,18,63,08,322	2,51,85,75,919
Transferred to General Reserve										
Remeasurement of the loan										
Profit for the period			(2,60,468)							(2,60,468)
Balance as on 31st March 2021	1,24,70,000	99,76,30,000	(66,56,22,871)	-	-	-	-	-	2,18,63,08,322	2,51,83,15,451

The accompanying notes form an integral part of the Financial Statements

As per our report of even date attached

For M/s. B SUJEET & CO.,
CHARTERED ACCOUNTANTS
Firm Registration No. 0093085

For and on behalf of the Board of Directors



Sujeet Kumar
B SUJEET KUMAR
Proprietor
Membership No. 209547

A. Praveen Kumar
A. Praveen Kumar
Director
DIN - 08569194

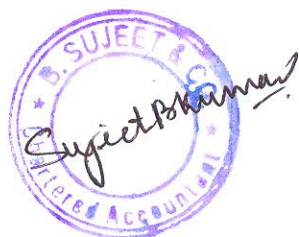
Challa Siva Prasad Naga
Challa Siva Prasad Naga
Director
DIN - 07882618

Place: Hyderabad

Date: June 14, 2021

NEW CYBERABAD CITY PROJECTS PRIVATE LIMITED
Corporate Identification Number: U45201TG2006PTC050706
Notes to Balance Sheet as at March 31, 2021

	Particulars	As at 31st March 2021	As at 31st March 2020
Note- 3	NON CURRENT LOANS AND ADVANCES		
	Unsecured and considered good		
	Loans and advances to related parties		
	Other Doubtful Advances	90,00,000	90,00,000
		90,00,000	90,00,000
	Less: Provision for Doubtful Advances made	90,00,000	90,00,000
		-	-
Note- 4	Current Assets		
	Inventory of Land	2,22,35,25,521	2,22,10,61,221
		2,22,35,25,521	2,22,10,61,221
Note- 5	Unsecured and considered good		
	Loans		
	Loans to Related Parties	30,78,73,986	31,06,73,219
		30,78,73,986	31,06,73,219
Note- 6	CASH AND CASH EQUIVALENTS		
	Cash in hand		
	(as certified by management)		
	Balance with banks in current accounts	-	7,735
		-	7,735
Note- 7	OTHER CURRENT ASSETS		
	Advance Income Tax	12,820	12,820
		12,820	12,820
Note: 8	SHARE CAPITAL		
	(A) Authorised, Issued, Subscribed and Paid-up share capital and par value per share		
	Authorised Share Capital		
	20,00,000 Equity Shares of Rs. 10/- each	2,00,00,000	2,00,00,000
	Issued, Subscribed and Paid Up		
	12,47,000 Equity Shares of Rs. 10/- each	1,24,70,000	1,24,70,000
		1,24,70,000	1,24,70,000
	(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year:		
	Number of equity shares outstanding as at the beginning of the year	12,47,000	12,47,000
	Add: Number of Shares allotted during the year		
	Less: Number of Shares bought back		
	Number of equity shares outstanding as at the end of the year	12,47,000	12,47,000
	(C) Shareholding in the company of the holding company and their subsidiaries / associates		
	PVP Ventures Ltd & its nominee	10,10,000	10,10,000
		10,10,000	10,10,000



NEW CYBERABAD CITY PROJECTS PRIVATE LIMITED

Corporate Identification Number: U45201TG2006PTC050706

Notes to Balance Sheet as at March 31, 2021

Particulars	As at 31st March 2021	As at 31st March 2020
(D) Shares in the company held by each shareholder holding more than 5%:		
Name of shareholder	No of shares at year end	
PVP Ventures Ltd	10,10,000	10,10,000
Erebus Projects Private Limited	2,37,000	2,37,000
	<u>12,47,000</u>	<u>12,47,000</u>
Name of shareholder	% as at year end	
PVP Ventures Ltd & its nominee	81	81
Erebus Projects Private Limited	19	19
	<u>100</u>	<u>100</u>
(E) Rights, preferences and restrictions attaching to various classes of sha	NIL	NIL
(F) Shares reserved for issue under options and contracts:	NIL	NIL
(G) Commitments for sale of shares/ divestment	NIL	NIL
(H) Details of allotment of shares for consideration other than cash, allotments of bonus shares and shares bought back	NIL	NIL
(I) The Company has only one class of shares issued and paid-up capital referred to as equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.		
(j) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after payment of all external liabilities. The distribution will be in proportion to the number of equity shares held by the shareholders.		

Note- 9 TRADE PAYABLE
Sundry Creditors for services

6,62,052	7,44,512
<u>6,62,052</u>	<u>7,44,512</u>

Note- 10 OTHER CURRENT LIABILITIES
TDS - Professional services

15,199	25,199
<u>15,199</u>	<u>25,199</u>



NEW CYBERABAD CITY PROJECTS PRIVATE LIMITED
Corporate Identification Number: U45201TG2006PTC050706
Notes to the Statement of Profit & Loss Account for the Year Ended March 31, 2021

	Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Note- 10	Finance Cost		
	Interest Others	2,700	59
		<u>2,700</u>	<u>59</u>
Note- 11	Other Expenses		
	Rates and taxes	12,753	7,800
	Locker Rent	29,980	40,000
	Payment to statutory auditors as Audit fee	1,18,000	1,18,000
	Bank Charges	7,735	6
	Legal, professional and consultancy	39,040	1,22,160
	Office Expenses	24,000	-
	Travelling Expenses	16,000	-
	Security charges	-	2,86,143
		<u>2,47,508</u>	<u>5,74,109</u>



NOTE 1: COMPANY'S OVERVIEW AND SIGNIFICANT ACCOUNTING POLICIES

A. BACKGROUND: The Company is incorporated in the State of Telangana in 2006. The Company is into real estate sector. It owns sizeable parcels of land near Hyderabad and Visakhapatnam.

B. SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

(A) The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, the provisions of the Companies Act, 2013 ("Act") (to the extent notified). The Ind AS are prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

Accounting Policies have been consistently applied except where a newly accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

(B) The classification of assets and liabilities of the Company is done into current and non-current based on the operating cycle of the business of the Company is less than twelve months and therefore all current and non-current classifications are done based on the status of reliability and expected settlement of the respective asset and liability within a period of twelve months from the reporting date.

(C) Use of Estimates

The preparation of financial statements in conformity with the Ind AS requires that the management to make estimates, judgements and assumptions. These estimates, judgements, and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made, if material, their effects are disclosed in the notes to the standalone financial statements.



1.2 Revenue Recognition

As a consistent practice, the Company recognizes revenue on an accrual basis.

1.3 Inventories

Land, Land development rights and work in progress are valued at cost or Net Realisable Value whichever is lower. Cost comprises of all expenses incurred for the purpose of acquisition of land and land development rights, development of land and other related direct expenses.

1.4 Property, Plant and Equipment

Property, Plant and Equipment are stated at cost, less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by management. The Company depreciates property, plant and equipment over their estimated useful lives using the straight line method. The estimated useful lives of assets are as follows:

Furniture – 10 years

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before each data as disclosed under 'Capital Work-in-progress'. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of profit and loss when incurred. The cost and related accumulated depreciation are eliminate from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the statement of profit and loss. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

1.5 Impairment

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to life time ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month ECL unless there has been a significant increase in credit risk. From initial recognition in which case those are measured at life time ECL. The amount of expected credit losses (or reversals) that is required to adjust the loss allowance at the reporting date to the amount that is to be



required to be recognized is recognized as an impairment gain or loss in the statement of profit and loss.

Intangible Assets and Property, Plant and Equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing the recoverable amount i.e. higher of the fair value less cost to sell and the value in use is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for this cash generating unit to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An Impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined net of (any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

1.6 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of nature or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

1.7 Borrowing Cost

Expenditure on borrowing cost on the loans obtained specifically for acquisition, construction or production of qualifying assets is capitalized as part of the cost of that asset. Other borrowing costs are charged to revenue over the tenure of the loan.

1.8 Taxes on Income

- (i) Provision for current tax is made for the amount of tax payable in respect of taxable income for the year under Income Tax Act, 1961.
- (ii) Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient



future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realised against future taxable profits.

1.9 Earnings per Share

- i. Basic and diluted earnings per share are calculated by dividing the net profit for the year/period attributed to equity shareholders by the weighted average number of equity shares outstanding during the year/period.
- ii. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

1.10 Provisions, Contingent Liabilities and Contingent Assets

a) General

Provisions are recognized when the Company has an obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Provisions are determined by discounting the expected future cash flows at a pre tax rate that reflects current market assessment of the time value of money and the risks specific to the liability.

Contingent Liabilities are recognized only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

b) Other litigation Claims

Provision for litigation related obligation represents liabilities that are expected to materialize in respect of matters in appeal.



NOTE 13. OTHER ITEMS

- 13.1** The Company owns land admeasuring 50 acres and 5 guntas and development rights over another 679 acres and 28 guntas at Nadergul at Shamshabad and 9.25 acres of land near Visakhapatnam. As per the independent valuation done in May 2012, the fair market value of the above land and land development rights of 729 Acres and 33 Guntas at Shamshabad is assessed to be Rs. 364.66 Crores, which is higher than their carrying cost of Rs. 217.55 Crores (PY: Rs. 216.93 Crores). The fair market value of the land near Visakhapatnam is assessed at Rs. 7 crores, which is higher than the carrying cost of Rs. 5.17 crores. As the Company's main objective is real estate activity and the fact that it is holding the development rights of the lands adjacent to its own land, the entire land and land development rights are classified as inventory under Non-Current Assets.
- 13.2** During the year, Telangana State Government has initiated tallying revenue records with records maintained by the Sub Registrar for all the agricultural lands situated in Telangana. The Company is in the process of getting revenue records of its land at Nadergul updated. The Company is confident of getting the entire records pertaining to the land properly updated within a year.
- 13.3** The interest free loan given by the Holding Company M/s PVP Ventures Limited amounting to Rs. 218.43 lakhs (PY: 218.43 lakhs) is secured against the immovable property owned by the Company.
- 13.4** The Enforcement Directorate (ED) had provisionally attached the land at Nadergul, Ranga Reddy District admeasuring 28 Acres and 8 Guntas of the Company in connection with the redemption of the investments in M/s. Mahalakshmi Energy Ventures Private Limited by its fellow subsidiary Company. The said attachment order has been confirmed by the Adjudicating Authority of the Enforcement Directorate. The Fellow Subsidiary Company - PVP Global Ventures has already filed an appeal against the said Order before Appellate Authority, Delhi. Based on the expert advice, the Company is confident of succeeding before the appellate authority.
- 13.5** During the course of legal case against the SEBI's penalty order for Insider Trading, the fellow subsidiary, PVP Global Ventures Private Limited had to provide the Company's aforesaid land parcel aggregating to 53 acres 30 guntas as security deposit to SEBI. The Securities Appellate Tribunal has confirmed the penalty of Rs. 15 crores on PVP Global Ventures Private Limited and the said fellow subsidiary has not remitted the dues yet.



New Cyberabad City Projects Private Limited
Corporate Identification Number: U450201TG2006PTC050706

Notes forming part of the financial statements for the year ended March 31, 2021

- 13.6** There was an Income Tax demand for Rs. 8.26 crores for Assessment Year 2015-16 pursuant to scrutiny proceedings u/s 143(3). However, the Income Tax Department has gone for appeal with Income Tax Appellate Tribunal after the Company won the appeal in the first stage of appeal. The same has not been provided as the Company is confident of its success.

13.7 Earnings per Share

Particulars	Ref	Year ended March 31, 2021	Year ended March 31, 2020
Profit/ (Loss) before Exceptional Items (in Rs.)	A	(2,60,468)	(5,84,428)
Number of shares outstanding	B	1,247,000	1,247,000
Earnings per share after Exceptional Items – Basic and Diluted (₹.)	A/B	(0.21)	(0.47)

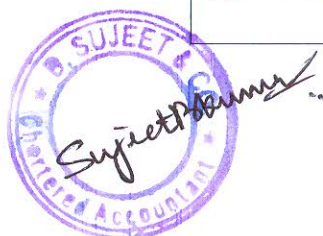
13.8 Related Party Disclosures

List of related parties where control exists and related parties with whom transactions have taken place and relationships are as follows:

Names of the Related party	Relationship
PVP Ventures Limited (PVP)	Holding Company
PVP Global Ventures Private Limited (PVPGVPL)	Fellow Subsidiary
PVP Media Ventures Private Limited (PVPMVPL)	Fellow Subsidiary
Adobe Realtors Private Limited (ARPL)	Subsidiary of a Fellow Subsidiary

Summary of transactions and outstanding balances with above related parties

Nature of transactions	Transactions for the		Balance as at	
	March 31, 2021	March 31, 2020	March 31, 2020	March 31, 2021
	(in Rs.)	(in Rs.)	(in Rs.)	(in Rs.)
(i) Loans / Advances given (Net)				
(b)PVPMVPL	Nil	Nil	29,46,61,892	29,46,61,892
(c)ARPL	(27,99,233)	Nil	1,32,12,094	1,60,11,327
(ii) Secured Interest Free Loan availed				
(a) Holding Company (PVP)	Nil	Nil	2,18,18,51,346	2,18,18,51,346
(a)PVPGVPL	Nil	6,12,767	19,59,811	19,59,811



- 13.9** The Company has not recognized deferred tax asset on carry forward losses on the grounds of prudence.
- 13.10** The Company has not received any intimation from suppliers, regarding their status, under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure of any amount unpaid as at the year-end together with the interest paid / payable as required under the said Act have not been given.
- 13.11** The Company has made investments in real estate. The Company is unable to develop its real estate and make it into a cash generating asset and due to which the ability of the Company to continue as going concern depends on support from Holding Company and other group companies.
- 13.12** The borrowings from Holding Company and other group companies with no specific repayment period and carrying nil rate of interest has been considered as Other Equity. Loans to related parties with no repayment period and carrying nil rate of interest has been shown under current assets.
- 13.13 Financial Instruments**

The significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognized, in respect of each class of financial asset and financial liability are disclosed.

Financial assets and liabilities

The carrying value of financial instruments by categories are as follows:

Particulars	As at 31 st March, 2021		
Financial Assets	FVTPL	FVTOCI	Amortized Cost
Loans			30,78,73,986
Cash and Cash Equivalents			
Total			30,78,73,986
Financial Liabilities			
Trade Payables			6,62,052
Other Current Liabilities			15,199
Total			6,77,251

Particulars	As at 31 st March, 2020		
Financial Assets	FVTPL	FVTOCI	Amortized Cost
Loans and Advances			31,06,73,219



New Cyberabad City Projects Private Limited
Corporate Identification Number: U450201TG2006PTC050706
Notes forming part of the financial statements for the year ended March 31, 2021

Cash and Cash Equivalents			7,734
Total			31,06,80,954
Financial Liabilities			
Trade Payables			7,44,512
Other Current Liabilities			25,199
Total			7,69,711

Assets and liabilities that are not financial assets or liabilities are not included.

The carrying amounts of cash and cash equivalent, certain borrowings, trade payables and other financial liabilities are considered to be the same as their fair values due to their short term in nature.

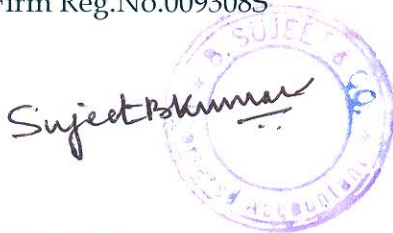
- 13.14** Explanatory notes 1 to 12 form an integral part of the Balance Sheet and Statement of Profit and Loss and are duly authenticated.

As per report of our even date

For M/s. B Sujeet & Co.,

Chartered Accountants

Firm Reg.No.009308S



B Sujeet Kumar
(Proprietor)

M. No : 209547

Place: Hyderabad

Date: June 14, 2021

For and on behalf of the Board of Directors



A. Praveen Kumar
(Director)

DIN: 08569194



C.S.N Prasad
(Director)

DIN: 07882618