

### INDEPENDENT AUDITOR'S REPORT

To the Members of **SILICON RENTAL SOLUTIONS PRIVATE LIMITED.**

We have audited the accompanying financial statements of Silicon Rental Solutions Private Limited, which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss for the period then ended on that date, and a summary of significant accounting policies and other explanatory information.

#### Management's responsibility 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 of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes

- Maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial statements



that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
- b) In the case of the Profit and Loss Account, of the Profit/(Loss) for the year ended on that date; and

### 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**" statement on the matters specified in paragraphs 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 and the Statement of Profit and Loss 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, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of sub-section (2) of Section 164 of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial





12. In our opinion, the company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the company.
13. According to the information and explanations given to us, all transactions with the related parties are in the compliance with section 188 and 177 of Companies Act 2013 where applicable and the details have been disclosed in the financial statements etc as required by the accounting standards.
14. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly the provisions of clause 3 (xiv) of the Order are not applicable to the Company.
15. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not entered into any non - cash transactions with directors or persons connected with him. Accordingly the provisions of clause 3 (xv) of the Order are not applicable to the Company.
16. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the order are not applicable to the company.

**For SAHAJWANI NARANG & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

Firm Registration No.: 130142W



**S. H. NARANG**  
**PARTNER**

M. No. : 037337



**DATE : 01/09/2018**

**PLACE : MUMBAI**

### "Annexure A" to the Independent Auditor's Report

Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirement' of our report of even date to the members of Silicon Rental Solutions Private Limited on the accounts of the Company for the year ended 31st March, 2018.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. (a) The company is in the process of maintaining proper records showing full particulars including quantitative details and situation of its fixed assets.  
  
(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
2. The stock of the finished goods, computers and other equipments let out on hire have been physically verified by the management at reasonable intervals during the year and as per information and explanation given to us and according to the records produced to us, no material discrepancies were noticed on such physical verification as compared to book records.
3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii (a), iii (b) and iii (c) of the order are not applicable to the Company.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013, with respect to loans and investments made.
5. Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.



6. As per information & explanation given by the management, maintenance of cost records has not been prescribed by the Central Government under sub-section (1) of section 148 of the Act for the industry to which the company belongs.
7. (a) According to the records of the company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Goods and Service tax, Custom Duty, Duty of Excise, Value Added Tax, Cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities although there were slight delays in a few cases. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2018 for a period of more than six months from the date they became payable.  
  
(b) According to the information and explanations given to us, there are no amounts payable in respect of income tax, wealth tax, service tax, sales tax, customs duty and excise duty which have not been deposited on account of any disputes.
8. In our opinion and according to the information and explanations given to us, the company has not defaulted in the repayment of dues to banks or financial institutions. The company has not taken any loan from the government and has not issued any debentures.
9. According to the information and explanations given to us, the Company has not raised moneys by way of initial public offer including debt instruments and term loans during the year. In our opinion and according to the information and explanations given to us, term loans outstanding at the beginning of the year and those raised during the year were applied for the purpose for which the loans were obtained.
10. Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
11. In our opinion, the company is not a listed company. Therefore the provisions of clause 3 (xi) is not applicable to the company.





# Sahajwani Narang & Associates

## CHARTERED ACCOUNTANTS

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Bandra West, Mumbai 400 050.  
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reporting of the Company 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 litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For SAHAJWANI NARANG & ASSOCIATES**

**CHARTERED ACCOUNTANTS**

Firm Registration No.: 130142W

**S. H. NARANG  
PARTNER**

M. No. : 037337



**DATE : 01/09/2018**

**PLACE : MUMBAI**

### "Annexure B" to the Independent Auditor's 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 Silicon Rental Solutions Private Limited ("the Company") as of 31st March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

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.

#### **Auditor's 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 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 financial reporting, assessing a 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 expenditure of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention and timely detection of unauthorised acquisition, use, or disposition of 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 31st March 2018, 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 SAHAJWANI NARANG & ASSOCIATES**

**CHARTERED ACCOUNTANTS**

Firm Registration No.: 130142W

**S. H. NARANG**

**PARTNER**

M. No.: 037337



**DATE : 01/09/2018**

**PLACE : MUMBAI**



# SILICON RENTAL SOLUTIONS PRIVATE LIMITED

## BALANCE SHEET AS AT 31ST MARCH 2018

	Note	As at 31st March, 2018	As at 31st March, 2017
<b>EQUITY AND LIABILITIES:</b>			
<b>SHAREHOLDERS' FUNDS:</b>			
Share Capital	3	100,000	100,000
Reserves and Surplus	4	9,527,424	8,317,559
		9,627,424	8,417,559
<b>NON-CURRENT LIABILITIES:</b>			
Long - term borrowing	5	34,582,550	30,074,877
Deferred Tax Liability	6	-	1,613,988
		34,582,550	31,688,865
<b>CURRENT LIABILITIES:</b>			
Sundry Creditors	7	39,681,613	34,204,858
Other current liabilities	8	947,339	824,723
Short - Term Provisions	9	4,390,172	3,406,821
		45,019,124	38,436,402
<b>Total</b>		<b>89,229,098</b>	<b>78,542,826</b>
<b>ASSETS:</b>			
<b>NON-CURRENT ASSETS:</b>			
Fixed Assets			
Tangible assets	10	47,655,154	38,537,918
Deferred Tax Assets		864,422	-
		48,519,575	38,537,918
<b>CURRENT ASSETS:</b>			
Inventories		94,107	30,266
Trade Receivables	11	31,338,214	26,653,164
Cash and Bank Balances	12	4,734,352	9,929,954
Short term loans and advances	13	150,000	500,000
Other current assets	14	4,392,850	2,891,524
		40,709,523	40,004,908
<b>Total</b>		<b>89,229,098</b>	<b>78,542,826</b>
		0	-
General Information &	1		
Significant Accounting Policies	2		
The Notes are an integral part of these financial statement			

As per our report of even date

For and on behalf of

**SAHAJWANI NARANG & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

Firm Registration No: 130142W

*S. H. Narang*

**S. H. NARANG.**  
**PARTNER.**

Membership No: 037337.

Place: Mumbai.

Date: 01 / 09 / 2018



For and on behalf of

**SILICON RENTAL SOLUTIONS PVT. LTD.**  
**PRIVATE LIMITED.**

*Sanjay Motiani*

**SANJAY MOTIANI**  
**Director**

DIN No. - 07314538

Place: Mumbai.

Date: 01 / 09 / 2018

*Kanchan Motiani*

**KANCHAN MOTIANI**  
**Director**

DIN No. - 07314480



# SILICON RENTAL SOLUTIONS PRIVATE LIMITED

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2018

	Note	For the year ended 31st March, 2018	For the year ended 31st March, 2017
<b>REVENUE:</b>			
Revenue From Operations	15	63,759,209	70,646,097
Other Income	16	320,446	-
<b>TOTAL REVENUE</b>		<b>64,079,655</b>	<b>70,646,097</b>
<b>EXPENSES :</b>			
Cost of Materials consumed	17	5,101,534	19,339,065
(Incr)/Decr in Inventories of finished goods		(63,841)	(30,266)
Employee benefit expenses	18	4,749,155	3,441,270
Finance costs	19	1,567,834	901,666
Depreciation and amortisation expense	10	35,435,011	20,877,289
Other expenses	20	15,749,821	13,642,002
<b>TOTAL EXPENSES</b>		<b>62,539,514</b>	<b>58,171,027</b>
<b>PROFIT BEFORE TAX</b>		<b>1,540,141</b>	<b>12,475,070</b>
<b>TAX EXPENSE</b>			
Current Tax		2,808,686	2,543,523
Deferred Tax Liability / (Asset)	6	(2,478,410)	1,613,988
		<b>330,276</b>	<b>4,157,511</b>
<b>PROFIT AFTER TAX</b>		<b>1,209,865</b>	<b>8,317,559</b>
<b>Earning per share</b>			
Basic (Face Value of Rs. 10 each)	21	120.99	831.76
Diluted (Face Value of Rs. 10 each)		120.99	831.76

As per our report of even date

For and on behalf of  
SAHAJWANI NARANG & ASSOCIATES  
CHARTERED ACCOUNTANTS  
Firm Registration No: 130142W

S. H. NARANG.  
PARTNER.  
Membership No: 037337.  
Place: Mumbai.  
Date: 01 / 09 / 2018



For and on behalf of  
SILICON RENTAL SOLUTIONS PVT. LTD.  
PRIVATE LIMITED.

SANJAY MOTIANI  
Director  
DIN No.- 07314538  
Place: Mumbai.  
Date: 01 / 09 / 2018

KANCHAN MOTIANI  
Director  
DIN No.- 07314480



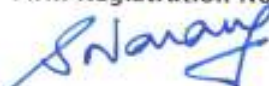
# SILICON RENTAL SOLUTIONS PRIVATE LIMITED

## CASH FLOW STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

	For the year ended 31st March, 2018	For the year ended 31st March, 2017
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit / (loss) before extraordinary items	1,540,141	12475070.13
<u>Adjustments for</u>		
Depreciation and amortisation	35,435,011	20877289
Extra Ordinary Items	-	-
Operating Profit before Working Capital Changes	36,975,152	33,352,359
(Increase) / Decrease in Trade Receivables	(4,685,050)	(26,653,164)
(Increase) / Decrease in Short Term Loans & Advances	350,000	(9,929,954)
(Increase) / Decrease in Other Current Assets	(1,501,326)	(500,000)
Increase / (Decrease) in Short Borrowings	-	-
Increase / (Decrease) in Trade Payables	5,476,755	34,204,858
Increase / (Decrease) in Other Current Liabilities	122,616	824,723
Increase / (Decrease) in Short Term Provisions	983,351	3406821
Cash from operations	37,721,498	34,705,643
Income Tax paid	2,808,686	12,475,070
Net Cash Flow from Operating Activities	40,530,184	47,180,713
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Addition To Fixed Assets	45,917,472	59415207
Long Term Loans Advanced	-	-
Investments in Fixed Deposits	-	-
Net Cash Flow from Investing Activities	45,917,472	59,415,207
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from long term borrowings	-	-
Dividend Paid	-	-
Dividend Distribution Tax Paid	-	-
Net Cash Flow from Financing Activities	-	-
Net Increase / (Decrease) in Cash and Cash Equivalents	(5,195,602)	9929953.66
Cash and Cash Equivalents as at 1st April	9,929,954	-
Cash and Cash Equivalents as at 31st March	4,734,352	9,929,954

As per our report of even date

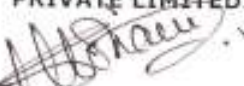
For and on behalf of  
SAHAJWANI NARANG & ASSOCIATES  
CHARTERED ACCOUNTANTS  
Firm Registration No: 130142W



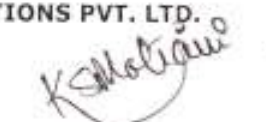
S. H. NARANG,  
PARTNER,  
Membership No: 037337,  
Place: Mumbai,  
Date: 01 / 09 / 2018



For and on behalf of  
SILICON RENTAL SOLUTIONS PVT. LTD.  
PRIVATE LIMITED.



SANJAY MOTIANI  
Director  
DIN No. 07314538  
Place: Mumbai,  
Date: 01 / 09 / 2018



KANCHAN MOTIANI  
Director  
DIN No. 07314480





# SILICON RENTAL SOLUTIONS PRIVATE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### 1 GENERAL INFORMATION :

- 1.01 The company is engaged in the business of trading and letting out on hire of Computers, Computer Software and Computer Accessories and other Equipments.

### 2 SIGNIFICANT ACCOUNTING POLICIES:

#### 2.01 Basis of preparation

- (a) The financial statements have been prepared in accordance with Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014 and the relevant provisions of the Companies Act 2013.
- (b) The accounting policies adopted in the presentation of the financial statements are consistent with those followed in the previous year.
- (c) All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of services the Company has ascertained its operating cycle as 12 months for the purpose of current / non - current classification of assets and liabilities.

#### 2.02 Use of Estimates

- (a) The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.

#### 2.03 Revenue Recognition

- (a) Revenue is recognised when the significant risk and rewards of delivery of services have been transferred to the customers taking into account billing cycles as agreed.



- (b) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest rates.

#### 2.04 Tangible Fixed Assets

- (a) Tangible Fixed assets, are carried at historical cost less accumulated depreciation / amortization and impairment losses, if any. Costs include non refundable taxes and duties, borrowing costs and other expenses incidental to the acquisition and installation up to the date the asset is ready for intended use.
- (b) Subsequent expenditures related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing assets beyond its previously assessed standard of performance.

#### 2.05 Depreciation on Tangible Fixed Assets

- (a) Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less estimated residual value.
- (b) The management has decided to charge depreciation as per the useful life of the assets as prescribed in Schedule II of Companies Act, 2013 for all assets of the company.
- (c) For addition to assets, Depreciation is calculated from the month after in which the asset is purchased and put to use. For sale of assets, depreciation is calculated till the end of the month before the day of sale and the Profit or Loss on Sale is determined.

#### 2.06 Intangible Assets:

- (a) Intangible assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment losses, if any.

#### 2.07 Impairment of Assets :

- (a) The carrying amount of assets, other than inventories is reviewed at each balance sheet date to assess whether there is any indication of impairment in respect of such asset or group of assets. If such indication exists, the recoverable amount of such asset or group of assets is estimated in order to determine the extent of impairment loss.

#### 2.08 Investments:

- (a) Investments are classified into Non - Current and Current Investments.
- (b) Current Investments are carried individually at lower of cost and fair value and the resultant decline, if any, is charged to revenue.

#### 2.09 Trade receivables and Loans and advances

- (a) Trade receivables and Loans and advances are stated after making adequate provisions for doubtful balances.

#### 2.10 Borrowing Costs:

- (a) Borrowing cost that are recognised on a time proportion basis taking into account the amount outstanding and the applicable interest for the period. All other costs are recognised as an expense in the period in which they are incurred.



**2.11 Expenses**

- (a) Expenses are accounted for on accrual basis.

**2.12 Taxation :**

- (a) Tax expenses comprises both current and deferred tax.
- (b) Current tax is determined as the amount of tax payable in respect of taxable income for the period.
- (c) Deferred tax is recognised, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and is capable of reversal in one or more subsequent periods. Deferred tax assets are recognised on unabsorbed depreciation and carry forward of losses as there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

**2.13 Employee Benefits**

- (a) Company's contribution paid / payable during the year to Provident Fund are recognised in the Statement of Profit and Loss. Presently, the company does not have a PF scheme.
- (b) Short term employee benefits expected to be in exchange for the services rendered by employees are recognised undiscounted during the period employee renders services. These benefits include special allowances and incentives.

**2.14 Provisions, Contingent Liabilities and Contingent Assets :**

- (a) Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

**2.15 Foreign Exchange Transaction**

- (a) Foreign currency transactions are accounted for at the exchange rates prevailing at the date of the transaction. Gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Profit and Loss.

**2.16 Earning Per Share**

- (a) Basic earning per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.
- (b) For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.





# SILICON RENTAL SOLUTIONS PRIVATE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

	As at 31st March, 2018	As at 31st March, 2017
<b>3 SHARE CAPITAL</b>		
Authorised :		
50,000 Equity Shares of Rs.10/- each	500,000	500,000
<b>Issued and Subscribed and fully paid up shares :</b>		
10,000 Equity Shares of Rs.10/- each	100,000	100,000
<b>(a) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company</b>		
	No of Shares (% of holding )	No of Shares (% of holding )
1 Anushka Motiani	1,000 10%	1,000 10%
2 Kanchan Motiani	4,000 40%	4,000 40%
3 Sanjay Motiani	5,000 50%	5,000 50%
<b>4 Reserves and Surplus</b>		
Surplus		
Balance as at the beginning of the year	8,317,559	-
Add: Profit for the year	1,209,865	8,317,559
Less : Transfer to General Reserve		-
Closing Balance	9,527,424	8,317,559
<b>5 Long - term borrowings</b>		
Unsecured		
- From Others	21,800,000	7,700,000
- From Director	12,782,550	22,374,877
	34,582,550	30,074,877
<b>7 Trade Payables</b>		
Sundry Creditors	39,681,613	34,204,858
	39,681,613	34,204,858
<b>8 Other current liabilities</b>		
Statutory dues	947,339	824,723
	947,339	824,723
<b>9 Short Term Provisions</b>		
Others		
Provisions	3,128,372	2,923,741
Other Payables	1,261,800	483,080
	4,390,172	3,406,821



# SILICON RENTAL SOLUTIONS PRIVATE LIMITED

# Schedule forming part of the Balance Sheet as on 31.03.2018  
Fixed Assets

Description of Assets	Useful Life in Years	Gross Block			Depreciation			Net Block	
		Total As on 01.04.2017	Additions	Deletions	Total As on 31.03.2018	Depreciation for the Year	Adjustment for the Year	WDV as on 31.03.2018	WDV as on 31.03.2017
<b>TANGIBLE ASSETS:</b>									
Computer, Software and Accessories for Hire	3	47,649,403	44,087,320	-	91,731,723	32,616,171	-	42,670,508	33,204,359
Server for Hire	6	11,479,748	1,046,184	1,365,225	11,160,706	2,621,258	-	4,223,344	7,153,644
Office Equipments for Hire	5	210,726	391,159	-	601,885	106,855	-	393,641	109,327
Office Equipments	5	75,330	-	-	75,330	10,966	-	49,672	60,388
Motor Vehicle	8	-	375,000	-	375,000	78,389	-	296,711	-
Office Furniture	10	-	22,800	-	22,800	1,472	-	21,328	-
<b>Total (a)</b>		<b>59,415,207</b>	<b>45,917,472</b>	<b>1,365,225</b>	<b>103,967,454</b>	<b>35,435,011</b>	<b>-</b>	<b>47,655,154</b>	<b>38,537,918</b>
<b>INTANGIBLE ASSETS:</b>									
<b>Total (b)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Grand Total (a+b)</b>		<b>59,415,207</b>	<b>45,917,472</b>	<b>1,365,225</b>	<b>103,967,454</b>	<b>35,435,011</b>	<b>-</b>	<b>47,655,154</b>	<b>38,537,918</b>
<b>Previous Year's Total</b>		<b>-</b>	<b>59,415,207</b>	<b>-</b>	<b>59,415,207</b>	<b>20,877,289</b>	<b>-</b>	<b>38,537,918</b>	<b>-</b>



## NOTES

## SILICON RENTAL SOLUTIONS PRIVATE LIMITED

	As at 31st March, 2018	As at 31st March, 2017
<b>11 Trade Receivables</b>		
Outstanding for a period exceeding six months from the date they are due for payment		
Un-secured, considered good	11,920,048	4,788,807
<b>Total(A)</b>	<b>11,920,048</b>	<b>4,788,807</b>
Other receivables		
Un-secured, considered good	19,418,166	21,864,357
<b>Total(B)</b>	<b>19,418,166</b>	<b>21,864,357</b>
<b>Total(A+B)</b>	<b>31,338,214</b>	<b>26,653,164</b>
<b>12 Cash and bank balances</b>		
Cash and cash equivalents		
Cash on hand (a)	264,261	41,578
Bank balances:		
In Cash credit Accounts	-	-
In Current Accounts	4,470,091	9,888,376
	4,734,352	9,929,954
	<b>4,734,352</b>	<b>9,929,954</b>
<b>13 Short Term Loans &amp; Advances</b>		
Others	150,000	500,000
	<b>150,000</b>	<b>500,000</b>
<b>14 Other Current Assets</b>		
TDS Recoverable	5,000	5,000
Prepaid and Other Assets	834,285	-
Advance Tax, TDS (Net of Provisions)	3,553,565	2,886,524
	<b>4,392,850</b>	<b>2,891,524</b>
<b>15 Revenue from Operations</b>		
Sales of Goods	3,897,722	18,306,648
Sales of Services	59,861,486	52,339,449
	<b>63,759,209</b>	<b>70,646,097</b>
<b>16 Other Income</b>		
Interest on Loan	9,206	-
Discount received	3,275	-
Profit on sale of Fixed Assets	214,775	-
Sundry Balance Woff	93,190	-
	<b>320,446</b>	<b>-</b>





## NOTES

## SILICON RENTAL SOLUTIONS PRIVATE LIMITED

	As at 31st March, 2018	As at 31st March, 2017
<b>17 Cost of Materials consumed</b>		
Purchase of Goods	3,522,290	15,634,078
Purchase of Services	1,579,244	3,704,987
	<b>5,101,534</b>	<b>19,339,065</b>
<b>18 Employee Cost</b>		
Salaries and Wages	4,265,337	3,237,530
Staff Welfare expenses	483,818	203,740
	<b>4,749,155</b>	<b>3,441,270</b>
<b>19 Finance Cost</b>		
Interest expense on - borrowings	1,567,834	901,666
	<b>1,567,834</b>	<b>901,666</b>
<b>20 Other Expenses</b>		
Auditor Remuneration	-	50,000
Advertisement Expense	83,373	116,600
Bank Charges	15,160	7,010
Business Promotion	154,175	368,810
Commission Paid	86,965	873,720
Computer Expense	-	2,200
Consultancy Charges	50,000	70,000
Conveyance	440,905	419,160
CST/VAT/Other Charges	5,000	10,069
Director's Remuneration	4,440,000	4,200,000
Entertainment Expenses	215,934	385,480
Interest on Late Payment of S A Tax	85,988	-
Interest on Late Payment of TDS	52,787	871
Interest on Late Payment of VAT	18,869	-
Internet Charges	44,625	-
Laptop Insurance	3,500	-
License Fees	-	8,840
Meeting Exps	275,658	242,805
News Papers and Periodicals	27,277	32,680
Office Exps	438,441	370,060
Pamphlet Distributions Exps	207,317	229,860
Pooja Exps	36,000	-
Postage and Courier	125,696	96,470
P Repairs	8,116,210	4,873,920
Printing & Stationery	154,532	126,428
Professional Fees	317,000	763,000
Repair and Maintenance	325,870	105,520
Transportation Charges	-	1,600
Telephone Exps	28,539	-
Travelling Exps	-	286,900
	<b>15,749,821</b>	<b>13,642,002</b>



## NOTES

## SILICON RENTAL SOLUTIONS PRIVATE LIMITED

As at 31st March, 2018

As at 31st March,  
2017**21 Earning per share**

Earning per share has been computed as under :

Net Profit after tax (A)	1,209,865	8,317,559
No. of shares outstanding for Basic EPS (E)	10,000	10,000
<b>Basic Earning Per Share (A/B)</b>	<b>120.99</b>	<b>831.76</b>
No. of shares outstanding for Diluted EPS	10,000	10,000
<b>Diluted Earning Per Share (B/C)</b>	<b>120.99</b>	<b>831.76</b>

**22 Related Party**

Key Management Personnel :

Sanjay Motiani  
Kanchana Motiani  
Anushka Motiani  
Nikhil Motiani

**Disclosure of transactions between Company and Related Parties :**

Key Manage :	Remuneration	4,440,000	4,200,000
Personnel	Purchase of F. A.	-	22,137,124

**Remuneration**

Sanjay Motiani	1,800,000	1,800,000
Kanchana Motiani	1,800,000	1,800,000
Anushka Motiani	420,000	300,000
Nikhil Motiani	420,000	300,000

**Purchase of Fixed Assets**

Sanjay Motiani	-	21,290,970
Kanchana Motiani	-	846,154

As per our report of even date

For and on behalf of  
**SAHAJWANI NARANG & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
Firm Registration No: 130142W

*S. H. Narang*  
**S. H. NARANG.**  
PARTNER.  
Membership No: 037337.  
Place: Mumbai.  
Date: 01 / 09 / 2018



For and on behalf of  
**SILICON RENTAL SOLUTIONS PVT. LTD.**  
PRIVATE LIMITED.

*Sanjay Motiani*  
**SANJAY MOTIANI**  
Director  
DIN No. - 07314538  
Place: Mumbai.  
Date: 01 / 09 / 2018

*Kanchan Motiani*  
**KANCHAN MOTIANI**  
Director  
DIN No. - 07314480



**SILICON RENTAL SOLUTIONS PRIVATE LIMITED**

ACCOUNTING YEAR	:	31.03.2018
ASSESSMENT YEAR	:	2018 - 19
STATUS	:	PVT. LTD COMPANY
P. A. N. No.	:	AAWCS6812M
D. O. F.	:	28.01.2016

**COMPUTATION OF TOTAL INCOME**

	<u>Rs.</u>	<u>Rs.</u>
<b><u>INCOME FROM BUSINESS / PROFESSION</u></b>		
Profit as per Profit and Loss A/c.	1540141	
Add : Depreciation as per Companies Act	35435011	
Add : Expense Disallowed		
Add : Expense Disallowed - Interest on late payment of S A Tax	85988	
Add : Expense Disallowed - Interest on late payment of TDS	52787	
	<u>37113927</u>	
Less : Income considered separately	(9206)	
Less : Profit on sale of Fixed Assets	(214775)	
Less : Depreciation as per Income Tax Act	<u>(26672276)</u>	10217670
<b><u>INCOME FROM OTHER SOURCES</u></b>		
Interest on Loan received		9206
<b>TOTAL INCOME</b>		<b><u>10226876</u></b>

**TAX CALCULATION**

Tax on Rs. 10226880		2556720
Add: Surcharge		<u>170160</u>
		2726880
Add: Education Cess		81806
<b>TAX PAYABLE</b>		<b><u>2808686</u></b>
Less : Advance Tax	1700000	
Less : TDS	<u>966408</u>	(2666408)
		142278
Add : Interest		18003
Add : Round up		(1)
<b>S A Tax Payable</b>		<b><u>160280</u></b>

**Tax Payable under MAT**

Profit as per Profit & Loss A/c	1540141	
Book Profit under MAT	<u>1540141</u>	
<b>18.5% there of</b>		
Minimum Alternative Tax Payable	284926	

MAT Payable		<u>-</u>
Income Tax Payable	<u>2808686</u>	
(As per Computation)		
Since Tax Payable as per Computation is higher, MAT not applicable.		