

# Sahajwani Narang & Associates

## CHARTERED ACCOUNTANTS

CA Shailesh Narang  
Mob:- 9820126360

Suite # A - 406, 36 Turner Road,  
Opp. Tava Hotel,  
Bandra West, Mumbai 400 050.  
Tel:-+91 (22) 2640 6340 / 2640 6350.  
Email : narang.sna@gmail.com

### INDEPENDENT AUDITOR'S REPORT

30 OCT 2020

To,  
The Members of  
**SILICON RENTAL SOLUTIONS PRIVATE LIMITED.**  
Mumbai

#### **Report on the Financial Statements**

#### **Opinion**

1. We have audited the accompanying financial statements of **SILICON RENTAL SOLUTIONS PRIVATE LIMITED** ("the Company"), which comprises the Balance Sheet as at 31st March 2020, the Statement of Profit & Loss Account for the year then ended and the statement of changes in Equity (if any) and notes to the financial statements, including a summary of Significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanation given to us, the aforesaid financial statements give the information required by the Companies Act 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including accounting standards specified under section 133 of the Act, of the state of affairs of the company as on 31st March 2020 and its profit / loss, changes in equity (if any) for the year ended on that date.

#### **Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act 2013 ("the Act"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Information Other than the Financial Statements and Auditor's Report thereon**

4. The Company's Board of Directors is responsible for the preparation of other Information. The Other Information comprises the information included in the Annual Report, namely Financial Performance, Director's Report including Annexure to the Director's Report etc.; but does not include the financial Statements and our auditor's report thereon. The information is expected to be made available to us after the date of this auditor's report.



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5. Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.
6. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

### Management's Responsibility and those charged with Governance for the Financial Statements

7. 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 and cash Flows of the Company, Changes in equity 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 financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

### Going Concern

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



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**Auditor's Responsibility for the Audit of the Financial Statements**

10. Our objective is to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is high level of assurance, but it is not a guarantee that an audit in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
11. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- a. 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.
  - b. Obtain an undertaking of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(1)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
  - c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
  - d. Conclude on the appropriateness of Management's use of going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events and 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 audit report. However future events or conditions may cause the Company to cease to continue as a going concern.
  - e. 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.



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12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
13. 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.
14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.
15. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
16. As more specifically explained in Note 2 to the financial statements, the company has made a detailed assessment of its liquidity position for the next year and the recoverability and carrying value of its assets comprising property, plant, and equipment, investments, inventory and trade receivables. Based on current indicators of future economic conditions, the company expects to recover the carrying amount of these assets. The company continues to evaluate them as highly probable considering the orders in hand. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 pandemic which may be different from that estimated at the date of approval of the financial results. The Company will continue to closely monitor any material changes arising from future economic conditions and impact on its business.  
Our opinion is not modified in respect of this matter.

### Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.



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- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With reference reporting on the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls in our opinion such reporting is not required as per the provisions of section 143(3)(i) of the Companies Act 2013;
- g. Further to the continuous spreading of COVID -19 across India, the Indian Government announced a strict 21-day lockdown on March 24, 2020, which was further extended till June 30, 2020, across India to contain the spread of the virus. This has resulted in restrictions on a physical visit to the client locations and the need for carrying out alternative audit procedures as per the Standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI).

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

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

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



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- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company 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 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**  
**UDIN: 20037337AAAACQ6013**



**DATE : 30/10/2020**  
**PLACE : MUMBAI**

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### "Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the standalone financial statements of the Company for the year ended March 31, 2020:

- 1) In respect of its fixed assets:
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets. The details of assets out on hire are in use at the respective addresses of the customers. Details of which are dynamic and are updated within a reasonable lag of time.
  - b) We are informed that the other Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- 2) The inventory, except goods-in-transit has been physically verified by the management at reasonable intervals during the year. The discrepancies noticed on physical verification of the inventory as compared to books records, which has been properly dealt with in the books of account were not material.
- 3) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company. Hence not commented upon.
- 4) According to the information and explanations given to us, the company has not granted any loans to, provided guarantees or security on behalf of or made any investments; hence the provisions of section 185 and other relevant provisions of section 186 of the Companies Act, 2013 are not applicable.
- 5) The 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, and having regard to the nature of Company's business / activities maintenance of cost records has not been prescribed by the Central Government under sub-section (1) of section 148 of



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Companies Act, 2013 for the industry to which the company belongs. Hence, reporting under clause (vi) of CARO 2016 not applicable.

- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added tax, Cess, Goods and Services Tax and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, there were no outstanding dues as on March 31, 2020 for a period of more than six months from the date on when they become payable.

(b) During the course of audit, certain transactions were identified where GST liability is unpaid. The company has sufficient credit in the GST Input Tax Credit account to absorb these liabilities and hence the net amount payable, if any, is not material. The company will be making suitable adjustments in its GST returns in the subsequent period. In view of the above, we don't have any further comments to make in this regard.

- 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. The Company has not taken any loan from any other Bank or financial institutions or from the government and has not issued any debentures during the year.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the Information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) The company is not a listed company. Therefore, the provisions of clause 3 (xi) is not applicable to the company.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the standalone financial statements as required by the under Accounting Standard - 18 "Related Party Disclosure".



30 OCT 2020



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## CHARTERED ACCOUNTANTS

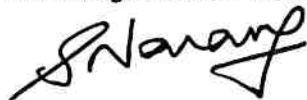
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- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, 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 and hence not commented upon.

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

Firm Registration No.: 130142W



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

**M. No. : 037337**

**UDIN: 20037337AAAACQ6013**



**DATE : 30/10/2020**

**PLACE : MUMBAI**

**SILICON RENTAL SOLUTIONS PRIVATE LIMITED**

**BALANCE SHEET AS AT 31ST MARCH 2020**

	Note	As at 31st March, 2020	As at 31st March, 2019
<b>EQUITY AND LIABILITIES:</b>			
<b>SHAREHOLDERS' FUNDS:</b>			
Share Capital	3	1,00,000	1,00,000
Reserves and Surplus	4	3,45,93,500	1,59,16,044
		3,46,93,500	1,60,16,044
<b>NON-CURRENT LIABILITIES:</b>			
Long - term borrowing	5	3,61,76,732	3,65,95,332
Deferred Tax Liability	6	-	-
		3,61,76,732	3,65,95,332
<b>CURRENT LIABILITIES:</b>			
Sundry Creditors	7	5,40,00,785	4,81,81,292
Other current liabilities	8	1,07,66,130	2,97,622
Short - Term Provisions	9	1,27,80,530	50,36,532
		7,75,47,446	5,35,15,447
<b>Total</b>		<b>14,84,17,678</b>	<b>10,61,26,823</b>
<b>ASSETS:</b>			
<b>NON-CURRENT ASSETS:</b>			
Fixed Assets			
Tangible assets	10	7,64,44,018	5,74,97,094
Deferred Tax Assets	6	48,16,588	30,71,916
		8,12,60,606	6,05,69,010
<b>CURRENT ASSETS:</b>			
Inventories		-	-
Trade Receivables	11	4,71,02,290	3,53,83,983
Cash and Bank Balances	12	71,54,520	46,27,660
Short term loans and advances	13	8,000	-
Other current assets	14	1,28,92,262	55,46,170
		6,71,57,072	4,55,57,813
<b>Total</b>		<b>14,84,17,678</b>	<b>10,61,26,823</b>
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: 30/ 10 / 2020



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

*S. Motiani*  
**SANJAY MOTIANI**  
Director  
DIN No. - 07314538  
Place: Mumbai.  
Date: 30/ 10 / 2020

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



**SILICON RENTAL SOLUTIONS PRIVATE LIMITED**

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2020**

	Note	For the year ended 31st March, 2020	For the year ended 31st March, 2019
<b>REVENUE:</b>			
Revenue From Operations	15	12,27,79,350	8,40,23,949
Other Income	16	1,20,259	-
<b>TOTAL REVENUE</b>		<b>12,28,99,610</b>	<b>8,40,23,949</b>
<b>EXPENSES :</b>			
Cost of Materials consumed	17	50,95,300	58,03,735
(Incr)/Decr in inventories of finished goods		-	94,107
Employee benefit expenses	18	56,82,154	54,69,983
Finance costs	19	-	21,33,750
Depreciation and amortisation expense	10	5,52,50,057	4,31,92,448
Other expenses	20	3,21,39,315	1,85,58,802
<b>TOTAL EXPENSES</b>		<b>9,81,66,825</b>	<b>7,52,52,825</b>
<b>PROFIT BEFORE TAX</b>		<b>2,47,32,784</b>	<b>87,71,124</b>
<b>TAX EXPENSE</b>			
Current Tax		78,00,000	45,90,000
Deferred Tax Liability / (Asset)	6	(17,44,672)	(22,07,494)
		<b>60,55,328</b>	<b>23,82,506</b>
<b>PROFIT AFTER TAX</b>		<b>1,86,77,456</b>	<b>63,88,618</b>
Earning per share	21		
Basic (Face Value of Rs. 10 each)		1,867.75	638.86
Diluted (Face Value of Rs. 10 each)		1,867.75	638.86

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: 30/ 10 / 2020



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

*Sanjay Motiani*  
**SANJAY MOTIANI**  
Director  
DIN No.- 07314538  
Place: Mumbai.  
Date: 30/ 10 / 2020

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



**SILICON RENTAL SOLUTIONS PRIVATE LIMITED**

**CASH FLOW STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020**

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit / (loss) before extraordinary items	2,47,32,784	87,71,124
<u>Adjustments for</u>		
Depreciation and amortisation	5,52,50,057	4,31,92,448
Reversal of DTA / DTL	-	-
Extra Ordinary Items	-	-
Operating Profit before Working Capital Changes	7,99,82,841	5,19,63,572
(Increase) / Decrease In Trade Receivables	(1,17,18,307)	(40,45,769)
(Increase) / Decrease In Short Term Loans & Advances	(8,000)	1,50,000
(Increase) / Decrease In Other Current Assets	(22,46,092)	(11,53,320)
(Increase) / Decrease In Inventory	-	94,107
Increase / (Decrease) in Short Borrowings	-	-
Increase / (Decrease) in Trade Payables	58,19,493	84,99,680
Increase / (Decrease) in Other Current Liabilities	1,04,68,508	(6,49,717)
Increase / (Decrease) in Short Term Provisions	77,43,998	6,46,360
Cash from operations	9,00,42,442	5,55,04,913
Income Tax paid	(51,00,000)	(45,90,000)
Net Cash Flow from Operating Activities	8,49,42,442	5,09,14,913
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Addition To Fixed Assets	(7,53,08,440)	(5,30,34,388)
Proceeds from Sale of Fixed Assets	11,11,459	-
Long Term Loans Advanced	-	-
Investments in Fixed Deposits	-	-
Net Cash Flow from Investing Activities	(7,41,96,981)	(5,30,34,388)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from long term borrowings	-	20,12,782
Repayment of Long term borrowings	(4,18,600)	-
Net Cash Flow from Financing Activities	(4,18,600)	20,12,782
Net Increase / (Decrease) In Cash and Cash Equivalents	1,03,26,861	(1,06,693)
Cash and Cash Equivalents as at 1st April	46,27,658	47,34,351
Cash and Cash Equivalents as at 31st March	1,49,54,519	46,27,658

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: 30/ 10 / 2020



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

*S. Motiani*  
**SANJAY MOTIANI**  
Director  
DIN No. 07314538  
Place: Mumbai.  
Date: 30/ 10 / 2020

*K. Motiani*  
**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, 2020	As at 31st March, 2019
<b>3 SHARE CAPITAL</b>		
Authorised :		
2,000,000 Equity Shares of Rs.10/- each	2,00,00,000	5,00,000
Issued and Subscribed and fully paid up shares :		
10,000 Equity Shares of Rs.10/- each	1,00,000	1,00,000
(a) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company		
	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) Statement of changes in Equity for the year ended 31/03/2020		
Equity Share Capital	No. of Shares	No. of Shares
As at 31/03/2019	10000	10000
Issue of Share Capital	-	-
As at 31/03/2020	10000	10000
<b>4 Reserves and Surplus</b>		
Surplus		
Balance as at the beginning of the year	1,59,16,044	95,27,424
Add: Profit for the year	1,86,77,456	63,88,620
Less : Transfer to General Reserve		
Closing Balance	3,45,93,500	1,59,16,044
<b>5 Long - term borrowings</b>		
Unsecured		
- From Others	3,61,76,732	3,65,95,332
- From Director		
	3,61,76,732	3,65,95,332
<b>7 Trade Payables</b>		
Sundry Creditors	5,40,00,785	4,81,81,292
	5,40,00,785	4,81,81,292
<b>8 Other current liabilities</b>		
Statutory dues	7,66,130	2,97,622
Deposits	1,00,00,000	-
	1,07,66,130	2,97,622
<b>9 Short Term Provisions</b>		
Others		
Provisions	1,27,80,530	49,76,532
Other Payables	-	60,000
	1,27,80,530	50,36,532



AS PER COMPANIES ACT 2013  
SILICON RENTAL SOLUTIONS PRIVATE LIMITED  
Schedule Form No. 23 of the Balance Sheet as on 31.03.2020  
Fixed Assets

Description of Assets	Useful Life in Years	Opening Balance			Additions			Closing Balance			Depreciation			Closing Balance			Net Book Value		
		Opening Total	As on 31.03.2019	As on 31.03.2020	Opening Total	As on 31.03.2019	As on 31.03.2020	Opening Total	As on 31.03.2019	As on 31.03.2020	Depreciation for the Year	Depreciation for the Year	Depreciation for the Year	Opening Total	As on 31.03.2019	As on 31.03.2020	Opening Total	As on 31.03.2019	As on 31.03.2020
<b>TANGIBLE ASSETS:</b>																			
Computer, Software and Accessories for Hire	3	14,40,50,373	7,40,34,612	23,46,480				14,40,50,373	7,40,34,612	23,46,480	14,17,399	14,17,399	14,17,399	14,21,58,917	14,21,58,917	14,21,58,917	14,21,58,917	14,21,58,917	14,21,58,917
Server for Hire	6	1,16,50,906	1,27,200	3,74,000				1,16,50,906	1,27,200	3,74,000	1,12,214	1,12,214	1,12,214	1,12,214	1,12,214	1,12,214	1,12,214	1,12,214	1,12,214
Office Equipments for Hire	5	8,27,475	10,47,047	-				8,27,475	10,47,047	-	3,38,216	3,38,216	3,38,216	3,38,216	3,38,216	3,38,216	3,38,216	3,38,216	3,38,216
Office Equipments	5	75,120	48,794	643				75,120	48,794	643	16,250	16,250	16,250	16,250	16,250	16,250	16,250	16,250	16,250
Motor Vehicle	6	3,75,000	-	-				3,75,000	-	-	63,724	63,724	63,724	63,724	63,724	63,724	63,724	63,724	63,724
Office Furniture	10	22,800	-	-				22,800	-	-	4,062	4,062	4,062	4,062	4,062	4,062	4,062	4,062	4,062
<b>Total (a)</b>		15,78,91,842	7,53,08,443	27,21,123				15,78,91,842	7,53,08,443	27,21,123	18,09,069	18,09,069	18,09,069	18,09,069	18,09,069	18,09,069	18,09,069	18,09,069	18,09,069
<b>INTANGIBLE ASSETS:</b>																			
<b>Total (b)</b>		-	-	-				-	-	-	-	-	-	-	-	-	-	-	-
<b>Grand Total (a+b)</b>		15,78,91,842	7,53,08,443	27,21,123				15,78,91,842	7,53,08,443	27,21,123	18,09,069	18,09,069	18,09,069	18,09,069	18,09,069	18,09,069	18,09,069	18,09,069	18,09,069
<b>Previous Year's Total</b>		16,29,67,494	5,20,24,388	-				16,29,67,494	5,20,24,388	-	4,21,92,448	4,21,92,448	4,21,92,448	4,21,92,448	4,21,92,448	4,21,92,448	4,21,92,448	4,21,92,448	4,21,92,448



## NOTES

## SILICON RENTAL SOLUTIONS PRIVATE LIMITED

	As at 31st March, 2020	As at 31st March, 2019
<b>11 Trade Receivables</b>		
Outstanding for a period exceeding six months from the date they are due for payment		
Un-secured, considered good	58,20,651	2,21,75,087
<b>Total(A)</b>	<b>58,20,651</b>	<b>2,21,75,087</b>
Other receivables		
Un-secured, considered good	4,12,81,639	1,32,08,896
<b>Total(B)</b>	<b>4,12,81,639</b>	<b>1,32,08,896</b>
<b>Total(A+B)</b>	<b>4,71,02,290</b>	<b>3,53,83,983</b>
<b>12 Cash and bank balances</b>		
Cash and cash equivalents		
Cash on hand (a)	1,48,367	1,08,859
Bank balances:		
In Cash credit Accounts	8,88,365	-
In Current Accounts	61,17,788	45,18,801
	71,54,520	46,27,660
	<b>71,54,520</b>	<b>46,27,660</b>
<b>13 Short Term Loans &amp; Advances</b>		
Others	8,000	-
	<b>8,000</b>	<b>-</b>
<b>14 Other Current Assets</b>		
TDS Recoverable	-	-
Prepaid and Other Assets	-	-
Advance Tax, TDS (Net of Provisions)	1,28,92,262	55,46,170
	<b>1,28,92,262</b>	<b>55,46,170</b>
<b>15 Revenue from Operations</b>		
Sales of Goods ( incl Fixed Asset )	47,44,439	51,51,082
Sales of Services	11,80,34,912	7,88,72,867
	<b>12,27,79,350</b>	<b>8,40,23,949</b>
<b>16 Other Income</b>		
Interest on Loan	-	-
Discount received	-	-
Profit on sale of Fixed Assets	1,14,946	-
Sundry Balance Woff	5,313	-
	<b>1,20,259</b>	<b>-</b>
<b>17 Cost of Materials consumed</b>		
Purchase of Goods ( incl Cost of Fixed asset sale )	39,05,670	44,26,422
Purchase of Services	11,89,630	13,77,312
	<b>50,95,300</b>	<b>58,03,735</b>





## NOTES

## SILICON RENTAL SOLUTIONS PRIVATE LIMITED

	As at 31st March, 2020	As at 31st March, 2019
<b>18 Employee Cost</b>		
Salaries and Wages	51,25,639	48,55,135
Staff Welfare expenses	5,56,515	6,14,848
	<b>56,82,154</b>	<b>54,69,983</b>
<b>19 Finance Cost</b>		
Interest expense on - borrowings	-	21,33,750
	<b>-</b>	<b>21,33,750</b>
<b>20 Other Expenses</b>		
Advertisement Expense	2,33,353	2,64,854
Audit Fees	1,15,000	1,10,000
Bank Charges	23,207	14,741
Bad Debts W/o	52,44,116	4,27,877
Business Promotion	3,64,745	3,40,390
Commission Paid	6,09,531	3,08,474
Consultancy Charges	27,000	12,65,000
Conveyance	7,97,789	6,22,213
Courier and Transportation charges	4,20,190	3,30,602
Discount	57,743	31,299
Diwali Expenses	91,280	77,850
Director's Remuneration	44,40,000	44,40,000
Entertainment Expenses	3,98,140	3,11,450
Electricity Charges	2,53,580	-
Interest on Late Payment of PT	3,698	15,485
Interest on Late Payment of S A Tax	-	18,002
Interest on Late Payment of TDS	511	155
Interest on Late Payment of VAT	17,684	4,350
Internet Charges	10,980	25,380
Insurance Charges	33,969	19,581
Late Fees for Return Filling	1,000	42,000
Loan Processing Fees (O/D)	-	1,68,000
Meeting Exps	3,01,124	2,91,300
Misc Expenses	2,48,963	1,58,866
News Papers and Periodicals	98,125	77,940
Office Exps	6,45,731	6,78,241
Pamphlet Distributions Exps	3,46,500	3,64,220
Professional Tax Paid	10,842	7,500
Pooja Exps	62,145	42,000
Postage and Courier	13,743	37,996
P Repairs	1,37,93,823	71,01,349
Printing & Stationery	1,63,661	1,91,986
Professional Fees	55,313	1,51,826
Rent Paid A/c	24,00,000	-
Repair and Maintenance	4,24,539	5,49,807
Travelling Expenses	3,20,672	-
Telephone Exps	80,618	68,069
Donation	30,000	-
	<b>3,21,39,315</b>	<b>1,85,58,802</b>

**21 Earning per share**

Earning per share has been computed as under :

Net Profit after tax (A)	1,86,77,456	63,88,618
No. of shares outstanding for Basic EPS (B)	10,000	10,000
<b>Basic Earning Per Share (A/B)</b>	<b>1,867.75</b>	<b>638.86</b>
No. of shares outstanding for Diluted EPS (C)	10,000	10,000
<b>Diluted Earning Per Share (B/C)</b>	<b>1,867.75</b>	<b>638.86</b>



As at 31st March,  
2020As at 31st March,  
2019**22 Current Assets & Current Liabilities:**

In the opinion of the Directors, the Current Assets, Loans and Advances are approximately of the value as stated in the Balance Sheet. If realized in the ordinary course of business and provisions for all known liabilities have been made, and the same is not in excess of amount considered necessary.

The balance confirmation from the sundry debtors, sundry creditors for supplies and expenses, advances, deposits and other debit or credit balances on personal accounts have not been obtained and as such the balances are subject to confirmation and reconciliation if any.

**23** The directors confirm that the figures of supply of goods and services and GST input and output as given in these financial statements are true and fair. The same are subject to reconciliation with information filed with the GST authorities. On final reconciliation, suitable reversal / correction entries shall be made in GST returns to align them with the present financial statements.**24** As per the information given to us by the management, the company has implemented a procedure to ascertain whether or not its vendors are registered under MSME act and given the scale of company's operations it is in the process of implementing the revised timelines for payments specified under the act.**25** Though Covid 19 has already impacted the company, the extent of the impact of COVID 19 outbreak on operations of the Company will depend on future developments, including the duration and spread of the outbreak, related advisories and restrictions. Government actions, the impact on financial markets and the overall economy, all of which are highly uncertain and can't be accurately predicted. If the markets and/or overall economy are impacted for an extended period, the Company's operations will be affected. The nature and extent of impact cannot be accurately determined at this time.**26 Related Party**

Key Management Personnel :

Sanjay Motiani  
Kanchana Motiani  
Anushka Motiani  
Nikhil Motiani

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

Key Management Personnel :	Remuneration	44,40,000	44,40,000
	Sale of Goods	-	1,18,000
	Rent Paid	24,00,000	-
<b>Remuneration</b>			
Sanjay Motiani	18,00,000	18,00,000	
Kanchana Motiani	18,00,000	18,00,000	
Anushka Motiani	4,20,000	4,20,000	
Nikhil Motiani	4,20,000	4,20,000	
<b>Sale of Goods</b>			
Sanjay Motiani	-	-	
Kanchana Motiani	-	-	1,18,000
<b>Rent Paid</b>			
Sanjay Motiani	24,00,000	-	

As per our report of even date  
For and on behalf of  
**SARAJWANI NARANG & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
Firm Registration No: 130142W

**S. K. NARANG,**  
PARTNER  
Membership No: 037227,  
Place: Mumbai.  
Date: 30/10/2020



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

**SANJAY MOTIANI** **KANCHAN MOTIANI**  
Director Director  
DIN No. - 07314538 DIN No. - 07314480  
Place: Mumbai.  
Date: 30/10/2020

