# SOLKAR INFRASTRUCTURE PRIVATE LIMITED

Madhav House Near Panchratna Building, Subhanpura Vadodara Vadodara GJ 390023 IN

# **STATUTORY AUDIT REPORT**

F.Y. 2019-20



CA PARTH NRUPESHKUMAR SHAH PARTH SHAH AND ASSOCIATES CHARTERED ACCOUNTANTS



# PARTH SHAH AND ASSOCIATES CHARTERED ACCOUNTANTS

# Independent Auditors' Report

To,
The Members,
Solkar Infrastructure Private Limited

# Opinion

We have audited the accompanying financial statements of M/s. Solkar Infrastructure Private Limited which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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 March 31, 2021, and profit for the year ended on that date.

# Basis for Opinion

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

# Information other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors and Management is responsible for the preparation of the other information. The other information comprises the information obtained at the date of this auditor's report, 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 the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have

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M: 9687364546, 9537950333

PRN: 144251W HHMEDABAD 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.

# Responsibility of Management 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 and 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 statement 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 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



# Report on Other Legal and Regulatory Requirements

- 1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, 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 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 purpose 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 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 written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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, the company does not fall under the purview of the same.



- 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, PARTH SHAH AND ASSOCIATES

**Chartered Accountants** 

Parth Nrupeshkumar Shah

**Proprietor** 

M. No.: 173468 FRN: 144251W Place: Ahmedabad Date: 10.06.2021

UDIN: 21173468AAAAIF7520



# PARTH SHAH AND ASSOCIATES CHARTERED ACCOUNTANTS

# "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 financial statements of the Company for the year ended March 31, 2021:

- a. The Company has maintained proper records showing full particulars of Fixed Assets.
   As there are no tangible Fixed Assets description of quantitative details and situation of fixed assets is not possible.
  - b. The Fixed Assets cannot be physically verified as they all are in nature of intangible assets.
  - c. The title deeds of immovable properties are held in the name of the company.
- 2) The company is indulged in providing service and there is no inventory required for the purpose of the business.
- 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 and hence not commented upon.
- 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 In respect of loans, investments, guarantees, and security.
- 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.
- As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- (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 with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they become payable.



- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not taken any loan or taken borrowings from financial institutions or from the government and has not issued any debentures.
- 9) 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) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 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) 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 Financial Statements as required by the applicable 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 and hence not commented upon.
- 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 and hence not commented upon.



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, PARTH SHAH AND ASSOCIATES

**Chartered Accountants** 

Parth Nrupeshkumar Shah

Proprietor

M. No.: 173468 FRN: 144251W

Place: Ahmedabad Date: 10.06.2021

UDIN: 21173468AAAAIF7520

# SOLKAR INFRASTRUCTURE PVT LTD. No.5 Domlure Service Road, Domlure, Bangalore, Karnataka-560071

PARTICUALRS	NOTE NO		AS AT 31-03-2021		AS AT
QUITY AND LIABILITIES			31 03-2021		31-03-2020
Shareholders' funds Share capital Reserves and Surplus  Non-current liabilities Long-term borrowings	2 3	1,39,25,000 38,98,560	1,78,23,560	1,39,25,000 14,67,965	1,53,92,96
Current liabilities Short-term borrowings Trade payable Other Current Liabilities	4 5 6	2,68,29,607 16,200 5,37,124	2,73,82,931	3,22,30,938 - 5,43,585	3,27,74,523
SSETS TOTAL (Rs.)			4,52,06,491		4,81,67,488
Non-current assets Fixed assets		,			
Tangible assets Capital Work in Progress Long term Loan & Advances	7 7 8	4,36,81,378 - 25,000	4,37,06,378	3,45,50,490 1,04,41,884 25,000	4,50,17,374
Current assets					
Trade Receivable Cash and Bank Balances Short-term loans and advances Other Current Assets	9 10 11 12	5,38,442 18,119 9,43,552	15,00,113	20,32,129 4,13,200 2,072 7,02,713	31,50,114
TOTAL (Rs.)			4,52,06,491		4,81,67,488
Significant Accounting Policies Notes on Financial Statements					1,02,07,100

As per our Report of even date For, PARTH SHAH AND ASSOCIATES

**Chartered Accountants** Firm Registration No.144251W

Parth N. Shah (Proprietor)

Membership No.173468

Ahmedabad

UDIN 2117346844441F1520 Date: 10.06.2021

For and on behalf of the Board

Director

Director

Rasika Chauhan

Bindiya Khurana

Din No.:01234191 Din No.:03544314

# SOLKAR INFRASTRUCTURE PRIVATE LIMITED

# STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2021

	PARTICUALRS	NOTE NO		For the Year ended 31-03-2021		For the Year ended 31-03-2020
7	INCOME				*	
	Revenue from operation	13	53,54,365		52,73,249	
	Other income		1,796		701	
	Total Revenue			53,56,161	701	52,73,950
	EXPENDITURE				=	
	Employee benefits expenses	14	7,49,929		8,76,723	
	Finance costs	15	7,163		41,256	
	Depreciation and amortisation expense	7	15,29,297		14,63,818	
	Other expenses	16	1,57,353		5,17,527	
	Total expenses			24,43,742	, ,	28,99,323
	Profit before tax			29,12,419		23,74,627
	Tax expense:					
	1 Current tax		4,54,336		4,12,374	
	2 Earlier year Taxes		27,488		7,12,577	
	3 Deferred tax			4,81,824		4,12,374
	Profit for the period			24,30,595		19,62,253
	Earnings per equity share of face value of Rs.10 each					
		1 1			,	
	L Basic & Diluted			243.06		0.50
		× .				
	Significant Accounting Policies					
	Notes on Financial Statements	1	- 1			

As per our Report of even date For, PARTH SHAH AND ASSOCIATES **Chartered Accountants** 

Firm Registration No.144251W

Parth N. Shah (Proprietor)

Membership No.173468

Ahmedabad

UDIN-21173468 AAAAIF7520

FRN: 144251V

Date: 10.06.2011

For and on behalf of the Board

Director

Director

Rasika Chauhan Bindiya Khurana

Din No.:01234191 Din No.:03544314

# NOTE ON FINANCIAL STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2021

# 1 SIGNIFICANT ACCOUNTING POLICIES.

# 1.1 Basis of accounting

The financial statements are prepared on mercantile basis under the historical cost convention in accordance with the generally accepted accounting principles in India, Accounting Standards referred to in section 133 read with rule 7 of the Companies (Accounts) rules, 2014.

# 1.2 Revenue recognition

All revenue and expenses are accounted for on accrual basis. Revenue is recognised when no significant uncertainties exist in relation to the amount of eventual receipt.

#### 1.3 Fixed assets

Fixed assets are stated at cost of acquisition and includes other direct/ indirect and incidental expenses incurred to put them into use.

All indirect expenses incurred during project implementation and on trial run are treated as incidental expenditure during construction and capitalised.

# 1.4 Depreciation

Depreciation is provided on written down value method at the rates derived on the basis of useful life and method prescribed in Schedule II of the Companies Act, 2013.

Freehold land is not amortised/depreciated.

# 1.5 Provisions and contingencies

The company creates a provision when there is a present obligation as a result of past event that propably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or present obligation that probably will not require an outflow of resources or where reliable estimate of the amount of the obligation cannot be made.

# 1.6 Inventories

Stores and spares are written off in the year of purchase.

# 1.7 Employee benefit

# 1.7.1 Short Term Employee Benefits

Short term employee benefits are recognised in the period during which the services have been rendered.

# 1.7.2 Long Term Employee Benefits

Leave encashment liabilities is accounted as and when paid.

#### 1.8 Borrowing cost

Borrowing costs directly attributed to the acquisition of fixed assets are capitalised as a part of the cost of asset upto the date the asset is put to use. Other borrowing Costs are charged to the profit and loss account in the year in which they are incurred.

### 1.9 Income tax

- Tax expenses comprise of current and deferred tax.
  - Provision for current income tax is made on the basis of relevant provisions of the Income Tax Act,1961 as applicable to the financial year.
  - 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 are capable of reversal in one or more subsequent periods.

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FOR SOLKAR INFRASTRUCTURE PVT LTD.

# NOTES ON FINANCIAL STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021

# 2 SHARE CAPITAL

Particulars	AS AT 31-03-2021	AS AT 31-03-2020
AUTHORISED CAPITAL		
10000 (P.Y.10000) Equity Shares of Rs. 10/- each 19,90,000 (P.Y.19,90,000) Preference Shares of Rs. 10/- each	1,00,000 1,99,00,000 2,00,00,000	1,00,000 1,99,00,000 2,00,00,000
ISSUED, SUBSCRIBED, AND PAID-UP CAPITAL	_,=,==,==,	2,00,00,000
10000 (P.Y.10000) Equity Shares of Rs. 10/- each fully paid Up 1382500 (P.Y.1382500) Preference Shares of Rs. 10/- each fully paid up	1,00,000 1,38,25,000	1,00,000 1,38,25,000
TOTAL	1,39,25,000	1,39,25,000

# **2.1** The reconciliation of the number of shares outstanding is set out below.

Particulars	AS AT 31-03-2021 No.of Shares	AS AT 31-03-2020 No.of Shares
Equity Shares  Number of Equity shares at the beginning  Add:- Shares issued during the year  Number of Equity shares at the end	10,000	10,000
Preference Shares  Number of Preference shares at the beginning  Add:- Shares issued during the year  Number of Preference shares at the end	13,82,500	13,82,500
Number of Frederice Strates at the end	13,82,500	13,82,500

# 2.2 Details of the share holders holding more than 5% shares in company

Name	AS AT 31-03-2021 No.of Shares	AS AT 31-03-2020 No.of Shares
Equity Shares  Dexlar Holding Pvt. Ltd.		5,100
Waa Solar Ltd.	0.00%	51.00% 4,900
Preference Shares	100.00%	49.00%
Waa Solar Ltd.	13,82,500 100.00%	13,82,500 100.00%

2.3 Term/rights to equity shares

The company has only one class of equity share of Rs.10 per share, each holder of equity share is entitled to One vote per share.

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FOR SOLKAR INFRASTRUCTURE PVT LTD.

# 3 RESERVES AND SURPLUS

Particulars	AS AT 31-03-2021	AS AT 31-03-2020
Surplus ( Deficit) in the statement of Profit & Loss Opening Balance Net Profit for the period	14,67,965 24,30,595 38,98,560	(4,94,288) 19,62,25: 14,67,965
TOTAL	38,98,560	14,67,965

# 4 SHORT TERM BORROWINGS

Particulars  JNSECURED	AS AT 31-03-2021	AS AT 31-03-2020
From Inter Corporate		
Dexler Holdings Pvt. Ltd.	_	51,331
Waa Solar Ltd.	2,68,29,607	3,21,79,607
TOTAL	2,68,29,607	3,22,30,938

# **5 TRADE PAYABLES**

	Particulars	AS AT 31-03-2021	AS AT 31-03-2020
Trade payables		16,200	1,53,655
	TOTAL	16,200	1,53,655

# **6 OTHER CURRENT LIABILITIES**

Particulars	AS AT 31-03-2021	AS AT 31-03-2020
TDS Payable Provision for income tax Provision for Expenses	- 4,38,184 98,940	3,89,930 1,53,655
TOTAL	5,37,124	5,43,585



FOR SOLKAR INFRASTRUCTURE PVT LTD.

# 7 FIXED ASSETS

		GROSS BLOCK	LOCK			DEPRECIATION	TION		NET BI OCK	DCK
NAME OF THE ASSETS	AS ON 01-04-2020	ADDITION FOR THE YEAR	DEUDCTION FOR THE YEAR	R AS ON 31- 03-2021	AS ON 01-04-2020	ADDITION FOR THE YEAR	DEUDCTION FOR THE VEAR	AS ON	AS ON	AS ON
Tangible assets: Rooftop Plant At:-								100	1702-50-15	31-03-2020
Mysuru Railway Workshop, Ashokapuram, Mysuru-580020, Karnataka	2,21,56,712		} <u>.</u>	2,21,56,712	23,15,958	8,41,957		31,57,915	1,89,98,797	1,98,40,754
Karnataka Antibiotics and Pharmaceuticals Ltd560058, Karnataka	91,64,135			91,64,135	980'88'6	3,48,238		12,81,323	78,82,811	82,31,049
Indian Institute of Horticulture and Research Buildings Bengalure-560089, Karnataka	72,00,604			72,00,604	7,21,916	2,73,623		9,95,540	62,05,064	64,78,687
National Institute of Unani Medicine, Bengalure-560091, Karnataka	1	1,06,60,184		1,06,60,184		65,479		62,479	1,05,94,705	,
TOTAL	3,85,21,450	1	1	4,91,81,634	39,70,960	15,29,297		55.00.257	4.36.81.378	3 45 50 490
PREVIOUS YEAR Capital Work in Progress	3,85,21,450		1	3,85,21,450	25,07,142	15,29,297	•	40,36,439	3,44,85,011	064,00,04,0
Rooftop Projects										
Pre Operative & Incidental Expenses Pending for allocation	1,04,41,884	2,18,300	1,06,60,184	r	r		1	1		1,04,41,884
	1,04,41,884	2,18,300	1,06,60,184	1	1		,			700 77 000
PREVIOUS YEAR	1,04,41,884		5	1,04,41,884			r.		1,04,41,844	100/11/10/1

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FOR SOLKAR INFRASTRUCTURE PAT LTD.

# NOTES ON FINANCIAL STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021

# 8 LONG -TERM LOANS AND ADVANCES

Particulars	AS AT 31-03-2021	AS AT 31-03-2020
UNSECURED, CONSIDERED GOOD  Balance with VAT Authority	25,000	25,000
TOTAL		
TOTAL	25,000	25,000

# 9 TRADE RECEIVABLE

Particulars	AS AT 31-03-2021	AS AT 31-03-2020
UNSECURED, CONSIDERED GOOD Outstanding for a period exceeding six months from the date they are due for Payment & considered as good Other Receivables considered as good	-	20,32,129
TOTAL	-	20,32,129

# 10 CASH AND CASH EQUIVALENTS

Particulars	AS AT 31-03-2021	AS AT 31-03-2020
BALANCES WITH BANKS	51 05 2021	31-03-2020
In current accounts Corporation Bank A/C no.510101005039383 Bank of Baroda -A/C no.07640200001035	4,87,012	3,10,192 99,678
CASH ON HAND	51,430	3,330
TOTAL	5,38,442	4,13,200

# 11 Short-term loans and advances

Particulars	AS AT	AS AT
	31-03-2021	31-03-2020
Advanced to Employee	18,119	2,072
TOTAL	18,119	2,072

# 12 OTHER CURRENT ASSETS

Particulars	AS AT 31-03-2021	AS AT 31-03-2020
TDS Receivable Pre-Paid Expenses Subsidy Receivable Unbilled revenue	24,701 1,20,000 7,98,851	56,552 9,879 1,20,000 5,16,282
TOTAL	9,43,552	7,02,713

FOR SOLKAR INFRASTRUCTURE PVT LTD.



# 13 REVENUE FROM OPERATION

Particulars	For the year ended 31-03-2021	For the period ended 31-03-2020
Sale of Products	53,54,365	52,73,249
TOTAL	53,54,365	52,73,249

# 13.1 PARTICULARS OF SALE

Name of Products	For the year ended 31-03-2021	For the period ended 31-03-2020
Solar Power	53,54,365	52,73,249

# 14 EMPLOYEE BENEFIT EXPENSES

Particulars	For the year ended 31-03-2021	For the period ended 31-03-2020
EMPLOYEE BENEFIT EXPENSES  Salary and Wages  Staff welfare	5,77,799 1,72,130	6,34,507 2,42,216
TOTAL	7,49,929	8,76,723

# 15 FINANCE COST

Particulars			For the year ended 31-03-2021	For the period ended 31-03-2020
INTEREST				01 00 1010
Others			-	
BORROWING COST				100
Bank Charges			7,163	41,256
		-11	_ o	-
	TOTAL		7,163	41,256

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FOR SOLKAR INFRASTRUCTURE PRIVATE LIMITED

# 16 OTHER EXPENSES

For the year ended	For the period ended 31-03-2020
49,283 1,588	26,842 2,484 3,40,500
7,892 91,510	4,236 1,32,970 3,415
1,50,273	5,10,447
7,080	7,080
7,080 1,57,353	7,080 5,17,527
	ended 31-03-2021 49,283 1,588 - 7,892 91,510 1,50,273 7,080



FOR SOLKAR INFRASTRUCTURE PRIVATE LIMITED