

## **KULDEEP KUMAR GUPTA & Co.**

**(Chartered Accountants)**

209, Jaipur Tower, M.I. Road, Jaipur - 302001 (Rajasthan)

Phone : 0141-2363936, Email. kkgca209@gmail.com



### **INDEPENDENT AUDITOR'S REPORT**

To the Members of  
**MANGAL POWERTECH PRIVATE LIMITED**

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

##### **Opinion**

We have audited the accompanying financial statements of **MANGAL POWERTECH PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('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, 2024, its losses for the year ended on that date.

##### **Basis for Opinion**

We conducted our audit of the financial statements 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

##### **Emphasis of Matter**

There is no matter which is required to be reported under this head for the current financial year.

##### **Material Uncertainty Related to Going Concern**

The Company has accumulated losses and it is incurring continuous losses. We were informed that the Company is in the process of identifying alternative business plans which in the opinion of the management will enable the Company to have profitability and to have a turnaround. The Company is also in the process of identifying strategic business partners and alternative business plans to improve the performance of the Company. The Company's ability to generate positive cash flows depends on the successful implementation of such alternative business plans.



The above factors cast a significant uncertainty on the Company's ability to continue as a going concern. Pending the resolution of the above uncertainties, the Company has prepared the aforesaid statement on a going concern basis.

#### **Information other than the Financial Statements and Auditors' Report thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board'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 performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

The Company's board of directors are responsible for the matters stated in section 134(5) of 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 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.

The board of directors are also responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

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



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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the emphasis of 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.



## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, this order and reporting on the matters specified in the paragraphs 3 and 4 of the Order are **NOT APPLICABLE** to the Company, being a small company as defined u/s 2(85) of the Companies Act, 2013.
2. As required by Section 143(3) of the Act, based on our audit 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 relevant books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards (AS) 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 31<sup>st</sup> March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2024 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 reporting requirements of said matters are **NOT APPLICABLE** to the Company.
  - g) With respect to the matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, In our opinion and according to the information and explanations given to us, the provisions of section 197 of the Companies Act, 2013 are not applicable to the Company being the Company is a private limited Company. Hence, no disclosure is required to be made in pursuance of the provisions of section 197 of the Companies Act, 2013.
  - 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 the Company.
    - ii. The Company did not have any long-term contracts including derivatives contracts for which there would any material foreseeable losses.
    - iii. There were no amounts which required to be transferred, to the Investor Education and Protection Fund by the Company.
    - iv. (a) The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have



been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.

- v. No dividend has been declared or paid during the year by the company.
- vi. The company is not maintaining its books of accounts in Electronic Form, accordingly the reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on audit trail compliance is not applicable to the company for the financial year ended March 31, 2024.  
As proviso to Rule 3(1) of the Companies (Accounts) Rule, 2014 is applicable from April 01, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

Place: Jaipur  
Date: 02/09/2024

UDIN: 24071794BKcNYG6561

For Kuldeep Kumar Gupta & Co.  
(Chartered Accountants)  
ICAI Firm Reg. No: 002703C

  
(Kuldeep Kumar Gupta)  
Partner  
Membership No. 071794



**MANGAL POWERTECH PRIVATE LIMITED**  
(CIN - U31300RJ2005PTC021009)

**BALANCE SHEET**  
AS AT 31st MARCH, 2024


(Rs. in Hundreds)

Particulars	Notes	As at March 31, 2024	As at March 31, 2023
<b><u>I. EQUITY AND LIABILITIES</u></b>			
<b>1) Shareholder's Funds</b>			
a) Share Capital	1	1000.00	1000.00
b) Reserve & Surplus	2	-14760.43	-14651.08
c) Money received against share warrants		0.00	0.00
<b>2) Share Application Money Pending Allotment</b>		0.00	0.00
<b>3) Non-Current Liabilities</b>			
a) Long-Term Borrowings	3	98980.99	98980.99
b) Deferred Tax Liabilities (Net)	4	0.00	0.00
c) Other Long-Term Liabilities		0.00	0.00
d) Long-Term Provisions		0.00	0.00
<b>4) Current Liabilities</b>			
a) Short-Term Borrowings		0.00	0.00
b) Trade Payables		0.00	0.00
c) Other Current Liabilities	5	497.48	388.13
d) Short-Term Provisions	6	35.40	35.40
<b>TOTAL</b>		<b>85753.44</b>	<b>85753.44</b>
<b><u>II. ASSETS</u></b>			
<b>1) Non-Current Assets</b>			
a) Property, Plant & Equipment and Intangible Assets	7		
i) Property, Plant & Equipment		80292.59	80292.59
ii) Intangible Assets		0.00	0.00
iii) Capital Work-in-Progress		0.00	0.00
iv) Intangible Assets under Development		0.00	0.00
b) Non-Current Investments		0.00	0.00
c) Long-Term Loans & Advances		0.00	0.00
d) Other Non Current Assets	8	449.33	449.33
<b>2) Current Assets</b>			
a) Current Investments		0.00	0.00
b) Inventories		0.00	0.00
c) Trade Receivables		0.00	0.00
d) Cash and Bank Balances	9	4789.74	4789.74
e) Short-Term Loans and Advances		0.00	0.00
f) Other Current Assets	10	221.78	221.78
<b>TOTAL</b>		<b>85753.44</b>	<b>85753.44</b>
<b>Significant Accounting Policies with Other Notes on Financial Statements</b>	13		

(The accompanying notes are an integral part of the financial statements)

For and on behalf of the Board of Directors  
For Mangal Powertech Pvt. Ltd.

As per our report of even date  
For Kuldeep Kumar Gupta & Co.  
(Chartered Accountants)  
Firm Reg. No. 002703C

  
(Ashish Mangal)  
Director  
DIN:- 00432213

(Rahul Mangal)  
Director  
DIN:- 01591411



  
(Kuldeep Kumar Gupta)  
Partner  
M. No. 071794



Place : Jaipur  
Date : 02/09/2024

**MANGAL POWERTECH PRIVATE LIMITED**  
(CIN - U31300RJ2005PTC021009)

**STATEMENT OF PROFIT AND LOSS**  
FOR THE YEAR ENDED ON 31st MARCH, 2024

(Rs. in Hundreds)

Particulars	Notes	For the period ended March 31, 2024	For the period ended March 31, 2023
<b>I. INCOME</b>			
a) Revenue from Operations		0.00	0.00
b) Other Income		0.00	0.00
<b>TOTAL INCOME (a+b)</b>		<b>0.00</b>	<b>0.00</b>
<b>II. EXPENDITURES</b>			
a) Cost of Material Consumed		0.00	0.00
b) Purchase of Stock-in-Trade		0.00	0.00
c) Changes in Inventories of Finished Goods Stock-in-Progress and Stock-in-Trade		0.00	0.00
d) Employee Benefit Expenses		0.00	0.00
e) Finance Costs		0.00	0.00
f) Depreciation and Amortisation Expenses		0.00	0.00
g) Other Expenses	11	109.35	134.00
<b>TOTAL EXPENSES (a to g)</b>		<b>109.35</b>	<b>134.00</b>
<b>Profit/(Loss) before Exceptional Items and Extraordinary Items and Tax</b>		<b>-109.35</b>	<b>-134.00</b>
Less : Exceptional Items		0.00	0.00
<b>Profit/(Loss) before Extraordinary Items &amp; Tax</b>		<b>-109.35</b>	<b>-134.00</b>
Less : Extraordinary Items		0.00	0.00
<b>Profit/(Loss) before Tax</b>		<b>-109.35</b>	<b>-134.00</b>
Less : Tax Expenses			
a) Current Tax		0.00	0.00
b) Deferred Tax		0.00	0.00
c) Earlier Year Tax		0.00	0.00
<b>Profit/(Loss) for the period from Continuing Operations</b>		<b>-109.35</b>	<b>-134.00</b>
Profit/(Loss) from Discontinuing Operations		0.00	0.00
Less : Tax expenses of Discontinuing Operations		0.00	0.00
<b>Profit/(Loss) after tax from Discontinuing Operations</b>		<b>0.00</b>	<b>0.00</b>
<b>Profit/(Loss) for the Period</b>		<b>-109.35</b>	<b>-134.00</b>
<i>Earning per equity share :</i>	12		
a) Basic		-1.09	-1.34
b) Diluted		-1.09	-1.34

(The accompanying notes are an integral part of the financial statements)

For and on behalf of the Board of Directors  
For Mangal Powertech Pvt. Ltd.

As per our report of even date  
For Kuldeep Kumar Gupta & Co.  
(Chartered Accountants)  
Firm Reg. No. 002703C

(Ashish Mangal)  
Director  
DIN:- 00432213

(Rahul Mangal)  
Director  
DIN:- 01591411



(Kuldeep Kumar Gupta)  
Partner  
M. No. 071794



Place : Jaipur  
Date : 02/09/2024

**MANGAL POWERTECH PRIVATE LIMITED**  
Notes on Financial Statements for the year ended on March 31, 2024

(Rs. in Hundreds)

Particulars	As at March 31, 2024	As at March 31, 2023
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The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

**NOTE NO. - 01**

**SHARE CAPITAL**

**Authorised Capital**

10,000 Equity Shares of Rs. 10/- each (previously year 10,000 Equity Shares of Rs. 10/- each)	1000.00	1000.00
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**Issued, Subscribed and Paid Up Capital**

10,000 Equity Shares of Rs. 10/- each fully called up and fully paid up. (Previous year 10,000 Equity Shares of Rs. 10/- each fully called up and fully paid up)	1000.00	1000.00
	1000.00	1000.00

**1.1) The reconciliation of the number of shares outstanding is set out below :-**

Particulars	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	10000	10000
Add : Shares issued during the year	0	0
Equity Shares at the end of the year	10000	10000

**1.2) Terms / Rights attached to Equity Shares :-**

- a) The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company will declare and pay dividend in Indian Rupees. The dividend proposed by the Board of Directors in future, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.
- b) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the numbers of equity shares held by the shareholders.

**1.3) The details of Shareholders holding more than 5% shares :-**

Name of the Shareholder (% of Holding)	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	(% of holding)	No. of Shares	(% of holding)
Rahul Mangal	5000	50.00%	5000	50.00%
Ashhish Mangal	5000	50.00%	5000	50.00%

**1.4) The details of Shareholding of Promoters (Equity Shares held by Promoters at the end of the year) :-**

Promoter Name	No. of Shares	% of Total	% Change during the Year
Rahul Mangal	5000	50.00%	0
Ashhish Mangal	5000	50.00%	0

**NOTE NO. - 02**

**RESERVE AND SURPLUS**

**Statement of Profit and Loss**

As per Last Balance Sheet	-14651.08	-14517.08
Add : Profit/(Loss) for the year	-109.35	-134.00
	-14760.43	-14651.08





**MANGAL POWERTECH PRIVATE LIMITED**  
Notes on Financial Statements for the year ended on March 31, 2024

(Rs. in Hundreds)

Particulars	As at March 31, 2024	As at March 31, 2023
<b>NOTE NO. - 03</b>		
<b>LONG-TERM BORROWINGS</b>		
<i>Unsecured Loans from Directors</i>		
Ashish Mangal	9600.00	9600.00
Rahul Mangal	89380.99	89380.99
	<b>98980.99</b>	<b>98980.99</b>
<b>NOTE NO. - 04</b>		
<b>DEFERRED TAX LIABILITIES (NET)</b>		
Opening Balance	0.00	0.00
Add : Provision for the year	0.00	0.00
	<b>0.00</b>	<b>0.00</b>
<b>NOTE NO. - 05</b>		
<b>OTHER CURRENT LIABILITIES</b>		
Payable for Expenses	497.48	388.13
	<b>497.48</b>	<b>388.13</b>
<b>NOTE NO. - 06</b>		
<b>SHORT-TERM PROVISIONS</b>		
Provision for Audit Fees	35.40	35.40
	<b>35.40</b>	<b>35.40</b>
<b>NOTE NO. - 08</b>		
<b>OTHER NON-CURRENT ASSETS</b>		
Security Deposit with JVVNL	232.20	232.20
Security Deposit with AVVNL	107.13	107.13
Preliminary Expenses	110.00	110.00
	<b>449.33</b>	<b>449.33</b>
<b>NOTE NO. - 09</b>		
<b>CASH AND CASH EQUIVALENT</b>		
<i>Balance with Banks</i>		
Punjab National Bank, Jaipur	4229.25	4229.25
Cash on Hand	560.49	560.49
	<b>4789.74</b>	<b>4789.74</b>
<b>NOTE NO. - 10</b>		
<b>OTHER CURRENT ASSETS</b>		
<i>Balance with Revenue</i>		
GST Refundable	221.78	221.78
	<b>221.78</b>	<b>221.78</b>
<b>NOTE NO. - 11</b>		
<b>OTHER EXPENSES</b>		
Audit Fee	35.40	35.40
Legal & Professional Charges	73.95	98.60
	<b>109.35</b>	<b>134.00</b>
<b>11.1) Payment to Auditors :-</b>		
For Audit Fees	35.40	35.40
For Other Matters	73.95	98.60
	<b>109.35</b>	<b>134.00</b>
<b>NOTE NO. - 12</b>		
<b>EARNING PER EQUITY SHARE</b>		
Net Profit for the year	-109.35	-134.00
Weighted Average No. of Equity Shares	100.00	100.00
	<b>-1.09</b>	<b>-1.34</b>



**MANGAL POWERTECH PRIVATE LIMITED**  
Notes on Financial Statements for the year ended on March 31, 2024

**NOTE NO. - 07**

**PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS CHART AS PER COMPANIES ACT, 2013**

Description	Useful Life	Gross Block			Depreciation / Amortisation		Net Block		Net Block	
		As on	Addition	Deletion /	As on	For	As on	As on	As on	As on
		01.04.2023	31.03.2024	01.04.2023	31.03.2024	the year	31.03.2024	31.03.2024	31.03.2024	31.03.2023
<b>A) PROPERTY, PLANT &amp; EQUIPMENT :-</b>										
LAND		65350.42	0.00	0.00	65350.42	0.00	0.00	0.00	65350.42	65350.42
BUILDING		17292.73	0.00	0.00	17292.73	6612.79	0.00	6612.79	10679.94	10679.94
PLANT & MACHINERY		10267.50	0.00	0.00	10267.50	6005.26	0.00	6005.26	4262.24	4262.24
<b>Total (A)</b>		<b>92910.65</b>	<b>0.00</b>	<b>0.00</b>	<b>92910.65</b>	<b>12618.06</b>	<b>0.00</b>	<b>12618.06</b>	<b>80292.59</b>	<b>80292.59</b>
<b>B) INTANGIBLE ASSETS :-</b>										
<b>Total (B)</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>TOTAL (A+B)</b>		<b>92910.65</b>	<b>0.00</b>	<b>0.00</b>	<b>92910.65</b>	<b>12618.06</b>	<b>0.00</b>	<b>12618.06</b>	<b>80292.59</b>	<b>80292.59</b>
Previous Year		92910.65	0.00	0.00	92910.65	12618.06	0.00	12618.06	80292.59	80292.59
Capital Work In Progress		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Intangible Assets under Development		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00



## MANGAL POWERTECH PRIVATE LIMITED

Regd. Office: G-190, Aakeda Doonger, Road No. 18, VKI Area, Jaipur-302013, Rajasthan  
Contact No.: 0141- 2332388; E-mail: [compliance@mangals.com](mailto:compliance@mangals.com)  
CIN: U31300RJ2005PTC021009

### **NOTE NO. 13**

#### **Significant Accounting Policies with Other Notes on Financial Statements.**

(Forming part of the Balance Sheet and Statement of Profit & Loss as on 31.03.2024)

#### **1. GENERAL**

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on the accrual basis. The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (accounts) Rules, 2014. Accounting policies have been consistently applied by the Company and are consistent with those used in the previous year except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard required a change in the accounting policy hither to in use.

#### **2. BASIS OF ACCOUNTING**

The financial statement are prepared in accordance with the relevant prevention requirement of the Companies Act, 2013 under the historical cost conversion on the basis of going concern and accrual concept unless otherwise stated.

#### **3. FUNCTIONAL AND PRESENTATION CURRENCY**

These financial statements are prepared in Indian Rupees (INR), which is the Company's functional currency. All amounts disclosed in the financial statements and notes have been rounded off to the nearest Hundred (with two places of decimal) as per the requirement of Schedule III, unless otherwise stated.

#### **4. PROPERTY, PLANT AND EQUIPMENT**

An item of property, plant and Equipment recognized as an asset if and only if it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. Items of property, plant and equipment are initially recognized at cost. Subsequent measurement is done at cost less accumulated depreciation/amortization (other than freehold land) and accumulated impairment losses. Cost includes expenditure that is directly attributable to bringing the asset to the location and condition, inclusive of non-refundable taxes & duties, necessary for it to be capable of operating in the manner intended by management. When parts of an item of property, plant and equipment have different useful lives, they are recognized separately. Items of spare parts, stand-by equipment and servicing equipment which meet the definition of property, plant and equipment are capitalized. Other spare parts are carried as inventory and recognized in the statement of profit and loss on consumption.

#### **5. DEPRECIATION/AMORTIZATION**

The depreciation on property, plant and equipment has been provided on the written down value method as per the useful life prescribed in Schedule II of the Companies Act, 213. Depreciation on the property, plant and equipment added/disposed-off/discarded during the year has been provided on pro-rata basis with reference to the date of addition/disposition/discardation. The residual value, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if applicable.



6. **CAPITAL WORK-IN-PROGRESS**

The cost of self-constructed assets includes the cost of materials, direct labour and any other costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by management and borrowing costs. Expenses directly attributable to construction of property, plant and equipment incurred till they are ready for their intended use are identified and allocated on a systematic basis on the cost of related assets. Depreciation is not recorded on capital work-in-progress until construction and installation is complete and the asset is ready for its intended use.

7. **INTANGIBLE ASSETS**

An intangible asset is recognized if and only if it is probable that the expected future economic benefits that are attributable to the asset will flow to the company and the cost of the asset can be measured reliably. Intangible assets that are acquired by the company, which have finite useful lives, are recognized at cost. Subsequent measurement is done at cost less accumulated amortization and accumulated impairment losses. Cost includes and directly attributable incidental expenses necessary to make the assets ready for its intended use. Intangible assets are amortized over a period of estimated useful life as determined by the management.

8. **CASH AND CASH EQUIVALENTS**

Cash and cash equivalents in the cash flow statement comprise cash at bank and cash in hand, cheques on hand, remittances in transit, short term Fixed Deposit with an original maturity of three months or less and stamping and franking balances.

9. **INVESTMENTS**

Long-term investments will be stated at Cost and any permanent decline will be adjusted in the carrying amount of Long-term investments. Short-term investments are stated at Cost or Market Value, whichever is low.

10. **INVENTORIES**

Inventories are stated at the lower of Cost and Net Realizable Value. Cost of raw material, consumables and stores comprises cost of purchases. Cost of work-in-progress and finished goods comprises direct material, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Costs of inventories also include all other costs incurred in bringing the inventories to their present location and condition. Costs of purchased inventory are determined after deducting rebates and discounts. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

11. **EMPLOYEE BENEFITS**

Expenses and liabilities in respect of employee benefits are recorded in accordance with Revised Accounting Standard 15 'Employees Benefit (Revised 2005) issued by the ICAI.

12. **BORROWING COST**

Borrowing costs which are significant in nature and attributable to the acquisition or construction of qualifying assets are capitalized at part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Statement of Profit and Loss as incurred.



### **13. FOREIGN CURRENCY TRANSACTIONS AND TRANSLATION**

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of transaction or at the rates covered by the forward contracts. Monetary assets & liabilities denominated in foreign currency are translated into INR at the rate of exchange prevailing at the balance sheet date. Non-monetary items which are carried in terms of historical cost denominated in foreign currency are reported using the exchange rate at the date of transaction. Exchange difference arising at the settlement of monetary items or on reporting the company's monetary items at the rate different from those at which they were initially recorded during the period or reported in previous financial statement are recognized as income or as expenses in the period in which they arise except in case of Long-Term liabilities.

### **14. REVENUE RECOGNITION**

- i) The Company recognizes revenue from sale of goods when the goods are delivered and titles have been passed at which time all the following conditions are satisfied:
  - The Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
  - The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
  - The amount of revenue can be measured reliably;
  - It is probable that the economic benefits associated with the transaction will flow to the company; and
  - The cost incurred or to be incurred in respect of the transaction can be measured reliably.
- ii) Revenue from service is recognized as the service is performed. The performance of service is measured by two methods as under:-
  - Completed service contract method - Revenue is recognized when service is about to be completed and no significant uncertainties exist about the collection of amounts of service charges.
  - Proportionate Completion Method - Revenue is recognized by reference to the performance of each Act. The revenue recognized under this method would be determined on the basis of contract value, associated costs, number of Acts or other suitable basis. Further, no significant uncertainty exists about the collection of amounts of service charges of performed Acts.
- iii) Revenue in respect of other income is recognized when no significant uncertainty as to its determination or realization exists.

### **15. IMPAIRMENT OF ASSETS**

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

### **16. TAX EXPENSES**

Provision for current tax is made, which is likely to arise on the results for the year at the current rate of tax in accordance with the provisions of the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is reasonable certainty that these would be realized in future. Deferred tax is computed in accordance with Accounting Standard 22- "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.



**17. PROVISIONS & CONTINGENCIES**

The company will recognize a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the obligation. A disclosure for a contingent liability will be made when there is a possible obligation that may, but probably will not, require an outflow of resources. Where there will possible obligation or a present obligation but the likelihood of outflow of resources is remote, no provision or disclosure is made, as required by Accounting Standard 29 on Provisions, Contingent Liabilities and Contingent Assets issued by the ICAI.

**18. ACCOUNTING ESTIMATES**

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements and the reported amounts of revenue and expenses during the reporting period. Difference between the actual results and the estimates are recognized in the period in which the results are known / materialized.

**19. EARNING PER SHARE**

The Company reports basic earnings per share in accordance with the Accounting standard -20 'Earning per Share' issued by ICAI. Basic earnings per share are computed by dividing the net profit or loss for the year by the number of equity share outstanding during the year.

**20. OPERATIN CYCLE**

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalent, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

**21. ADDITIONAL REGULATORY INFORMATION**

Additional Regulatory Information pursuant to Clause 6Y of General Instructions for preparation of Balance Sheet as given in Part I of Division I of Schedule III of the Companies Act, 2013 are given in the separate **Annexure - 1** to the extent relevant and other than those given elsewhere in any other notes to the Financial Statements.

**22. OTHER NOTES ON FINANCIAL STATEMENTS :-**

**i) RELATED PARTY DISCLOSURE:-**

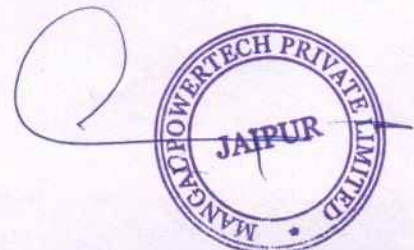
**(A) Names of related parties and description of relationship:**

**1. Key Management Personnel**

Sr. No	Name of Personnel	Designation
1	Ashish Mangal	Director
2	Rahul Mangal	Director

**2. Relatives of Key Management personnel**

Sr. No.	Name of Personnel	Relationship
1	Meenakshi Mangal	Wife of Rahul Mangal
2	Saroj Mangal	Mother of Ashish Mangal and Rahul Mangal
3	Ashish Mangal HUF	Director's HUF
4	Rahul Mangal HUF	Director's HUF



5	Aniketa Mangal	Son of Rahul Mangal
6	Adhyan Mangal	Son of Rahul Mangal
7	Aditi Mangal	Daughter of Ashish Mangal
8	Rasik Mangal	Son of Ashish Mangal
9	Shalu Mangal	Wife of Ashish Mangal

**3. Enterprises over which key management personnel and relative of such personnel have significant influence.**

1	Dynamic Powertech Private Limited
2	Dynamic Metal (Proprietorship)
3	Shiv Kripa Pipes Private Limited
4	Mangal Electrical Industries Private Limited
5	RAMS Creative Technologies Private Limited
6	M/s Aditya
7	M/s Aditya Powertech Industries
8	Indokrates Private Limited
9	M/s Aniketa Krishna International
10	Dynamic Cables and Conductors Private Limited
11	Krishna Kripa Holiday Resort Private Limited

**(A) Balances at the year end**

Sr No	Name of Related Party	Nature of Transaction	Amount in Rs.	
			2023-24	2022-23
1	Ashish Mangal	Loan Payable	9,60,000/-	9,60,000/-
2	Rahul Mangal	Loan Payable	89,38,099/-	89,38,099/-

- ii) Previous year figures have been regrouped / reclassified to conform to current year's classification.

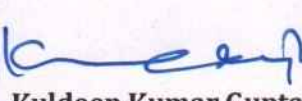
**For Mangal Powertech Private Limited**

**As per our Separate report of even date  
For Kuldeep Kumar Gupta & Co.  
Firm Reg. No. 002703C  
(Chartered Accountants)**

  
Ashish Mangal  
Director  
Din No : 00432213  
Place: Jaipur  
Date: 02/09/2024

  
Rahul Mangal  
Director  
Din No : 01591411



  
Kuldeep Kumar Gupta  
Partner  
M. No. 071794



**MANGAL POWERTECH PRIVATE LIMITED**  
**Notes on Financial Statements for the year ended on March 31, 2024**

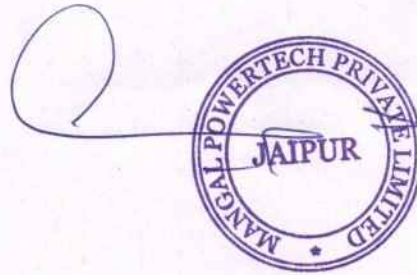
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**ANNEXURE - 1**

**ADDITIONAL REGULATORY INFORMATION**

Additional Regulatory Information pursuant to Clause 6Y of General Instructions for preparation of Balance Sheet as given in Part I of Division 1 of Schedule III of the Companies Act, 2013 are given to the extent relevant and other than those given elsewhere in any other notes to the Financial Statements.

- (i) The title deeds of all the immovable properties (other than properties where the Company is the lessee of and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company. Therefore, no further disclosure is required.
- (ii) The Company has not revalued its Property, Plant and Equipment during the year. Therefore, no further disclosure is provided in respect of revaluation of Property, Plant and Equipment.
- (iii) The Company has not granted any Loans or Advances in the nature of Loans to its promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person. Therefore, no further disclosure is required.
- (iv) The Company does not have any Capital Work-in-Progress (CWIP) at the end of the financial year. Therefore, no further disclosure is required.
- (v) The Company does not have any Intangible assets under development at the end of the financial year. Therefore, no further disclosure is required.
- (vi) The Company does not have any Benami Property, where any proceeding has been initiated or pending against the Company for holding of any Benami Property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1998) and the rules made thereunder. Therefore, no further disclosure is required.
- (vii) The Company has not borrowed any fund from Banks or Financial Institutions on the basis of security of current assets. Therefore, no further disclosure is required.
- (viii) The Company is not declared wilful defaulter by any Bank or Financial Institution or other lender. Therefore, no further disclosure is required.
- (ix) The Company has no transaction with Companies which are struck off under section 248 of the Companies Act, 2013 or under section 560 of the Companies Act, 1956. Therefore, no further disclosure is required.
- (x) The Company does not have any charges or satisfaction which is yet to be registered with the Registrar of Companies (ROC) beyond the statutory period. Therefore, no further disclosure is required.
- (xi) The Company does not have any subsidiary. Therefore, clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017 is not applicable.





(xii) The ratios for the years ended March 31, 2024 and March 31, 2023 are as follows:-

S. No.	Particulars	Numerator	Denominator	As at March 31, 2024	As at March 31, 2023	Variance (in %)	Reason for Variance (if more than 25%)
1	Current Ratio	Current Assets	Current Liabilities	9.40	11.83	20.52%	---
2	Debt - Equity Ratio	Total Debt	Shareholder's Equity	---	---	---	refer to below note
3	Debt Service Coverage Ratio	Earnings available for Debt Service (Net Profit after taxes + Non-cash operating expenses (depreciation + amortisation cost) + Interest cost)	Debt Service (Interest cost)	---	---	---	refer to below note
4	Return of Equity Ratio	Net Profits after taxes	Average Shareholder's Equity	---	---	---	refer to below note
5	Inventory Turnover Ratio	Revenue from Operations	Average Inventory	---	---	---	refer to below note
6	Trade Receivables Turnover Ratio	Revenue from Operations	Average Trade Receivables	---	---	---	refer to below note
7	Trade Payables Turnover Ratio	Purchases of Goods / Services and Other Expenses	Average Trade Payables	---	---	---	refer to below note
8	Net Capital Turnover Ratio	Revenue from Operations	Average Working Capital	---	---	---	refer to below note
9	Net Profit Ratio	Net Profits after taxes	Revenue from Operations	---	---	---	refer to below note
10	Return on Capital Employed Ratio	Earning before Interest & Taxes	Capital Employed (Total Debts + Equity)	---	---	---	refer to below note
11	Return on Investment Ratio :-						
	(i) Unquoted	Income generated from Investments	Time Weighted Average Investments	---	---	---	---
	(ii) Quoted	Income generated from Investments	Time Weighted Average Investments	---	---	---	---

**Note:-** The Ratios are calculated to the extent of positive values available in Numerator and Denominator in the both the financial year.

(xiii) During the year, no Scheme of Arrangement has been formulated by the Group / pending with competent authority. Therefore, no further disclosure is required.

(xiv) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other person or entities identified by or on behalf of the Company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

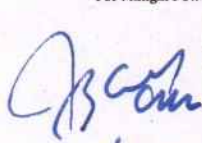
(xv) The Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.

(xvi) The Company is not covered under section 135 of the Companies Act, 2013 in respect of Corporate Social Responsibility (CSR) provisions. Therefore, no further disclosure is required.

(xvii) The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial Year. Therefore, no further disclosure is required.

For and on behalf of the Board of Directors

For Mangal Powertech Pvt. Ltd.



(Ashish Mangal)  
Director  
DIN:- 00432213

(Rahul Mangal)  
Director  
DIN:- 01591411

Place : Jaipur  
Date : 02/09/2024



As per our report of even date

For Kuldeep Kumar Gupta &

(Chartered Accountants)

Firm Reg. No. 002703C



(Kuldeep Kumar Gupta)  
Partner  
M. No. 071794

