



Sharma S K & Associates
Chartered Accountants

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To the Board Members of

M/s KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED,
Flat No. 1004, Block B, 10th Floor, Sky View Apartments,
Bhiwadi ALWAR Alwar RJ 301019 IN,

Report on the Financial Statements

We have audited the accompanying financial statements of **M/s KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED ("the Company")** which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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 its Profit/Loss for the year ended on that date.

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, the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account



- d. in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the director 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, refer to our separate Report in "Annexure B".
- 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 & On Behalf of :

Sharma S K & Associates

(Chartered Accountants)

FRN: 021227C

Satish Kumar Sharma

(Prop.)

Place: Bhiwadi

Dated : 18-08-2021

UDIN : 21513183AAAAIS2801

“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirements’ of our report of even date to the financial statements of the Company for the year ended March 31, 2021:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The 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.
- (c) The title deeds of immovable properties are held in the name of the company.
- 2) (a) The management has conducted the physical verification of inventory at reasonable intervals.
- b) 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) 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.
- 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 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 and company has maintained the records as specified.



- 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, Goods and Services Tax, Duty of Customs, Cess and any other 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, Goods and Services Tax, duty of customs, outstanding on account of any dispute.
- 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 either from financial institutions or from the government and has not issued any debentures.
- 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) 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 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 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.
- 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 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 & On Behalf of :

Sharma S K & Associates

(Chartered Accountants)

FRN: 021227C

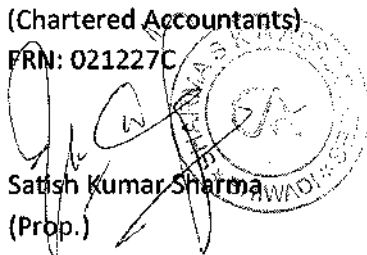
Satish Kumar Sharma

(Prop.)

Place: Bhiwadi

Dated : 18-08-2021

UDIN : 21513183AAAAIS2801



“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of M/s KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED

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

We have audited the internal financial controls over financial reporting of KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED (“the Company”) as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgments, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



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

Meaning of Internal Financial Controls over the Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over the Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021.

For & On Behalf of :

Sharma S K & Associates

(Chartered Accountants)

FRN: 021227C

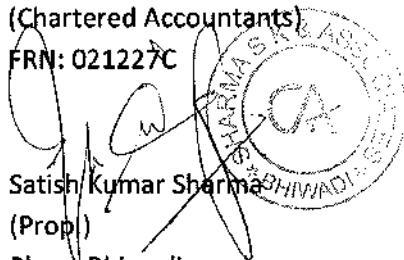
Satish Kumar Sharma

(Prop)

Place: Bhiwadi

Dated : 18-08-2021

UDIN : 21513183AAAAIS2801



KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED

CIN : U29309RJ2017PTC058905

Balance Sheet as at 31st March, 2021

(Amount in Rs., unless otherwise stated)

Particulars		Note No.	As at 31-03-2021	As at 31-03-2020
1		2	3	4
I. EQUITY AND LIABILITIES				
1 Shareholder's Funds				
a) Share Capital	2 & 3	44,000,000	44,000,000	
b) Reserve & Surplus	4	73,792,338	39,716,824	
2 Non- Current Liabilities				
(a) Long-Term Borrowings	5	108,474,330	53,907,220	
3 Current Liabilities				
(a) Trade Payables				
- Total outstanding dues of micro Enterprises and small enterprises				
- Total outstanding dues of creditors other than micro Enterprises and small enterprises	6	216,038,864	172,982,474	
(b) Short Term Borrowings	7	33,086,726	-	
(c) Other Current Liabilities	8	33,553,397	15,092,120	
(d) Short Term Provisions	9	22,208,947	11,208,503	
(e) Deferred Tax Liability (Net)		3,912,711	1,540,839	
Total			535,067,313	338,447,981
II ASSETS				
1 Non Current Assets				
a) Tangible Assets :Property, Plant and Equipments	10	214,409,365	92,460,791	
b) Intangible Assets:		-	-	
c) Capital work in progress	10	-	7,428,560	
d) Deferred Tax Assets (Net)		-	-	
d) Long Term Loans & Advances	10	61,070,053	177,900	
e) Other Non Current Assets		-	-	
2 Current Assets				
(a) Cash and Cash Equivalents	11	3,597,384	51,325,575	
(b) Inventories	12	54,747,763	35,657,016	
(c) Trade Receivables	13	177,032,877	130,499,821	
(d) Short Term Loans & Advances	14	24,209,871	20,898,318	
(e) Other Current Asset		-	-	
Total			535,067,313	338,447,981

NOTES TO ACCOUNTS

Summary of significant accounting policies, other explanatory informations & other notes

1

The accompanying notes are an integral part of the financial statements

2-25

For Sharma S K & Associates
(Chartered Accountants)
FRN: 0212270

Satish Kumar Sharma
(Prop.)
Place: Bhiwadi
Dated: 18-08-2021
UDIN : 21513183AAAAS2801

For and on behalf of the Board of Directors
KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED

(Santosh Kumar Yadav)
(Director)
DIN : 07789940

(Anju Devi)
(Director)
DIN : 06858442

KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED

CIN : U29309RJ2017PTC058905

Profit & Loss Statement for the Period Ended on 31st March, 2021

(Amount in Rs., unless otherwise stated)

Sr. No	Particulars	Refer Note No.	As at 31-03-2021	As at 31-03-2020
I	Revenue from operations (net of taxes)		758,242,319	838,510,877
II	Other Income	16	18,123,573	9,765,709
III	Total Revenue (I + II)		776,365,891	848,276,586
IV	Expenses:			
	Cost of raw materials and components consumed	17	634,100,132	724,570,331
	(Increase) / decrease in inventories of FG & WIP	18	(4,493,332)	7,820,982
	Employee Benefits Expenses	19	47,799,164	35,595,991
	Finance Costs	20	14,077,511	7,107,894
	Depreciation and Amortization Expense	15	16,359,287	10,504,590
	Other Expenses	21	21,314,049	17,278,230
	Total Expenses (IV)		729,156,812	802,878,018
V	Profit before exceptional and extraordinary items and tax	(III - IV)	47,209,080	45,398,568
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax (V - VI)		47,209,080	45,398,568
VIII	Extraordinary Items		-	-
IX	Profit before tax (VII - VIII)		47,209,080	45,398,568
X	Tax expense:			
	(1) Current tax		10,761,694	11,058,503
	(2) Deferred tax (Net)		2,371,872	(1,574,815)
XI	Profit(Loss) from the period from continuing operations	(IX - X)	34,075,514	35,914,880
XII	Profit/(Loss) from discontinuing operations		-	-
XIII	Tax expense of discounting operations		-	-
XIV	Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV	Profit/(Loss) for the Year (XI + XIV)		34,075,514	35,914,880
XVI	Earning per equity share: {nominal value of share Rs. 10 each}			
	- Basic (In rupees)		7.74	8.16
	- Diluted (In rupees)		7.74	8.16
	Computed on the basis of profit from continuing operations			

Summary of significant accounting policies, other explanatory informations & other notes

1

The accompanying notes are an integral part of the financial statements

2-25

For Sharma S K & Associates

(Chartered Accountants)

FRN: 021227C

Satish Kumar Sharma
(Prob.)

Place: Bhiwadi

Dated : 18-08-2021

UDIN : 21513183AAAAS2801

For and on behalf of the Board of Directors

KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED

(Santosh Kumar Yadav)
(Director)
DIN : 07789940

(Anju Devi)
(Director)
DIN : 06858442

KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED
Notes forming part of Balance sheet as at 31st March, 2021

(Amount in Rs., unless otherwise stated)

Note : 2 Share Capital

Particulars	As at 31-03-2021	As at 31-03-2020
(i) AUTHORIZED CAPITAL		
49,00,000 Equity Shares of Rs. 10/- each.	49,000,000	49,000,000
	49,000,000	49,000,000
(ii) ISSUED, SUBSCRIBED & PAID UP CAPITAL		
<i>To the Subscribers of the Memorandum</i>		
-- Equity Shares of Rs. 10/- each, Fully Paid up Share capital by allotment		
44,00,000 Equity Shares of Rs. 10/- each, Fully	44,000,000	44,000,000
Total Amount	44,000,000	44,000,000

iii) Terms/Rights attached to equity shares:

The company has only one class of shares referred to as equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holder 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 number of equity shares held by the shareholders. No class of shares have been issued as bonus shares or for consideration other than cash by the Company during the period of four years immediately preceding the reporting date. No class of shares have been bought back by the Company during the period of five years immediately preceding the reporting date.

Notes 3: Share capital

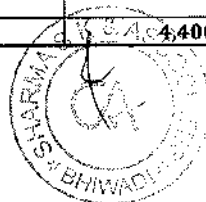
Note 3 (A)

Share Capital	As at 31-03-2021		As at 31-03-2020	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
Authorised				
___% preference shares of ___ each	N/A	N/A	N/A	N/A
Equity Shares of Rs. 10/-each with voting rights	4,900,000	49,000,000	4,900,000	49,000,000
Issued				
___% preference shares of ___ each	N/A	N/A	N/A	N/A
Equity Shares of Rs. 10/-each with voting rights	4,400,000	44,000,000	4,400,000	44,000,000
Subscribed & Paid up				
___% preference shares of ___ each	N/A	N/A	N/A	N/A
Equity Shares of 10/- each fully paid with voting rights	4,400,000	44,000,000	4,400,000	44,000,000
Subscribed but not fully Paid up				
___% preference shares of ___ each, not fully paid up	N/A	N/A	N/A	N/A
Equity Shares of - each, not fully paid up	N/A	N/A	N/A	N/A
Total	4,400,000	44,000,000	4,400,000	44,000,000

Note 3 (B)

Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31-03-2021		As at 31-03-2020	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
Shares outstanding at the beginning of the year	4,400,000	44,000,000	4,400,000	44,000,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	4,400,000	44,000,000	4,400,000	44,000,000



Note 3 (C)

Equity Shares (Previous year) are held by, the Shareholders.

Note 3 (D)**Details of shareholders holding more than 5% shares in the Company**

Name of Shareholder	As at 31-03-2021		As at 31-03-2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Santosh Kumar Yadav	2,030,000	46.14%	1,350,000	30.68%
Anju Devi	2,370,000	53.86%	2,025,000	46.02%
Virender Yadav	-	0.00%	345,000	7.84%
Raj Rani Yadav	-	0.00%	680,000	15.45%
	4,400,000	100%	4,400,000	100%

Note : 4 Reserve & Surplus

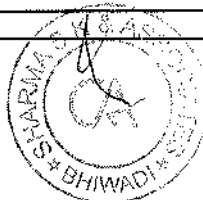
Sr. No	As at 31-03-2021	As at 31-03-2020
Balance brought forward from previous year	39,716,824	3,801,944
Add: Profit for the period	34,075,514	35,914,880
Total Amount	73,792,338	39,716,824

Note : 5 Long Term Borrowings

Sr. No	As at 31-03-2021		As at 31-03-2020	
	Non-Current	Current	Non-Current	Current
Secured Loans from Banks				
- Term Loan for Building and Plant & Machinery	84,008,364	14,124,166	24,053,267	5,523,086
- Vehicle Loan	1,011,599	392,785	1,273,526	339,321
- Other Loans	461,607	145,632	680,427	135,620
Loans From Directors & Shareholders (Unsecured)				
- Loans from Directors & Relatives :				
Santosh Kumar Yadav	5,898,588	-	-	-
Anju Devi	9,594,172	-	15,950,000	-
Virender Yadav	-	-	2,200,000	-
Raj Rani Yadav	-	-	9,750,000	-
- Other Loans - (Unsecured) :				
Axis Bank Ltd	-	2,522,369	-	-
Bajaj Finance	-	2,768,886	-	-
Fedbank Financial Services	-	2,767,807	-	-
ICICI Bank Ltd	-	2,774,324	-	-
Oxyzo Financial Services	7,500,000	-	-	-
Total Amount	108,474,330	25,495,968	53,907,220	5,998,027



Note : 6 Trade Payables		
Particulars	As at 31-03-2021	As at 31-03-2020
For Goods & Services -		
- Micro, Small and Medium Enterprises	21,517,189	15,972,858
- Other than Micro, Small and Medium Enterprises	98,367,947	49,233,644
Creditors - LC HDFC Banker	96,153,728	107,775,972
Total Amount	216,038,864	172,982,474
Note : 7 Short Term Borrowings		
Particulars	As at 31-03-2021	As at 31-03-2020
Secured Borrowings		
Working Capital Loan from HDFC Bank Ltd	32,533,967	-
Working Capital Loan from State Bank of India	552,759	-
Total Amount	33,086,726	-
Note : 8 Other Current Liabilities		
Particulars	As at 31-03-2021	As at 31-03-2020
Current maturities of long term debts (Refer Note No. 3)	25,495,968	5,998,027
Other Payables:		
- Employee related liabilities	3,853,755	3,209,174
- Statutory Due Payable (ESI, EPF, TDS & GST Payables)	909,992	3,963,405
- Electricity Expenses Payable	610,809	508,721
- Others - Provisions for Expense	2,682,873	1,412,794
Total Amount	33,553,397	15,092,120
Note : 9 Short Term Provisions		
Particulars	As at 31-03-2021	As at 31-03-2020
Provision for Audit Fees	388,750	150,000
Provision for Income Tax	21,820,197	11,058,503
Total Amount	22,208,947	11,208,503
Note : 10 Long Term Loans & Advances (Assets)		
Particulars	As at 31-03-2021	As at 31-03-2020
Unsecured considered good unless stated otherwise		
- Capital Advances	-	-
- Security Deposits	493,983	53,900
- Preliminary Expense	2,000	4,000
- Other Security & Advances	-	120,000
- Balances with FD A/c in HDFC Bank	60,074,070	-
- Balances with FD A/c in State Bank of India	500,000	-
Total Amount	61,070,053	177,900



Note : 11 Cash & Cash Equivalent		
Particulars	As at 31-03-2021	As at 31-03-2020
Cash-in-hand: Cash-in-hand (as certified by Management)	26,324	135,391
Sub Total (A)	26,324	135,391
Bank Balance: Balances in Current/OD Accounts Margin Money with Bank	2,076,789 1,494,272	2,637,367 48,552,817
Sub Total (B)	3,571,060	51,190,184
Total Amount [A + B]	3,597,384	51,325,575
Note : 12 Inventory		
Particulars	As at 31-03-2021	As at 31-03-2020
Inventories (At lower of cost and net realisable value) (as taken, valued and certified by management)		
Rawmaterials & Packing Materials	37,248,932	17,848,438
Stock In Process	2,166,718	4,256,800
Finished Goods	6,344,583	1,180,527
Stores, Spares & Fuels	4,618,823	3,199,465
Goods in Transit (GIT)	4,368,707	9,171,786
Total Amount	54,747,763	35,657,016
Note: 13 Trade Receivables		
Particulars	As at 31-03-2021	As at 31-03-2020
Unsecured considered good unless stated otherwise		
a) Trade Receivables outstanding more than 6 months from the date they are due for payment.	606,773	-
b) Others	176,426,104	130,499,821
Total Amount	177,032,877	130,499,821
Note :14 Short Term Loans & Advances (Assets)		
Particulars	As at 31-03-2021	As at 31-03-2020
Unsecured considered good unless stated otherwise		
a) GST INPUT CREDIT	1,754,964	-
b) TDS/TCS Receivable A/c	331,493	152,929
c) Advance Tax Deposited	20,950,000	9,950,000
d) Custom Duty Paid - Advance	-	1,666,894
e) Prepaid Expenses	399,598	160,967
e) Interest Accruals	722,315	457,505
f) Capital Assets - Advances	-	8,459,200
g) Staff Imprest/Advances	51,500	50,824
Total Amount	24,209,871	20,898,318



KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED

Note of Fixed Asset as per Companies Act, 2013

Fixed Assets

Notes 15 : Depreciation on Fixed Assets

Sr. No.	Particulars	Useful Life in Years	Gross Block				Depreciation			Net Block As at 31.03.2021
			Opening as at 01-04-2020	Additions	Deletion	Balance as at 31.03.2021	For the year	Balance as at 31.03.2021		
I	Tangible Assets									
	LAND (Leashold)		13,950,000	23,298,280		37,248,280		665,814	665,814	36,582,466
	FACTORY BUILDING	20	7,684,190	22,585,479		30,269,669		14,599	26,811	30,242,858
	PLANT & MACHINERY	10	62,066,824	58,124,341		120,191,165		7,747,072	15,213,765	104,977,400
	TOOLS & DIES	3	16,398,769	17,070,050		33,468,819		6,650,882	13,976,999	19,491,820
	ELECTRIC INSTALLATION	8	2,006,203	728,505		2,734,708		258,157	666,988	2,067,720
	FURNITURE & FIXTURE	10	1,219,046	280,608		1,499,654		127,717	217,970	1,281,684
	COMPUTERS	3	307,823	451,945		759,768		155,403	272,227	487,541
	VEHICLES	8	4,327,774	216,645		4,544,419		537,928	1,059,708	3,484,711
	OFFICE EQUIPMENTS	5	560,179	838,987		1,399,166		191,504	308,809	1,090,357
	SOLAR PLANT	15	-	14,713,020		14,713,020		10,212	10,212	14,702,808
	Total (Current Year)		108,520,808	138,307,861		246,828,669		16,359,287	32,419,304	214,409,365
	Total (Previous Year)		75,434,454	33,094,503	8,149	108,520,808		10,504,590	16,060,016	92,460,791
II	Assets under Capitalisation:									
	Building		-	-	-	-	-	-	-	-
	Plant & Machinery		-	-	-	-	-	-	-	-
	Total (Current Year)									
	Total (Previous Year)			7,428,560		7,428,560			7,428,560	7,428,560
III	Intangible Assets:									
	Pre-operative Expenses		-	-	-	-	-	-	-	-
	Total (Current Year)									
	Total (Previous Year)									
	Grand Total (Current Year)		108,520,808	138,307,861		246,828,669		16,359,287	32,419,304	214,409,365
	Grand Total (Previous Year)		75,434,454	40,523,063	8,149	115,949,368		10,504,590	23,488,577	99,889,352



KRN HEAT EXCHANGER AND REFRIGERATION PRIVATE LIMITED

Notes forming part of Balance Sheet as at 31st March, 2021

(Amount in Rs., unless otherwise stated)

Note : 16 Other Income

Sr. No	Particulars	As at 31-03-2021	As at 31-03-2020
	Freight on Sales	-	679,529
	Duty Drawback	386,369	606,476
	Intt. on L.C F.D.	1,537,795	1,478,112
	OTHER INCOME	233,172	79,595
	RIPS Subsidy	15,966,236	6,921,998
	Total Amount	18,123,573	9,765,709

Note : 17 Cost of Materials Consumed

Sr. No	Particulars	As at 31-03-2021	As at 31-03-2020
	a) Rawmaterials		
	- Opening stock	17,848,438	33,948,012
	- Purchases	625,364,413	687,462,737
	Add: Direct Expenses:		
1	Diesel Expense	679,013	260,350
2	Electricity Expenses (JVVNL)	5,142,533	6,079,611
3	FREIGHT & CARTAGE (INWARD)	11,672,218	5,433,064
4	Import Clearance Expense	6,632,740	8,514,033
5	Other Direct Expense	4,009,709	720,961
	- Less : Closing Stock	37,248,932	17,848,438
	Total Amount	634,100,132	724,570,331

Note : 18 Change in Inventories of Finished Goods, WIP & Stores, Spares & Fuels

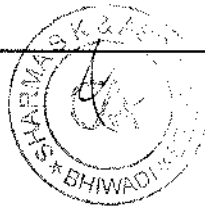
Sr. No	Particulars	As at 31-03-2021	As at 31-03-2020
	a) Closing Inventory		
	Stock In Process	2,166,718	4,256,800
	Finished Goods	6,344,583	1,180,527
	Stores, Spares & Fuels	4,618,823	3,199,465
	Less:		
	b) Opening Inventory		
	Stock In Process	4,256,800	-
	Finished Goods	1,180,527	12,015,233
	Stores, Spares & Fuels	3,199,465	4,442,541
	Total Amount	(4,493,332)	7,820,982

Note : 19 Employee Benefit Expenses

Sr. No	Particulars	As at 31-03-2021	As at 31-03-2020
1	Salary, Wages & Other Benefits	27,352,794	17,657,874
2	Contribution to ESI & EPF (Employer)	1,898,471	1,260,769
3	Wages - Contractors	12,183,991	11,636,399
4	Director's Remuneration including other perquisites	4,100,000	3,600,000
5	Staff Welfare Expense	2,263,909	1,440,949
6	PF Contribution - (Gross)	-	-
	Total Amount	47,799,164	35,595,991



Note : 20 Financial Cost			
Sr. No	Particulars	As at 31-03-2021	As at 31-03-2020
1	Interest Expenses	10,836,024	4,500,513
2	Bank & Other Financial Charges	3,241,486	2,607,381
	Total Amount	14,077,511	7,107,894
Note : 21 Other Administrative Expenses			
Sr. No	Particulars	As at 31-03-2021	As at 31-03-2020
	Selling & Administrative Expenses:		
1	Advertisement & Publicity	55,900	119,841
2	Bad Debts Written Off	329,647	-
3	Business Promotion Expense	714,331	1,893,495
4	Audit Fees	150,000	150,000
5	Charity & Donations	83,001	-
6	Discount Expense	1,538,968	4,533,045
7	Legal & Professional Charges	1,334,836	1,255,775
8	Festival Expense	695,944	737,095
9	Freight Outward Expense	9,935,399	3,680,449
10	Rent Expense - Printer	116,154	55,413
11	Insurance Expenses	901,911	441,162
12	Office Expense	246,604	56,588
13	Postage & Courier Exp	330,139	312,625
14	Printing & Stationery Exp.	31,245	31,399
15	Repair & Maintance Exp.	888,653	568,896
16	Fee, Rates & Taxes	560,488	133,600
17	RIICO Service Charges	41,327	41,962
18	Round Off	(1,817)	(2,248)
19	Security Service Expenses	1,403,298	873,899
20	Tax Expense A/c	122,586	-
20	Telephone & Internet Charges	142,749	104,997
21	Traveling & Conveyance Exp	378,759	403,953
22	Traveling Expense - Foreign	-	321,456
23	Miscellaneous Expense	207,115	21,082
24	Preliminary Exp. w/off	2,000	2,000
25	Interest Expense - Others	471,521	955,307
26	Vehicle Running & Maintenance Exp	547,826	569,212
27	Water Expense	85,466	17,226
	Total Amount	21,314,049	17,278,230
Note : 22 Value of Imports on CIF basis			
Sr. No	Particulars	As at 31-03-2021	As at 31-03-2020
1	Value of Imports on CIF basis	475,267,245	541,380,366
	Total Amount	475,267,245	541,380,366



Note : 23 Earnings per share

Sr. No	Particulars	As at 31-03-2021	As at 31-03-2020
	Profit/(loss) after tax	34,075,514	35,914,880
	Less : Dividends on convertible preference shares & tax thereon	-	-
	Net profit/(loss) for calculation of basic EPS	34,075,514	35,914,880
	Add : dividends on convertible preference shares & tax thereon	-	-
	Add : interest on bonds convertible into equity shares (net of tax)	-	-
	Net profit/(loss) for calculation of diluted EPS	34,075,514	35,914,880
	Weighted average number of equity shares in calculating basic EPS	4,400,000	4,400,000
	Effect of dilution:		
	Convertible preference shares	-	-
	Convertible bonds	-	-
	Stock options granted under ESOP	-	-
	Weighted average number of equity shares in calculating diluted EPS	4,400,000	4,400,000

Note : 24 Related Party Disclosures

Sr. No	Particulars	As at 31-03-2021	As at 31-03-2020
1	Director's & Other Related Parties: Santosh Kumar Yadav Anju Devi KRNCOILS Private Limited		
	Purchase of Raw Material	-	-
	Purchase of Fixed Assets & Componenets	-	-
	Sale of Finished Goods: KRNCOILS Private Limited	3,731,668	-
	Outstanding Balances Dr./ (Cr.) KRNCOILS Private Limited	3,751,668	-

Note : 25 Other Disclosures

Sr. No	Particulars	As at 31-03-2021	As at 31-03-2020
1	Auditor's Remuneration : - Statutory Audit Fee - Tax Audit Fee	100,000 50,000	100,000 50,000
2	To comply with the requirement of The Micro, Small And Medium Enterprises Development Act, 2006, the Company requested its suppliers to confirm whether they are covered as Micro, Small or Medium enterprise as defined in the said Act. However no such confirmations were received. Where balance confirmations are not received, the creditors balances are subject to balance confirmation.		

