

KRNCOILS PRIVATE LIMITED

(CIN: U52339RJ2021PTC073633)

Registered office: Plot No. F-46-47, EPIP, RIICO Industrial Area, Neemrana, Distt. Alwar, Rajasthan.

Email: santoshyadav@krnheatexchanger.com || Contact No.: 7023697974 ||

NOTICE

NOTICE IS HEREBY GIVEN THAT THE 3RD ANNUAL GENERAL MEETING OF MEMBERS OF KRNCOILS PRIVATE LIMITED WILL BE HELD ON SATURDAY, THE 30TH DAY OF SEPTEMBER 2023 AT 2:00 P.M. AT ITS REGISTERED OFFICE AT PLOT NO. F-46-47, EPIP, RIICO INDUSTRIAL AREA, NEEMRANA, DISTT. ALWAR, RAJASTHAN TO TRANSACT THE FOLLOWING BUSINESS:

AS ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements for the financial year ended 31st March 2023, together with the Reports of the Board of Directors and Auditors thereon.

By order of the Board of Directors
For KRNCOILS PRIVATE LIMITED


Director

(Santosh Kumar Yadav)
Director
DIN: 07789940

Place: Neemrana

Dated: 24.08.2023

NOTES:

- 1.1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY, OR ONE OR MORE PROXIES (WHERE ALLOWED) TO ATTEND AND VOTE ON A POLL ON HIS BEHALF AND SUCH PROXY NEED NOT BE A MEMBER OF COMPANY. A PROXY MAY BE SENT IN THE FORM NO. MGT-11 ENCLOSED AND IN ORDER TO BE EFFECTIVE MUST REACH THE REGISTERED OFFICE OF COMPANY AT LEAST 48 HOURS BEFORE THE COMMENCEMENT OF MEETING.

1.2. A MEMBER HOLDING MORE THAN 10% OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS MAY APPOINT A SINGLE PERSON AS PROXY AND SUCH PERSON SHALL NOT ACT AS PROXY FOR ANY OTHER PERSON OR SHAREHOLDER.

1.3. A PERSON CAN ACT AS PROXY FOR MAXIMUM 50 MEMBERS AND AGGREGATE HOLDING OF SUCH MEMBERS SHALL NOT BE MORE THAN 10% OF TOTAL SHARE CAPITAL OF THE COMPANY HAVING VOTING RIGHTS.

2. Members/ Proxies should fill the Attendance slip/ sheet for attending the Meeting.
3. Corporate Members, if any, intending to send their authorized representatives to attend the meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
4. Members desiring any information relating to the accounts are requested to write to the Company well in advance so as to enable the management to keep the information ready.
5. Members are requested to update the company their email ID, address and any other information, registered with the company, if any changes therein.
6. Members are requested to bring their copies of the Annual Report with them.

**By order of the Board of Directors
For KRNCOILS PRIVATE LIMITED**


Director

**(Santosh Kumar Yadav)
Director
DIN: 07789940**

Place: Neemrana

Dated: 24.08.2023

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BOARD'S REPORT

To,
The Members,

Your Directors have pleasure in presenting their 3rd Annual Report along with the Audited Financial Statements of the Company for the financial year ended 31st March 2023.

1. FINANCIAL HIGHLIGHTS:

The highlights of the financial performance of the Company during the financial year ended 31st March 2023 as compared to previous financial year ended 31st March 2022 are summarized herein below:

(Amount in Rs. Thousand)

Particulars	31 st March, 2023	31 st March, 2022
Revenue from Operations	147496.62	188142.39
Other Income	665.77	0
Profit/(Loss) before Depreciation and Tax	5274.32	9149.08
Less : Depreciation	567.30	15.53
Profit/(Loss) before Tax	4707.02	9133.55
Less: Tax Expenses	1253.50	2465.69
Profit/(Loss) for the Period	3453.53	6667.86
Amount Transfer to Reserve	0	0
Earnings per share (Basic/Diluted) (In Rs.)	345.35	666.79

2. STATE OF COMPANY AFFAIRS:

Revenue:

Total revenue from operations for the year ended on March 31, 2023, amounted to **Rs. 147496.62** against **Rs. 188142.39 in Thousand** for the corresponding previous year, which consists of revenues from trading of Heat Exchangers, OEM coils, Condensing units, Copper fittings and allied products.

Profit After Tax:

The net profit after tax for the year ended on March 31, 2023, amounted to **Rs. 3453.53** as against net profit of **Rs. 6667.86 in Thousand** for the previous year. The business of the company is looking to grow continually and make profits despite challenging times by introducing innovations and putting its best efforts across promotions, network connections, technology and connecting with stakeholders.

Change in the nature of business, if any:

During the year under review, there has been no change in the nature of business of the company in comparison to immediately preceding year.

3. DIVIDEND:

Your directors are unable to recommend any dividend for shareholders for the financial year ended on 31.03.2023.

4. AMOUNT TRANSFER TO RESERVES:

The Board of Directors of your company has decided not to transfer any amount to the Reserves for the year under review.

5. WEB ADDRESS, IF ANY, WHERE ANNUAL RETURN REFERRED TO IN SUB-SECTION (3) OF SECTION 92 HAS BEEN PLACED:

The Company doesn't have any web address; hence it is not required to place annual return referred to in sub section (3) of section 92 of the Act.

6. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS AND MEMBERS:

DETAIL OF BOARD MEETINGS:

During the year under review, the Board of Directors of the company met 4 (Four) times. The details of the board meetings and the attendance of the directors are provided in the below table. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

Proper notices were given, and the proceedings were properly recorded and signed in the Minutes Book as required by the Articles of Association of the Company and the Act.

S. No.	Date of Board Meeting	Board's Strength	No. of Directors Present
1.	30.06.2022	2	2
2.	23.07.2022	2	2
3.	21.09.2022	2	2
4.	01.02.2023	2	2

DETAIL OF MEMBERS MEETINGS:

During the year under review, One (1) meeting of members i.e. 2nd Annual General Meeting of members the Company held on 29.09.2022.

Proper notices were given, and the proceedings were properly recorded and signed in the Minutes Book as required by the Articles of Association of the Company and the Act.

7. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under section 134 (3) (c) of the Companies Act, 2013, the Directors' Responsibility Statement hereby Stated:

- (a) that in the preparation of the annual accounts for the Financial year ended 31st March 2023, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair

view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

- (b) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) that the directors had prepared the annual accounts on a going concern basis; and
- (e) that the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

8. DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP):

The Board of Directors is duly constituted and no Directors and KMPs were appointed or ceased during the financial year, therefore disclosure of nature and fact of cessation required under section 168(1) of the Companies Act, 2013 are not applicable to the Company.

As per the declarations received from Directors under section 164 of the Companies Act, 2013 none of the directors are disqualified.

9. MATERIAL CHANGES AND COMMITMENTS, IF ANY:

In terms of Section 134(3)(1) of the Companies Act, 2013, no material changes and commitments, which may materially affect the financial position of the Company, occurred between the date of closure of the financial year to which these financial statements relates and the date of this report.

10. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

No significant and material order(s) were passed by the Regulators/Courts/Tribunals that would impact the going concern status of the Company and its future operations.

11. STATUTORY AUDITORS:

M/s. Sharma S K & Associates, Chartered Accountants, Neemrana (FRN: 021227C), who were re-appointed as Statutory Auditors of the Company in the 1st Annual General Meeting to hold office until the conclusion of the 6th Annual General Meeting of the Company to be held in the year 2026. Hence, eligible to conduct statutory audit for the financial year ended on 31.03.2023.

12. BOARD'S COMMENTS OR EXPLANATIONS ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMER, IF ANY, MADE BY THE AUDITORS IN HIS REPORT:

The Auditors' Report does not contain any qualification or reservation or adverse remark or disclaimer. The observations of the Statutory Auditors, when read together with the relevant notes to the accounts and accounting policies are self-explanatory and do not call for any further comments.

13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

During the year under review, company has not entered into any material contracts/arrangements/transactions with related parties. However, the Company has entered into transactions, considered to be non-material, with related parties in the ordinary course of business on an arm length basis, therefore, the provisions of Section 188 of the Companies Act, 2013 are not

applicable and accordingly the disclosure of Related Party Transactions in Form AOC-2 is not applicable. However, detail of non-material transactions has been disclosed in Note No. 23 annexed to the Financial Statements.

14. REPORTING OF FRAUDS:

During the year under review, there have been no instances of fraud reported by the Auditors under Section 143(12) of the Act and Rules framed thereunder either to the Company or to the Central Government.

15. ACKNOWLEDGEMENTS:

Your Directors wish to place on record their sincere appreciation for the encouragement and co-operation received by the Company from the bankers, central and state government authorities, local authorities and also wish to thank the customers, collaborators, business partners/associates and its shareholders and all employees for their support and cooperation during the year.

By order of the Board of Directors

For KRNCOILS PRIVATE LIMITED


Director

Santosh Kumar Yadav
(Director)
DIN: 07789940



Anju Devi
(Director)
DIN: 06858442

Place: Neemrana

Dated: 24.08.2023



Sharma S K & Associates
Chartered Accountants

Shop No. S-146 & 147, Sunsquare Shopping Plaza,
Near Tata Motors, RIICO Chowk, Bhiwadi,
Distt. Alwar (Rajasthan) - 301019
Contact : +91-7014163048
E-Mail : sksharmaassociates08@gmail.com

INDEPENDENT AUDITOR'S REPORT

To the Board Members of
M/s KRNCOILS PRIVATE LIMITED,
PLOT NO F-46-47 EPIP RIICO INDUSTRIAL AREA,
NEEMRANA, Distt Alwar RJ 301705 IN,

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the financial statements of **M/s KRNCOILS PRIVATE LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2023, and the statement of Profit and Loss and statement of cash flows 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 Act in the manner so required and give a true and fair view in conformity with the accounting standards prescribed u/s 133 of the Act read with Companies (accounting Standards) Rules, 2006, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2023, its profit/loss and its cash flows for the year ended on that date:

- a) In the case of the balance sheet, of the state of affairs of the company as at March 31, 2023
- b) In the case of the Profit and Loss Account, of the profit for the period ended on that date and
- c) In the case of cash flow statement, for the cash flows for the year ended on that date
- d) And the changes in equity for the year ended on that date

Basis for Opinion

We conducted our audit in accordance with the Accounting Standards (AS) 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.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, key audit matters are not applicable to the company as it is an unlisted company.

S. No.	Key Audit Matter	Auditor's Response
1.	Nil	Nil

Information other than the financial statements and auditors' report thereon

The Company's Board of Directors is responsible for the preparation and presentation of its report (herein after called "Board Report") which comprises various information required u/s 134(3) of the Companies Act, 2013 but does not include the financial statements and our audit report thereon.

Our opinion is on the financial statements do not cover the Board Report 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 Board Report and in doing so, consider whether the Board Report is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance 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 (AS) 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 statements 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 is 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 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 standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone 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 key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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 Companies Act, 2013, we give in the '**Annexure A**', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid 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 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in '**Annexure B**'.
 - g) With respect to the matter to be included in the Auditor's Report under section 197(16), In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under section 197(16) which are required to be commented upon by us.



- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were 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 its 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 have been declared or paid during the year by the company.

For & On Behalf of :

Sharma S K & Associates

(Chartered Accountants)

FRN: 021227C

Satish Kumar Sharma

(Prop.)

Dated : 24 08 2023

Place : Bhiwadi

UDIN : 23513183BGWFSP4103

Annexure 'A'

The Annexure referred to in paragraph 1 of Our Report on "Other Legal and Regulatory Requirements".

We report that:

- (i) (a) (A) The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (B) The company is maintaining proper records showing full particulars of intangible assets;
- (b) As explained to us, Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification;
- (c) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company, except the following:-

Description of Property	Gross carrying value	Held in name of	Whether promoter, director or their relative or employee	Period held - indicate range, where appropriate	Reason for not being held in name of company
NIL					

- (d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) As explained to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) As explained to us, physical verification of inventory has been conducted at reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by the management is appropriate. No discrepancy of 10% or more in the aggregate for each class of inventory were noticed on physical verification of stocks by the management as compared to book records.
- (iii) The company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets during any point of time of the year.



- (iv) (a) During the year the company has not made investments in, nor provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.
- (b) According to the information and explanations given to us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prima facie prejudicial to the company's interest;
- (c) The Company has a regular schedule of repayment of principal and payment of interest and therefore no adverse comment on the regularity of repayment of principal & payment of interest.
- (d) Since the term of arrangement has stipulated repayment schedule, no adverse comment whether the amount is overdue or not.
- (e) No loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties except following:

Name of Party	Amount renewed or extended	% of total loan	Remark, if any
	Nil		

- (f) The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.
- (v) In respect of loans, investments, guarantees, and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with except non-charging of interest on the loan.
- (vi) The company has not accepted any deposits or amounts which are deemed to be deposits covered under sections 73 to 76 of the Companies Act, 2013.
- (vii) As per information & explanation given by the management, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act.



(viii) (a) According to the records made available to us, company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanation given to us there were no outstanding statutory dues as on 31st of March, 2023 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there is no statutory dues referred to in sub-clause (a) that have not been deposited on account of any dispute except following :

Name of the Statute	Nature of the Dues	Amount (Rs.)	Period to which the amount relates	Forum where Dispute is pending	Remarks, if Any
			<i>Nil</i>		

(ix) According to the information and explanations given by the management, no transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(x) (a) In our opinion and according to the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

Nature of borrowing, including debt securities	Name of lender*	Amount not paid on due date	Whether principal or interest	No. of days delay or unpaid	Remarks , if any
	<i>Nil</i>				

(b) According to the information and explanations given by the management, the company is not declared willful defaulter by any bank or financial institution or other lender;



(c) In our opinion and according to the information and explanations given by the management, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained, except for:

Nature of the fund raised	Name of the lender	Amount diverted (Rs.)	Purpose for which amount was sanctioned	Purpose for which amount was utilized	Remarks
			Nil		

(d) In our opinion and according to the information and explanations given by the management, funds raised on short term basis have not been utilized for long term purposes.

(e) In our opinion and according to the information and explanations given by the management, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures,

(f) In our opinion and according to the information and explanations given by the management, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(xi) (a) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year.

(b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.

(xii) (a) According to the information and explanations given by the management, no fraud by the company or any fraud on the company has been noticed or reported during the year;

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;

(c) According to the information and explanations given to us by the management, no whistle-blower complaints had been received by the company

(xiii) The company is not a Nidhi Company. Therefore, clause xii is not applicable on the company.



- (xiv) According to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, where applicable and the details have been disclosed in the financial statements as required by applicable accounting standards.
- (xv) In our opinion and based on our examination, the company does not require to have an internal audit system.
- (xvi) On the basis of the information and explanations given to us, in our opinion during the year the company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvii) (a) In our Opinion and based on our examination, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934).
- (b) In our Opinion and based on our examination, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934,
- (c) In our Opinion and based on our examination, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- (d) According to the information and explanations given by the management, the Group does not have any CIC as part of the Group.
- (xviii) Based on our examination, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- (xix) There is no resignation of the statutory auditors during the year and we have taken into consideration the issues, objections or concerns raised by the outgoing auditors.
- (xx) On the information obtained from the management and audit procedures performed and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;
- (xxi) Based on our examination, the provision of section 135 are not applicable on the company. Hence this clause is not applicable on the company.



(xxii) The company is not required to prepare Consolidate financial statement hence this clause is not applicable.

For & On Behalf of :
Sharma S K & Associates
(Chartered Accountants)
FRN: 021227C

Satish Kumar Sharma
(Prop.)

Dated : 24-08-2023

Place : Bhiwadi

UDIN : 23513183BGWFSP4103

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of M/s KRNCOILS 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 **KRNCOILS PRIVATE LIMITED** ("the Company") as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and 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 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.

For & On Behalf of :

Sharma S K & Associates

(Chartered Accountants)

FRN: 0212276

Satish Kumar Sharma

(Prop.)

Dated : 24-08-2023

Place : Bhiwadi

UDIN : 23513183BGWFSP4103

KRNCOILS PRIVATE LIMITED
CIN : U52339RJ2021PTC073633
Balance Sheet as at 31st March, 2023

(Amount in Thousand, unless otherwise stated)

Particulars	Note No.	As at 31-03-2023	As at 31-03-2022
1	2	3	4
I. EQUITY AND LIABILITIES			
1 Shareholder's Funds			
a) Share Capital	2 & 3	100.00	100.00
b) Reserve & Surplus	4	10,239.37	6,785.84
2 Non- Current Liabilities			
(a) Long-Term Borrowings	5	66,730.23	26,218.48
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	38,155.92	55,250.38
(b) Short Term Borrowings	7	-	10,500.23
(c) Other Current Liabilities	8	18,452.76	1,554.10
(d) Short Term Provisions		1,301.63	2,420.56
(e) Deferred Tax Liability (Net)		72.00	70.13
Total		1,35,051.90	1,02,899.73
II ASSETS			
1 Non Current Assets			
(a) Property, plant and equipment and Intangible assets			
(i) Property, plant and equipment		75,162.02	4,856.71
(ii) Intangible Assets:	9	-	-
(iii) Capital work in progress			
b) Deferred Tax Assets (Net)		-	-
c) Other Non Current Assets	10	403.40	405.10
2 Current Assets			
(a) Inventories	12	568.868	4,954.50
(b) Trade Receivables	13	56,915.53	70,997.91
(c) Cash and Cash Equivalents	11	1,779.97	213.99
(d) Short Term Loans & Advances	14	222.11	21,471.52
(e) Other Current Asset		-	-
Total		1,35,051.90	1,02,899.73

NOTES TO ACCOUNTS

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

1

The accompanying notes 1 to 32 form an integral part of the Financial Statements

This is the balance sheet referred to in our report of even date.

For Sharma S K & Associates

(Chartered Accountants)

FRN: 021227C

Satish Kumar Sharma

(Prop.)

M. No. 513183

Date : 24-08-2023

Place: Bhiwadi

UDIN : 23513183BGWFSP4103

For and on behalf of the Board of Directors

KRNCOILS PRIVATE LIMITED

(Santosh Kumar Yadav)

(Director)

DIN : 07789940

Date: 24-08-2023

Place: Neemrana

(Anju Devi)

(Director)

DIN : 06858442

KRNCOILS PRIVATE LIMITED
CIN : U52339RJ2021PTC073633
Statement of Profit & Loss Statement for the Period Ended on 31st March, 2023
(Amount in Thousand, unless otherwise stated)

Sr. No	Particulars	Note No.	As at 31-03-2023	As at 31-03-2022
I	Revenue from operations (net of taxes)	15	1,47,496.62	1,88,142.39
II	Other Income	16	665.77	-
III	Total Income (I + II)		1,48,162.39	1,88,142.39
IV	Expenses:			
	Cost of raw materials and components consumed	17	1,27,540.84	1,76,198.36
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	18	4,385.63	(4,954.50)
	Employee Benefits Expenses	19	6,520.33	4,923.43
	Finance Costs	20	1,151.40	39.00
	Depreciation and Amortization Expense	9	567.30	15.53
	Other Expenses	21	3,289.86	2,787.01
	Total Expenses (IV)		1,43,455.37	1,79,008.83
V	Profit before exceptional and extraordinary items and tax	(III - IV)	4,707.02	9,133.55
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax (V - VI)		4,707.02	9,133.55
VIII	Extraordinary Items		-	-
IX	Profit before tax (VII - VIII)		4,707.02	9,133.55
X	Tax expense:			
	(1) Current tax		1,251.63	2,395.56
	(2) Deferred tax (Net)		1.87	70.13
XI	Profit(Loss) from the period from continuing operations	(IX-X)	3,453.53	6,667.86
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)		3,453.53	6,667.86
XVI	Earning per equity share: {nominal value of share Rs. 10 each}			
	- Basic (In rupees)		345.35	666.79
	- Diluted (In rupees)		345.35	666.79
	Computed on the basis of profit from continuing operations			

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

1

The accompanying notes 1 to 32 form an integral part of the Financial Statements
This is statement of Profit and loss referred to in our report of even date.

For Sharma S K & Associates
(Chartered Accountants)
FRN: 021227C

Satish Kumar Sharma
(Prop.)
M. No. 512183

Date: 24-08-2023
Place: Bhiwadi
UDIN : 23513183BGWFSP4103

For and on behalf of the Board of Directors
KRNCOILS PRIVATE LIMITED

(Santosh Kumar Yadav)
(Director)
DIN : 07789940

(Anju Devi)
(Director)
DIN : 06858442

Date: 24-08-2023
Place: Neemrana

KRNCOILS PRIVATE LIMITED

CIN : U52339RJ2021PTC073633

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2023

(All amounts are in Indian Rupees, unless otherwise stated)

	Year Ended March 31st, 2023	Year Ended March 31st, 2022
Cash flow from operating activities		
Net profit / (loss) before taxation	4,707.02	9,133.55
Add:		
Depreciation	567.30	15.53
Interest Income	60.21	-
Interest and Finance Charges	1,151.40	39.00
Operating profit before working capital changes	6,485.94	9,188.08
Adjustments for:		
Changes in Inventories	4,385.63	(4,954.50)
Changes in Trade Receivables	14,082.39	(66,811.65)
Changes in Other Current Asset	-	-
Changes in in Trade Payables	(17,094.46)	55,498.71
Changes in Other Current Liabilities	16,898.66	1,277.16
Changes in Short Term Prvisions	(1,118.93)	2,354.11
Cash generated from operations	23,639.23	(3,448.09)
Taxes Paid	(1,251.63)	(2,395.56)
Net Cash From / (Used In) Operating Activities (A)	22,387.60	(5,843.66)
Cash flow from investing activities		
(Purchase) / Sale of Fixed Assets/ Capital Work In Progress	(70,872.61)	(4,872.24)
Interest Income	(60.21)	-
Net Cash From / (Used In) Investing Activities (B)	(70,932.83)	(4,872.24)
Cash flow from financing activities		
Interest and Finance Charges	(1,151.40)	(39.00)
Changes in Long Term Borrowing	40,511.74	22,218.48
Changes in Short Term Borrowing	(10,500.23)	10,500.23
Changes in Long-term loans and advances	1.70	(398.30)
Changes in Short-term loans and advances	21,249.41	(21,471.52)
Net Cash From Financing Activities (c)	50,111.21	10,809.90
Net Increase / (Decrease) in Cash (A)+(B)+(C)	1,565.98	94.00
Cash and Cash equivalents at the beginning of the year	213.99	119.98
Cash and Cash equivalents at the end of the year	1,779.97	213.99

For Sharma S K & Associates
(Chartered Accountants)
FRN: 021227C

Satish Kumar Sharma
(Prop.)
M. No. 513183

Date : 24-08-2023
Place: Bhiwadi
UDIN : 23513183BGWFSP4103

For and on behalf of the Board of Directors
KRNCOILS PRIVATE LIMITED

(Santosh Kumar Yadav)
(Director)
DIN : 07789940

(Anju Devi)
(Director)
DIN : 06858442

Date: 24-08-2023
Place: Neemrana

KRNCOILS PRIVATE LIMITED
Notes forming part of Balance sheet as at 31st March, 2023

(Amount in Thousand, unless otherwise stated)

Note : 2 Share Capital

Particulars	As at 31-03-2023	As at 31-03-2022
<u>i) AUTHORIZED CAPITAL</u>		
100,000 Equity Shares of Rs. 10/- each.	1,000.00	1,000.00
	1,000.00	1,000.00
<u>ii) ISSUED, SUBSCRIBED & PAID UP CAPITAL</u>		
<i>To the Subscribers of the Memorandum</i>		
-- Equity Shares of Rs. 10/- each, Fully Paid up Share capital by allotment		
10,000 Equity Shares of Rs. 10/- each, Fully	100.00	100.00
Total Amount	100.00	100.00

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.

Notes 3: Share capital

Note 3 (A)

Share Capital	As at 31-03-2023		As at 31-03-2022	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
<u>Authorised</u>				
___% preference shares of ___ each	N/A	N/A	N/A	N/A
Equity Shares of Rs. 10/-each with voting rights	1,00,000	10,00,000	1,00,000	10,00,000
<u>Issued</u>				
___% preference shares of ___ each	N/A	N/A	N/A	N/A
Equity Shares of Rs. 10/-each with voting rights	10,000	1,00,000	10,000	1,00,000
<u>Subscribed & Paid up</u>				
___% preference shares of ___ each	N/A	N/A	N/A	N/A
Equity Shares of 10/- each fully paid with voting rights	10,000	1,00,000	10,000	1,00,000
<u>Subscribed but not fully Paid up</u>				
___ % 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	10,000	1,00,000	10,000	1,00,000

Note 3 (B)

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

Particulars	As at 31-03-2023		As at 31-03-2022	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
Shares outstanding at the beginning of the year	10,000	1,00,000	10,000	1,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	10,000	1,00,000	10,000	1,00,000



Note 3 (C)

Note 3.1 : The Company has only one class of equity shares. Each holder of equity shares is entitled to one vote per share.

Note 3.2 : There is no fresh issue or buyback of shares during the year.

Note 3.3 : The Company has only one class of equity shares. Each holder of equity shares is entitled to one vote per share.

Note 3.4 : There is no change in the number of shares outstanding at the beginning and at the end of the year.

Note 3.5 : There is no change in the pattern of shareholding during the year. It is same as the last year.

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

Name of Shareholder	As at 31-03-2023		As at 31-03-2022	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Santosh Kumar Yadav	5,000	50.00%	5,000	50.00%
Anju Devi	5,000	50.00%	5,000	50.00%
	10,000	100%	10,000	100%

Note 3 (E)**Details of shares held by Promoters of the Company**

Name of Shareholder	As at 31-03-2023		As at 31-03-2022	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Santosh Kumar Yadav	5,000	50.00%	5,000	50.00%
Anju Devi	5,000	50.00%	5,000	50.00%
	10,000	100%	10,000	100%

Note : 4 Reserve & Surplus

Sr. No	As at 31-03-2023	As at 31-03-2022
Balance brought forward from previous year	6,785.84	117.99
Add: Profit for the period	3,453.53	6,667.86
Total Amount	10,239.37	6,785.84

Note : 5 Long Term Borrowings

Sr. No	As at 31-03-2023		As at 31-03-2022	
	Non-Current	Current	Non-Current	Current
Secured Loans from Banks				
- Term Loan for Building and Plant & Machinery*	42,581.71	2,418.29	-	-
- Vehicle Loan	2,712.31	427.41	3,139.72	365.93
- Other Loans	-	-	-	-
Loans From Directors & Shareholders (Unsecured)				
- Loans from Directors & Relatives				
Santosh Kumar Yadav	6,899.24	-	13,199.24	-
Anju Devi	5,879.53	-	5,879.53	-
KRN Heat Exchanger And Refrigeration Pvt - Loan A/c	8,657.45	-	4,000.00	-
Total Amount	66,730.23	2,845.70	26,218.48	365.93

1. Term Loan of Rs. 450.00 Lakhs taken from HDFC Bank for purchase of industrial plot at Kolila Joga as on 03-09-2022, repayable in 62 monthly installments, starting from 07-10-2022 ending on 07-11-2027. Further company has availed moratorium of fifteen months allowed by the RBI i.e. from Oct'22 to Dec'23. Rate of Interest from Oct, 2022 to Nov, 2022 was 8.75% p.a. and from Dec. 2022 to Feb. 2023 was 9.47 % p.a. and from Mar. 2023 was 10.06% p.a. It is secured by hypothecation of the entire current assets of the company (both present & future) comprising, inter alia, of stock of raw materials, work in progress, finished goods , receivables, book debts and other current & future assets and also guaranteed by the two directors. It is secured by collateral security of all th. Fixed assets of the company both present and future except other assets exclusively financed by other banks.

2. Vehicle Loan from HDFC Bank secured by hypothecation of specific vehicle. Loan taken of Rs. 25.18 Lakhs is repayable in monthly installment of Rs. 38,130/- each (including interest) starting from 05-05-2022.

3. Vehicle Loan from HDFC Bank secured by hypothecation of specific vehicle. Loan taken of Rs. 9.87 Lakhs is repayable in monthly installment of Rs. 15,024/- each (including interest) starting from 05-05-2022.



Note : 6 Trade Payables		
Particulars	As at 31-03-2023	As at 31-03-2022
(i) MSME		
less than one year	37,691.85	-
between one year to two years	-	-
between two year to three years	-	-
more than three years	-	-
Total (A)	37,691.85	-
(ii) Others		
less than one year	419.07	55,250.38
between one year to two years	45.00	-
between two year to three years	-	-
more than three years	-	-
Total (B)	464.07	55,250.38
(iii) Disputed Dues-MSME		
less than one year	-	-
between one year to two years	-	-
between two year to three years	-	-
more than three years	-	-
Total (C)	-	-
(iv) Disputed Dues-Others		
less than one year	-	-
between one year to two years	-	-
between two year to three years	-	-
more than three years	-	-
Total (D)	-	-
Total Amount (A+B+C+D)	38,155.92	55,250.38
Note : 7 Short Term Borrowings		
Particulars	As at 31-03-2023	As at 31-03-2022
Workng Capital A/c	-	10,500.23
Total Amount	-	10,500.23



Note : 8 Other Current Liabilities		
Particulars	As at 31-03-2023	As at 31-03-2022
Current maturities of long term debts (Refer Note No. 3)	2,845.70	365.93
Other Payables		
- Employee related liabilities	3,303.87	336.63
- Statutory Due Payable (ESI, EPF, TDS & GST Payables)	509.93	659.96
- Provisions for Expense	1,647.15	-
- Advances from Customers	146.10	191.58
- Advance Received for Land*	10,000.00	-
* Company received advances against agreement of sale of industrial plot SP5-7, Kolila Joga, Neemrana from Kritika Enterprises.		
Total Amount	18,452.76	1,554.10
Note : 9 Short Term Provisions		
Particulars	As at 31-03-2023	As at 31-03-2022
Provision for Audit Fees	50.00	25.00
Provision for Income Tax	1,251.63	2,395.56
Total Amount	1,301.63	2,420.56
Note :10 Long Term Loans & Advances (Assets)		
Particulars	As at 31-03-2023	As at 31-03-2022
Unsecured considered good unless stated otherwise		
- Preliminary Expense	3.40	5.10
- Security Deposits : CGTMSE	400.00	400.00
Total Amount	403.40	405.10
Note : 11 Cash & Cash Equivalent		
Particulars	As at 31-03-2023	As at 31-03-2022
Cash-In-Hand		
Cash Balance in hand	-	-
Sub Total (A)	-	-
Bank Balance		
Balances in Current/OD Accounts	1,754.97	213.99
Balances in Fixed Depoist Accounts	25.00	-
Sub Total (B)	1,779.97	213.99
Total Amount [A + B]	1,779.97	213.99



Note : 12 Inventory		
Particulars	As at 31-03-2023	As at 31-03-2022
Stock in Trading	568.87	4,954.50
Total Amount	568.87	4,954.50
Note: 13 Trade Receivables		
Particulars	As at 31-03-2023	As at 31-03-2022
Undisputed trade receivables		
Considered good		
less than six months	55,951.05	70,997.91
between six months to one years	7.30	-
between one years to two years	957.17	-
between two years to three years	-	-
more than 3 years	-	-
Total (A)	56,915.53	70,997.91
Considered doubtful		
less than six months	-	-
between six months to one years	-	-
between one years to two years	-	-
between two years to three years	-	-
more than 3 years	-	-
Total	-	-
Less: Provision for doubtful trade receivables	-	-
Total (B)	-	-
Disputed trade receivables		
Considered good		
less than six months	-	-
between six months to one years	-	-
between one years to two years	-	-
between two years to three years	-	-
more than 3 years	-	-
Total (C)	-	-
Considered doubtful		
less than six months	-	-
between six months to one years	-	-
between one years to two years	-	-
between two years to three years	-	-
more than 3 years	-	-
Total (D)	-	-
Total Amount	56,915.53	70,997.91
Note :14 Short Term Loans & Advances (Assets)		
Particulars	As at 31-03-2023	As at 31-03-2022
Unsecured considered good unless stated otherwise		
a) GST INPUT CREDIT	-	859.85
b) TDS/TC ^o Receivable	133.54	392.40
c) Advance Tax	-	3,000.00
d) Capital Advances to RIICO LTD	-	17,177.74
e) Prepaid Expenses	88.57	41.53
Total Amount	222.11	21,471.52



KRNCOILS PRIVATE LIMITED

Notes forming part of Balance Sheet as at 31st March, 2023

Note :15 Revenue from Operations			
(Amount in Thousand, unless otherwise stated)			
Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
	(a) Sale of Products	1,47,496.621	1,88,142.39
	(b) Sale of Services	-	-
	(c) Other Operating Revenues	-	-
	Total Amount	1,47,496.62	1,88,142.39
Note :16 Other Income			
Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
	Freight on Sales	376.00	-
	Interest on IT Refund	60.21	-
	Provisions w/back	229.56	-
	Total Amount	665.77	-
Note : 17 Cost of raw materials and components consumed			
Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
	- Purchases	1,27,540.84	1,76,198.36
	Total Amount	1,27,540.84	1,76,198.36
Note : 18 Changes in inventories of finished goods, work-in-progress and Stock-in-Trade			
Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
	a) Closing Inventory Stock-in-trade	568.87	4,954.50
	Less:		
	b) Opening Inventory Stock-in-trade	4,954.50	-
	Total Amount	4,385.63	(4,954.50)
Note : 19 Employee Benefit Expenses			
Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
1	Salary, Wages & Other Benefits	2,821.11	1,295.22
2	Contribution to ESI & EPF (Employer)	94.82	28.22
3	Director's Remuneration including other perquisites	3,600.00	3,600.00
4	Staff Welfare Expense	4.39	-
	Total Amount	6,520.33	4,923.43
Note : 20 Finance Cost			
Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
1	Interest Expenses	737.40	2.37
2	Bank & Other Financial Charges	414.01	36.62
	Total Amount	1,151.40	39.00



Note : 21 Other Expenses			
Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
	Selling & Administrative Expenses:		
1	Audit Fees	25.00	25.00
2	Computer Repair Maintt Exp.	6.75	-
2	Electricity Expense	-	126.58
3	Freight Outward Expense	1,103.50	1,256.35
4	Insurance Expense	100.32	78.17
5	Interest Expense - Others	1,682.68	286.88
6	Office Maintenance Expense	-	15.05
7	Rent Expense - Office	132.00	120.00
8	Professional Expense	-	126.20
9	Printing & Stationary Expense	-	0.18
10	Rebate & Discount Expense	-	670.97
11	Round Off	0.01	(0.21)
12	Tax Expense	106.94	80.14
13	Preliminary Exp W/off	1.70	1.70
14	Vehicle Running & Maintt Exp.	120.67	-
15	Rates & Taxes Expense	10.30	-
	Total Amount	3,289.86	2,787.01
Note : 22 Earnings per share			
Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
	Profit/(loss) after tax	3,453.53	6,667.86
	Less : Dividends on convertible preference shares & tax thereon	-	-
	Net profit/(loss) for calculation of basic EPS	3,453.53	6,667.86
	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	3,453.53	6,667.86
	Weighted average number of equity shares in calculating basic EPS	10,000.00	10,000.00
	Effect of dilution:		
	Convertible preference shares	-	-
	Convertible bonds	-	-
	Stock options granted under ESOP	-	-
	Weighted average number of equity shares in calculating diluted EPS	10,000.00	10,000.00
Note : 23 Related Party Disclosures			
Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
1	Director's & Other Related Parties:		
	A. Key Management Personnel:		
	Santosh Kumar Yadav		
	ANJU DEVI		
	B. Other Related Parties under Common Management:		
	KRN Heat Exchanger And Refrigeration Pvt Ltd		
2	Transactions with related parties during the year		
	A. Salaries to Directors :		
	Santosh Kumar Yadav	1,800.00	1,800.00
	ANJU DEVI	1,800.00	1,800.00
	B. Interest on USL to Directors:		
	Santosh Kumar Yadav	977.14	137.84
	ANJU DEVI	705.54	118.13



C. Purchase of Raw Material & Components: KRN Heat Exchanger And Refrigeration Pvt Ltd	-	4,954.50
D. Purchase of Finished Goods: KRN Heat Exchanger And Refrigeration Pvt Ltd	1,27,238.42	1,67,865.61
E. Sale of Raw Material & Components: KRN Heat Exchanger And Refrigeration Pvt Ltd	-	3,368.49
F. Loans Taken: KRN Heat Exchanger And Refrigeration Pvt Ltd	4,657.45	4,000.00
G. Outstanding Balances Dr./(Cr.) KRN Heat Exchanger And Refrigeration Pvt Ltd - Payable KRN Heat Exchanger And Refrigeration Pvt Ltd - Loan	(37,691.85) (8,657.45)	(53,646.10) (4,000.00)

Note : 24 Other Disclosures

Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
1	Auditor's Remuneration : - Statutory Audit Fee - Tax Audit Fee	25.00	25.00
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.		

Note 25 - Deferred tax liabilities and assets

In accordance with the Accounting Standard (AS) 22 'Accounting for Taxes on Income' specified under Section 133 of the Companies Act, 2013 ("the 2013 Act") and the relevant provisions of the Companies Act 2013, as applicable, deferred tax assets have been recognized only to the extent of deferred tax liability, in absence of virtual certainty of future taxable profits.

Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
	Deferred tax assets		
	Difference between book and tax depreciation	-	-
	Disallowances u/s 43B of the Income Tax Act, 1961	27.80	20.84
	Unabsorbed depreciation and carry forward losses	-	-
		27.80	20.84
	Deferred tax liabilities		
	Difference between book and tax depreciation	(29.67)	(90.97)
	Disallowances u/s 43B of the Income Tax Act, 1961	-	-
	Deferred tax Liab./(assets) recognised during the year	(1.87)	(90.97)

Note 26 : Segment Reporting

As per Accounting Standard (AS) 17 on "Segment Reporting", the company is dealing in one segment only, hence not reported separately.

Note 27 : Contingent Liabilities and Commitments

Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
	(To the extent not provided for)	-	-
	(a) Claims against the Co. not acknowledged as debts	-	-
	(b) Guarantees	-	-
	Total Amount	-	-



Note 28:

The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

Note 29 : Ratio Analysis:

Sr. No	Particulars	As at 31-03-2023	As at 31-03-2022
	Ratios : Separately enclosed.		

Note 30 : Registration of charges or satisfaction with Registrar of Companies:

The Company does not have any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period.

Note 31 : Additional Regulatory Disclosures :

- a) No proceedings have been initiated or pending against the company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended from time to time) and the rules made thereunder.
- b) The company does not have any borrowings from Banks or financial institutions on the basis of security of current assets at any point of time of the year.
- c) The company is not declared as a willful defaulter by any Bank or financial institution or any other lender in accordance with the guidelines on willful defaulters issued by the Reserve Bank of India.
- d) The company does not have any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
- e) The company does not have any borrowed funds and share premium which has been advanced or loaned or invested to any other persons, entities including foreign entities.
- f) With regard to the company, no scheme of arrangements has been approved by the competent authority in term of section 230 to 237 of the Companies Act, 2013.
- g) No transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts
- h) Provisions of Section 135 of the Companies Act 2013 related to CSR are not applicable to the company.
- i) There are no title deeds which is not held in the name of the company.
- j) During the year, no revaluation of any Property, Plant and Equipment.
- k) There are no loans or advances in the nature of loans granted to promoters, directors, KMPs and the related parties.
- l) Ageing for Capital Work in Progress is not applicable for the year. Since company does not have CWIP.
- m) There is no intangible assets under development. Since company does not have Intangible assets under development.
- n) As there are no investments made by the Company, provisions of Section 2(87) of Companies Act, 2013 are not applicable.

Note 32 :

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with current year's classification/ disclosure.

For and on behalf of the Board of Directors
KRNCOLS PRIVATE LIMITED


(Santosh Kumar Yadav)
(Director)
DIN : 07789940


(Anju Devi)
(Director)
DIN : 06858442



KRNCOILS PRIVATE LIMITED
Note of Fixed Asset as per Companies Act, 2013

Fixed Assets

Notes 9 : Depreciation on Fixed Assets

(Amount in Thousand, unless otherwise stated)

Sr. No.	Particulars	Useful Life in Years	Gross Block			Depreciation			Net Block
			Opening as at 01-04-2022	Additions	Deletion	Balance as at 31.03.2023	Balance as at 01-04-2022	For the year	Balance as at 31.03.2023
I	Tangible Assets								
	LAND		-	70,859.11		70,859.11			70,859.11
	PLANT & MACHINERY	10	624.50			624.50	5.53	59.33	64.86
	COMPUTERS & SOFTWARES	3	-	13.50		13.50		3.55	3.55
	VEHICLES	8	4,247.74			4,247.74	10.00	504.42	514.42
	Total (Current Year)		4,872.24	70,872.61	-	75,744.85	15.53	567.30	582.83
	Total (Previous Year)		-	4,872.24	-	4,872.24	-	15.53	15.53
II	Assets under Capitalisation:								
	Total (Current Year)		-	-	-	-	-	-	-
	Total (Previous Year)		-	-	-	-	-	-	-
III	Intangible Assets:								
	Total (Current Year)		-	-	-	-	-	-	-
	Total (Previous Year)		-	-	-	-	-	-	-
	Grand Total (Current Year)		4,872.24	70,872.61	-	75,744.85	15.53	567.30	582.83
	Grand Total (Previous Year)		-	4,872.24	-	4,872.24	-	15.53	15.53

Capital-Work-in Progress (CWIP) / Intangible assets under development (ITAUD)

CWIP/ITAUD	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

iv) Capital-Work-in Progress (CWIP)/ITAUD whose completion is overdue

CWIP/ITAUD	To be completed in			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Project 1	-	-	-	-
Project 2	-	-	-	-



KRNCOILS PRIVATE LIMITED		Note 29 : Ratio Analysis:		Amount in Hundred		Ratio		Variance	Reason for Variance >25%
Sl. No.	Particulars	FY 2022-23	FY 2021-22	FY 2022-23	FY 2021-22	%			
1	Current Ratio,	Current Assets / Current Liabilities							
		59,486	97,638						
		57,982	73,795	1.03	1.32	(0.22)	Not Applicable		
2	Debt-Equity Ratio,	Total Debts / Shareholder's Equity							
		Total Debts (Long term + Short term Liab.)		1,24,713	96,014				
		10,339	6,886	12.06	13.94	(0.13)	Not Applicable		
3	Debt Service Coverage Ratio,	Net Operating Income / Total Debt Service							
		Net Operating Income = EBITDA		6,012	9,149				
		Total Debt Service= Interest Expense (Loans) + Principal Repayment		1,103	-	5.45	#DIV/0!	#DIV/0!	Not Applicable
4	Return on Equity Ratio,	Net Income / Average Shareholder's Equity							
		Net Income = PAT		3,454	6,668				Ratio is improved, increased reserves & surpluses.
		Average Shareholder's Equity = (Opening Eq.R&S + Closing Eq.R&S)/2		8,613	3,551	40%	188%	(0.79)	
5	Inventory turnover ratio,	COGS / Avg Inventory							
		COGS = RMC + Direct & Mfg Cost		1,27,541	1,76,198				Since revenue is decreased but inventory holding is increased, due to the reason ratio is changed.
		Avg Inventory = (Op. Inv + Cl. Inv)/2		2,762	2,477	46.18	71.13	(0.35)	
6	Trade Receivables turnover ratio,	Operating Net Sales / Avg Receivables							
		Operating Net Sales		1,47,497	1,88,142				Since revenue is decreased but customer receivables is increased, due to the reason ratio is changed.
		Avg Receivables		63,957	37,592	2.31	5.00	(0.54)	
7	Trade payables turnover ratio,	Operating Net Purchase / Avg Payables							
		Operating Net Purchase		1,27,541	1,76,198				Since revenue is decreased but suppliers payables is increased, due to the reason ratio is changed.
		Avg Payables		46,703	31,501	2.73	5.59	(0.51)	
8	Net capital turnover ratio,	Total Sales / Shareholder's Equity							
		Total Sales		1,47,497	1,88,142				Since revenue is decreased but shareholder equity is increased, due to the reason ratio is changed.
		Shareholder's Equity (Eq Capital + R & S)		10,339	6,886	14.27	27.32	(0.48)	
9	Net profit ratio,	Net Profit / Total Revenue							
		Net Profit		3,454	6,668				Since revenue is decreased but fixed overheads still remain same, due to the reason ratio is changed.
		Total Revenue		1,48,162	1,88,142	2.3%	3.5%	(0.34)	



Return on Capital 10 employed,	EBIT / (Shareholder's Equity + Long Term Liab.)								
	EBIT	5,444	9,136						Due to decreased EBIT, ratio is changed to this much of quantum.
	Shareholder's Equity + Long Term Liab.	77,070	29,104	7.1%	31.4%	(0.77)			
11 Return on Investment	Earnings / Cost of Investment								
	Earning from Investment	-	-						
	Cost of Investment	-	-	N/A	N/A	Not Applicable			
For Sharma S K & Associates (Chartered Accountants) FRN: 021297G		For and on behalf of the Board of Directors KRNCOLS PRIVATE LIMITED							
Satis Kumar Sharma (Prop.) M. No. 513453		(Santosh Kumar Yadav) (Director) DIN : 07789940			(Anju Devi) (Director) DIN : 06858442				
Date : 24-08-2023 Place: Bhiwadi UDIN : 23573183BGWFSP4103		Date: 24-08-2023 Place: Neemrana							

KRNCOILS PRIVATE LIMITED

Plot No. F-46-47, EPIP Riico Industrial Area, Neemrana, Distt. Alwar-301705(Raj)

Group : Sundry Creditors

At the End of : 31-03-2023

<u>Account/Group</u>	<u>Type</u>	<u>Debit</u>	<u>Credit</u>
DELHI U.P. TEMPO TRANSPORT COMPANY	Acc	-	18.81
Dhllon Goods Transport Log. Pvt. Ltd.	Acc	-	16.06
KRN Heat Exchanger And Refrigeration Pvt	Acc	-	37,691.85
MAHAVEERA TRANSPORT PRIVATE LIMITED	Acc	-	119.35
NANDWANI & ASSOCIATES	Acc	-	3.00
NISHA TRANSPORT CO..	Acc	-	27.72
S. P. Logistics	Acc	-	234.14
Sharma S K & Associates	Acc	-	45.00
Totals		-	38,155.92

Group : Advances from Customers

At the End of : 31-03-2023

<u>Account/Group</u>	<u>Type</u>	<u>Debit</u>	<u>Credit</u>
ZECO AIRCON LIMITED	Acc	-	5.12
Clima Fredo Pvt. Ltd.	Acc	-	48.39
Star Cool Refrigeration	Acc	-	92.58
Totals		-	146.10

Group : Unsecured Loans

At the End of : 31-03-2023

<u>Account/Group</u>	<u>Type</u>	<u>Debit</u>	<u>Credit</u>
ANJU DEVI -USL	Acc	-	5,879.53
SANTOSH KUMAR YADAV- USL	Acc	-	6,899.24
KRN Heat Exchanger And Refrigeration Pvt - Loan A/c	Acc	-	8,657.45
Totals		-	21,436.21

Group : Advance Received for Land

At the End of : 31-03-2023

<u>Account/Group</u>	<u>Type</u>	<u>Debit</u>	<u>Credit</u>
Kritika Enterprises	Acc	-	10,000.00
Totals		-	10,000.00

Group : Sundry Debtors

At the End of : 31-03-2023

<u>Account/Group</u>	<u>Type</u>	<u>Debit</u>	<u>Credit</u>
BASHANT GLOBALTRADE PRIVATE LIMITED	Acc	1.24	-
Champak Chemical Pvt. Ltd.	Acc	38.40	-
Jai Tulsi Refrigeration	Acc	728.00	-
Kodamal Enterprises	Acc	6.06	-
METROGLOBAL LIMITED	Acc	0.11	-
PG TECHNOPLAST PRIVATE LIMITED (PUNE)	Acc	190.66	-
Smartpaddle Technology Pvt. Ltd.	Acc	38.37	-
Sphere Thermal Systems Pvt Ltd.	Acc	1,175.42	-
TCCI Manufacturing (India) Pvt. Ltd.	Acc	52,742.74	-
ADD: Advances to Suppliers			
UNITED TRADERS ENGINEERS	Acc	1,050.52	-
DYD INDUSTRIAL SOLUTIONS	Acc	944.00	-
Totals		56,915.53	-



KRNCOILS PRIVATE LIMITED

CIN : U52339RJ2021PTC073633

Notes to the standalone financial statements for the year ended March 31, 2023

1. Basis of Accounting and Preparation of Financial Statements

A. Corporate Overview

KRNCOILS PRIVATE LIMITED (The "Company"), was incorporated on 23rd February 2021 under the Companies Act, 2013.

The registered office of the Company is situated at PLOT NO F-46-47, EPIP, RIICO INDUSTRIAL AREA NEEMRANA, Alwar RJ 301705 IN.

B. Basis of preparation of accounts

The Company has prepared its financial statements in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards as prescribed under section 133 of the Companies Act, 2013 (The 'Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) (here in after referred as "The Rules") and the relevant provisions of The Act, to the extent notified.

The financial statements have been prepared under the historical cost convention (except certain Property, Plant and Equipment which are revalued) on an accrual basis, except as stated otherwise.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use with those of the previous year.

C. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principle (GAAP) requires the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon the Management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods



KRNCOILS PRIVATE LIMITED

CIN : U52339RJ2021PTC073633

Notes to the standalone financial statements for the year ended March 31, 2023

a. Property, Plant and Equipments

Property, Plant and Equipments are carried at cost of acquisition less accumulated depreciation and impairment loss, if any adjusted by revaluation of certain assets at current replacement cost. Cost is inclusive of freight, applicable duties, taxes and other directly attributable costs to bring the assets to their working condition /for intended use as prescribed Cost Model in Accounting Standard (AS) 10 of The Rules.

Expenditure incurred during construction period is included under capital work in progress and the same is allocated to the respective Property, Plant and Equipment on completion of the construction.

Interest and other costs in connection with the borrowing of the funds to the extent related/ attributed to the acquisition/construction of qualifying Property, Plant and equipment are capitalized up to the date when such assets are ready for its intended use & other borrowing costs are charged to the Statement of Profit & Loss.

Useful lives of the tangible assets are based on the life prescribed in Schedule II of the Companies Act 2013. Assumptions are also made, when company assesses, whether an assets may be capitalised and which components of the cost of the assets may capitalised.

b. Provision for Contingencies

Provision for expense related liabilities is made on the basis of Management judgement and estimation for possible outflow of resources (if any).

Contingencies/claim/litigations against the Company: Contingent Liabilities are generally not provided for in the accounts and are separately shown in the Notes on accounts.

D. Current/Non-current classification

All assets and liabilities have been classified as current and non current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the terms of billing and their realisation of in cash and cash equivalents, the company has ascertained its normal operating cycle as 12 months.



KRNCOILS PRIVATE LIMITED

CIN : U52339RJ2021PTC073633

Notes to the standalone financial statements for the year ended March 31, 2023

2. Significant Accounting Policies

A. Property, plant and equipment

Property, plant and equipment are stated at original cost net of tax/ duty credit availed, less accumulated depreciation and accumulated impairment losses, when significant part of the property, plant and equipment are required to replace at intervals, the company derecognized the replaced part and recognized the new parts with its own associated useful life and it depreciated accordingly. Likewise when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance cost are recognized in the statement of the profit and loss as incurred. The present value of the expected cost for the decommissioning of the asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met.

Property, plant and equipment are derecognised from the financial statement, either on disposal or when no economic benefits are expected from its use or disposed. Losses arising in the case of retirement of property, plant and equipment and gain or losses arising from disposal of property, plant and equipment are a recognized in the statement of profit and loss in the year of occurrence.

B. Inventories

Inventory includes raw material, work in progress, finished goods and stock in trade.

- a) Raw material and traded goods are values at lower of cost or net realisable value. However, raw material is valued at cost if the finished products in which they will be used, are expected to be sold at or above cost. Cost includes purchase price, taxes (excluding those subsequently recoverable by the enterprise from the concerned revenue authorities), freight inwards and other expenditure incurred in bringing such inventories to their present location and condition. In determining the cost, weighted average method is used.
- b) Net realisable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and the estimated costs necessary to make the sale.
- c) The comparison of cost or net realisable value is made on item by item basis.
- d) Stock of Finished Goods and Work in Progress are valued at lower of cost or net realizable value and cost is determined by taking material, labour and related overheads
- e) Scrap is valued at net realizable value.



KRNCOILS PRIVATE LIMITED

CIN : U52339RJ2021PTC073633

Notes to the standalone financial statements for the year ended March 31, 2023

c. Investment Properties

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any. The cost includes the cost of replacing parts and borrowing costs if the recognition criteria are met.

Long-term investments are stated at cost. Provision for diminution in the value of Long-Term investment is being made only if such decline is of other than temporary in nature in the opinion of management. Current investments are stated at lower of cost or fair value.

Intangible Assets

Capital expenditure on purchase and development of identifiable assets without physical substance is recognized as intangible assets in accordance with principles given under AS-26 – Intangible Assets.

The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the assets are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates.

Depreciation and Amortization

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Based on technical evaluation carried out by management, depreciation on fixed assets has been provided on the Straight line method as per the useful life and residual value prescribed Schedule II to the Companies Act, 2013. Residual value has been assessed at 5% of cost of the assets.

Depreciation and amortisation on addition to fixed assets is provided on pro-rata basis from the date the assets are ready for intended use. Depreciation and amortisation on sale/ discard from fixed assets is provided for up to the date of sale, deduction or discard of fixed assets as the case may be.

Individual assets costing Rs. 5,000 or below are depreciated/ amortised in full in the year of purchase. Depreciation/ Amortisation method and useful lives are reviewed at the each reporting date. If the useful life of an asset is estimated to be significantly different from previous estimates, the depreciation/ amortisation period is changed accordingly



KRNCOILS PRIVATE LIMITED

CIN : U52339RJ2021PTC073633

Notes to the standalone financial statements for the year ended March 31, 2023

Asset	Use full life
Office & residential premises	20 years
Plant & machinery (computers)	3 years
Plant & machinery (others)	10 years
Furniture & fixtures	5 years
Office equipment's	5 years
Air conditioning plant & Air conditioners	10 years
Vehicles	8 years

D. Impairment of Non-financial assets

Property, plant and equipment, intangible assets and assets classified as investment property with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the market value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If the recoverable amount of an asset or CGU is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognized in the statement of profit and loss.

An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

Impairment losses on continuing operations, including impairment on inventories are recognized in the statement of profit and loss, except for properties previously revalued with the revaluation taken to other comprehensive income. For such properties, the impairment is recognized in OCI up to the amount of any previous revaluation surplus.

E. Cash and cash equivalents

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.



KRNCOILS PRIVATE LIMITED

CIN : U52339RJ2021PTC073633

Notes to the standalone financial statements for the year ended March 31, 2023

For the purpose of the Statement of Cash Flows, cash and cash equivalents consists of cash and short term deposits, as defined above, net of outstanding bank overdraft as they being considered as integral part of the Company's cash management.

F. Leases

Assets acquired under finance lease, which effectively transfer to the company substantially all risk and benefits incident to ownership of the leased item are capitalized at the lower of the fair value and the present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and the reduction of lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income. Assets acquired under operating lease are recognized as an expense in the Statement of Profit & Loss and not on Straight-Line basis over the lease term as difference is insignificant.

Leases where the Lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating lease. Operating Lease payments are recognized as an expense in the Statement of Profit and Loss on accrual basis or SLM.

G. Earnings per share(EPS)

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all potential dilutive equity shares.

H. Provisions, Contingent Liabilities and Contingent Assets

General

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event and it is probable that the outflow of resources embodying economic benefits will be required to settled the obligation in respect of which reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, the expense relating to provision presented in the statement of profit & loss is net of any reimbursement.

If the effect of the time value of money is material, provisions are disclosed using a current pre-tax rate that reflects, when appropriate, the risk specific to the liability.



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When discounting is used, the increase in the provision due to the passage of time is recognized as finance cost.

Contingent liability is disclosed in the notes in case of:

- There is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.
- A present obligation arising from past event, when it is not probable that an outflow of resources will be required to settle the obligation
- A present obligation arises from the past event, when no reliable estimate is possible
- A present obligation arises from the past event, unless the probability of outflow are remote.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

Contingent assets

Contingent assets are not recognized in the financial statements.

I. Taxes

Tax expense comprises current income tax and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-Tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current Income Tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Current income tax relating to items recognized directly in equity is recognised in equity and not in the statement of profit and loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.



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Deferred tax

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purpose at reporting date. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized.

The carrying amount of deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow deferred tax assets to be recovered.

The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

J. Revenue recognition

Revenue is recognized to the extent it is probable that the economic benefit will flow to the company & revenue is reliably measured.

- a) Revenue from sale of goods is recognized on transfer of significant risks and rewards of ownership of the goods to the customers, which generally coincides with their delivery and approval of goods by customer. Sales are recorded at invoice value, net of goods and services tax and trade discount.
- b) In respect of other heads of income the Company accounts the same on accrual basis.

K. Foreign currency translation/conversion

Financial statements have been presented in Indian Rupees (₹), which is the Company's functional and presentation currency.

• Initial recognition

Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rate at the date of the transaction.



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- **Conversion**

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

- **Exchange differences**

The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in Other income or profit or loss are also recognized in Other income or profit or loss, respectively).

- L. **Borrowing costs**

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized, in accordance with the principles laid down in AS-16, during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Borrowing costs that are directly attributable to the projects are charged to the respective project on the basis of expenditure incurred net of customer collections.

Other borrowing costs are expensed in the period in which they are incurred.

- M. **Employee benefits**

Expenses and liabilities in respect of employee benefits are recorded in accordance with Accounting Standard (AS)-15 - 'Employee Benefits'.

- a) Short term employee benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages and bonus etc are recognized in the Statement of Profit & loss in the period in which the employee renders the related service.



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b) Long Term employee benefits:

- *Defined benefit plan*

Gratuity

The company provides for retirement benefits in the form of Gratuity. The company's gratuity plan is a defined benefit plan. The present value of gratuity obligation under such defined plan is determined based on an actuarial valuation carried out by an independent actuary using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of estimated future cash flows. The discount rate used for determining the present value of the obligation under the defined benefit plans, is based on the market yields on Government securities as at the valuation date having maturity periods approximating to the terms of the related obligations. Actuarial gains and losses are recognised immediately in the statement of Profit & Loss.

N. Segment accounting and reporting

Having regard to integrated nature of the financial business of the company, there is only one reportable primary segment 'sale of heat exchanger units', in view of which the disclosure requirement of 'Segment Reporting' pursuant to Accounting Standard - 17 is not applicable.

3. Other Notes Forming Parts of the Financial Statements :

A. Contingent Liabilities and Capital Commitment:

	(Amount in Rs.)	
	31.03.2023	31.03.2022
a. Contingent Liabilities		
Disputed Liability	-	-
b. Capital commitment:		
Capital Commitment	-	-
Less: Advances	-	-
Net Capital Commitment	-	-



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B. Statement under the Micro, Small and Medium Enterprises Development Act, 2006, (MSMED):

Under the Micro, Small and Medium Enterprises Development Act, 2006, (MSMED) which came into force from 2 October 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises.

Particulars	As at March 31, 2023	As at March 31, 2022
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years	-	-

The company has collected the information from its vendors regarding its registration and its overdue as per the rules & provisions of MSMED, 2006 and found no such liability under this Act. As per management of company, payment terms of suppliers are within time limit of MSMED, 2006 and company is fulfilling its payment terms.

C. Pursuant to Accounting Standard 22 on Accounting for Taxes on Income, Deferred Tax assets and liabilities as on 31st March, 2023 are as under-

(Amount in Thousand)

Particulars	Previous year (Rs.)	Net (Charge) /Credit	Current Year
Deferred tax Assets			
Disallowance u/s 43B	-	-	-
Carry forward Losses	-	-	-
Others	20.84	27.80	48.64
Total Deferred Tax Asset	20.84	27.80	48.64
Deferred Tax Liability			
Depreciation	(90.97)	(29.67)	(120.64)
Total Deferred Tax Liability	(90.97)	(29.67)	(120.64)
Net Deferred tax Assets / (Liability)	(70.13)	(1.87)	(72.00)



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D. Employees Benefits - Disclosure in term of AS-15 (Revised) are as under:

(a) Defined contribution plan - Contribution to defined contribution plan recognized as expenses for the year 2022-23 are as under -

Particular	Current Year	Previous Year
Employer's contribution to Provident Fund	NIL	NIL

(b) Defined Benefit Plan - The Employees Gratuity Fund is not funded with LIC of India. NO actuarial valuation is taken.

(c) Defined Benefit Plan - The Employees Leave encashment is not funded and managed by the Company. NO actuarial valuation is taken

E. Information in accordance with Accounting Standard-18 on 'Related Party Disclosure':

(a) Related Parties -

S. No.	Name	Relationship
a)	Key Management Personnel: 1. SANTOSH KUMAR YADAV 2. ANJU DEVI	Director Director

F. Value of Traded Goods / Raw Materials / Stores, Spare Parts & Components consumed & percentage of the total consumption.

(Amount in Thousand)

Particulars	2022-23		2021-22	
	Value	%	Value	%
i. Raw Material -				
Imported	NIL	0.0%	NIL	0.0%
Indigenous	127,540.84/-	100.0%	176,198.36/-	100.0%
ii. Store, Spare Parts & Components -				
Imported	-		NIL	0.0%
Indigenous	NIL	0.0%	NIL	0.0%



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Notes to the standalone financial statements for the year ended March 31, 2023

G. Prior Period Item (Net) Comprise of -

Particulars	2022-23	2021-22
Other Expense	-	-
Total Amount	-	-

H. Payment to Auditors:

(Amount in Thousand)

Particulars	2022-23	2021-22
Audit Fees		
Tax Audit Fees	25.00	25.00
Out of pocket expenses	-	-
Certification Charges	-	-
Total	25.00	25.00

I. Previous year figures have been re-arranged and re-grouped, wherever considered necessary.


As per our report of even date attached

Sharma S K & Associates
(Chartered Accountants)
FRN: 021227C

Satish Kumar Sharma
(Prop.)
Place: Bhiwadi
Dated : 24-08-2023

For and On behalf of the Board

KRNCOILS PRIVATE LIMITED


Santosh Kumar Yadav
(Director)
DIN : 07789940


Anju Devi
(Director)
DIN : 06858442