

INDEPENDENT AUDITOR'S REPORT

Rounded off lakhs.
For ROC / Co. Secy.

To the Members of

Sattva Engineering Construction Private Limited, (CIN: U45201TN2005PTC058383)
Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **Sattva Engineering Construction Private Limited**, (CIN: U45201TN2005PTC058383) ("the Company"), which comprise the Balance Sheet as at 31st March 2022, and the statement of Profit and Loss, Statement of Changes in Equity 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 standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, profit, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis of Matter paragraph

The management has discussed the effects of the COVID 19 pandemic on the company's businesses and also its financial impact in Note 31(d) to the Financial Statements. The management has concluded that severity of the effect of the pandemic has been tided over. We are of the considered opinion that such judgment of the management is based on consideration of all the relevant factors, including events subsequent to the balance sheet date and that no material adjustments need to be made to the financial statements for the period under review. Our opinion is not modified in this matter.

Key Audit Matters

There are no Key Audit matters determined to be communicated.

Responsibility of Management for Standalone 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 standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other



irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure I a statement on the matters specified in paragraphs 3 and 4 of the Said Order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) A separate report on the internal financial controls over financial reporting of the Company as required under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 is issued in Annexure II to this report.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 31(c) to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Nathan & Co.,
Chartered Accountants
(Firm Registration No. 002429S)

CA Rajagopalakrishnan R
Partner
Membership No.: 200442
Chennai, 6th September 2022
UDIN: 22200442BCBNVH1638



ANNEXURE I TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE
FINANCIAL STATEMENTS OF SATTVA ENGINEERING CONSTRUCTION PRIVATE LIMITED
Pursuant to paragraphs 3 and 4 of the Companies (Audit Report) Order, 2020

- i.
 - a.
 1. The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property Plant & Equipment.
 2. There are no intangible assets held by the company.
 - b. These Property Plant & Equipment of the Company have been physically verified by the management at reasonable intervals; No material discrepancies were noticed on such verification.
 - c. The title deeds of immovable properties are held in the name of the company.
 - d. The Company has not revalued its Property Plant & Equipment (including Right of Use Assets) or intangible assets or both.
 - e. 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. Physical verification of inventory has been carried out by the management of the Company at regular intervals and in our opinion, the coverage and procedure of such verification is appropriate. No discrepancies in excess of 10% or more in each class of inventory were noticed during such verification.
 - b. Quarterly returns or statements filed by the Company with banks sanctioning working capital limits are generally in agreement with the books of accounts of the Company.
- iii.
 - a. The Company has not granted loans and advances in the nature of loans to companies or other parties and reporting under these paragraphs is not applicable.
- iv. In respect of loans, investments, guarantees, and security, the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
- v. The Company has not accepted any deposits.
- vi. Maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013
- vii.
 - a. The company has committed certain defaults 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. However, there are no arrears of such dues for more than 6 months from the date on which they became payable as on the last day of the financial year.
 - b. There are no statutory dues referred to in clause (a) above, which have not been deposited on account of any dispute.
- viii. There are no transactions not recorded in the books of accounts and surrendered or disclosed as income during the year in the tax assessments under the Income tax Act 1961.
- ix.
 - a. The company has not defaulted on any loans or borrowings from a financial institution, bank, Government or dues to debenture holders.
 - b. The Company has not been declared as a wilful defaulter by any bank or financial institution or other lender.
 - c. Term loans were applied for the purposes for which those were raised.
 - d. Funds raised on short term basis have not been utilised for long term purposes.
 - e. 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. The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x.
- a. No moneys were raised by way of initial public offer or further public offer (including debt instruments).
- b. The company has not made any preferential allotment or private placement of shares or fully, partly or optionally convertible debentures during the year.
- xi.
- a. No fraud by the company or fraud on the Company by its officers or employees 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, there are no whistle blower complaints received by the Company during the year.
- xii. The Company is not a Nidhi Company.
- xiii. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- xiv.
- a. The Company is not covered by the requirements of internal audit under section 138 of the Companies Act.
- xv. The company has not entered into any non-cash transactions with directors or persons connected with him.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act.
- xvii. The Company has not incurred any cash losses in the financial year or in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation 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, and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any 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. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx.
- a. There are no unspent amounts in respect of CSR projects other than ongoing projects.
- b. There are no unspent amounts under sub section (5) of section 135 of the Companies Act in respect of ongoing CSR projects.

For Nathan & Co.,

Chartered Accountants (Firm Registration No. 002429S)

CA Rajagopala Krishnan R
Partner
Chennai, 6th September 2022

UDIN: 22200442BCBNVH1638



**ANNEXURE II TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE
FINANCIAL STATEMENTS OF SATTVA ENGINEERING CONSTRUCTION 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 SATTVA ENGINEERING CONSTRUCTION PRIVATE LIMITED ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls 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, to the extent applicable to an audit of internal financial controls, 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 adverse 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 authorisations of management and directors of the company; and



(3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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.

Emphasis of Matter paragraph

The management has considered the effects of the COVID 19 pandemic on the internal financial controls over financial reporting and has concluded that no material impact is was evident on the internal controls for the period under review. We are of the considered opinion that such judgment of the management is based on consideration of all the relevant factors, including events subsequent to the balance sheet date and that there were no material failures or erosions of the internal controls over financial reporting for the period under review. Our opinion is not modified in this matter.

Opinion

According to the information and explanations given to us and based on our audit, the Company has adequate Internal Financial Controls in place and such controls were operating effectively.

For Nathan & Co.,
Chartered Accountants
(Firm Registration No. 0024295)



CA Rajagopalakrishnan R
Partner
Membership No.: 200442
Chennai, 6th September 2022
UDIN: 22200442BCBNVH1638

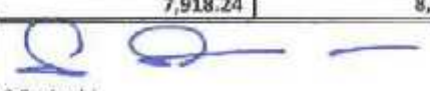



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

BALANCE SHEET AS AT March 31, 2022

	Particulars	Note #	Figures as at the end of Current Reporting period 31st March 2022	Figures as at the end of Previous Reporting period 31st March 2021
			Rs.	Rs.
I	Equity and Liabilities			
1	Share Holders funds			
a	Share Capital	1	99.90	99.90
b	Reserves and Surplus	2	1,955.52	1,862.02
c	Money Received against Share Warrants		-	
2	Share application money pending allotment		-	
3	Non-current liabilities			
a	Long Term Borrowings	3 & 4	566.95	464.38
b	Deferred Tax Liabilities (Net)	17		
c	Other Long Term Liabilities			
d	Long Term provisions		-	-
4	Current Liabilities			
a	Short-term borrowings	5	2,519.57	2,267.57
b	Trade payables	6		
	Total outstanding dues of micro enterprises and small enterprises		-	-
	Total outstanding dues of creditors other than micro enterprises and small enterprises		2,245.74	2,897.60
c	Other current liabilities	7	41.41	47.89
d	Short-term provisions	8	489.15	444.58
	TOTAL		7,918.24	8,083.94
II	Assets			
1	Non Current Assets			
a	Property Plant and Equipment	9		
	(i) Tangible Assets		428.90	470.77
	(ii) Intangible Assets		-	-
	(iii) Capital Work in Progress		-	-
	(iv) Intangible Assets under Development		-	-
b	Non Current Investments	10(A)	231.84	231.84
c	Deferred Tax Assets (Net)	17	11.38	11.38
d	Long Term Loans and Advances	11	11.20	19.45
e	Other Non Current Assets		-	-
2	Current Assets			
a	Current Investments	10(B)	109.12	109.12
b	Inventories	12	2,379.56	3,503.76
c	Trade Receivables	13	3,464.42	2,161.84
d	Cash & Cash Equivalents	14	201.45	114.29
e	Short Term Loans and Advances	15	1,080.37	1,461.49
f	Other Current Assets		-	-
	TOTAL		7,918.24	8,083.94
See Accompanying Notes to Financial Statements As per our report of even date attached For Nathan & Co (FRN 0024295) Chartered Accountants			 S Seshadri Director (DIN: 00161517)	
Rajagopalakrishnan R Partner UDIN: 22200442BCBNVH1638 Membership No. 200442 Place : Chennai 6th September 2022			 R Sekar Director (DIN : 00320539) Place : Chennai 6th September 2022	



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Statement of Profit and Loss for the year ended 31st March 2021

Particulars	Note #	Figures for the current reporting period 31st March 2022	Figures for the previous reporting period 31st March 2021
		Rs.	Rs.
I Revenue from Operations	17	8,806.92	8,563.20
II Other Income	18	38.60	37.61
III Total Revenue	I + II	8,845.52	8,600.81
IV Expenses			
Cost of Materials Consumed	19	3,704.40	3,120.48
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	20	634.66	(793.73)
Direct Contract Expenses	21	2,805.38	4,328.24
Employee benefits expense	22	623.63	508.93
Finance costs	23	508.64	551.78
Depreciation and amortization expense	9	47.31	44.23
Other Expenses	24	380.74	699.84
Total expenses		8,704.76	8,459.77
V Profit (Loss) before exceptional and extraordinary items and tax	(III-IV)	140.76	141.04
VI Exceptional items		-	-
VII Profit (Loss) before extraordinary items and tax	(V-VI)	140.76	141.04
VIII Extraordinary items			
IX Profit (Loss) before tax	(VII-VIII)	140.76	141.04
X Tax expense			
1 Current tax		(44.57)	(45.83)
2 (Short)/Excess Provision - Earlier years		(2.69)	(9.75)
3 Deferred tax		-	3.69
XI Profit (Loss) after tax from Continuing Operations	IX-X	93.50	89.15
XII Profit (Loss) from Discontinuing Operations		-	-
XIII Tax Expense of Discontinuing Operations		-	-
XIV Profit (Loss) from Discontinuing Operations after tax	XII-XIII	-	-
XV Profit (Loss) for the Period	XI + XIV	93.50	89.15
XVI Earnings per Share			
1 Basic	Rs	18.72	17.85
2 Diluted	Rs	18.72	17.85
Nominal Value per share		10.00	10.00

See Accompanying Notes to Financial Statements
As per our report of even date attached
For Nathan & Co (FRN C024295)
Chartered Accountants

Rajagopalakrishnan R
Partner
Membership No. 200442
UDIN: 22200442BCBNVH1638
Place : Chennai
6th September 2022



S Seshadr
Director
(DIN: 00161517)

R Sekar
Director
(DIN : 00207529)

Place : Chennai
6th September 2022

Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

CASH FLOW STATEMENT FOR THE YEAR ENDED March 31, 2022

	Current year 31st March, 2022		Previous year 31st March, 2021	
	Rs	Rs	Rs	Rs
1 Cash flows from operating Activities				
Net Profit (Loss) before taxation	140.76		141.04	
Adjustments for:				
Depreciation and Amortisations	47.31		44.23	
Loss on Sale of Assets	-		0.28	
Interest Income	(16.76)		(22.16)	
Other Non Operating income - Rent	(15.23)		(15.23)	
Interest/Finance Costs	508.64		551.78	
Taxes on Income Paid (net of refunds)	(128.70)		(119.78)	
Operating Profit before Working capital Changes	536.01		580.15	
(Increase)/decrease in Current Assets	328.75		36.58	
Increase/(Decrease) in Current Liabilities	(651.86)		29.98	
<i>Cash flow from Operating Activities</i>		212.90		646.72
2 Cash Flow from Investing Activities				
Purchase of Fixed Assets	(5.43)		(48.56)	
Sale of Fixed Assets	-		0.66	
Interest Income	16.76		22.16	
Other Non Operating income - Rent	15.23		15.23	
(Purchase)/Sale of Current Investments	-		(109.12)	
(Increase)/Decrease in Long Term Loans and Advances	8.25		41.88	
<i>Cash flow from/used) in Investing Activities</i>		34.81		(77.77)
3 Cash flow from Financing Activities				
Increase/(Decrease) in Long Term Liabilities	-		(0.24)	
Borrowings - term Loans/Finance Lease	483.64		476.96	
Loan from Directors taken/repaid (Net)	-		(300.00)	
Short Term Borrowings made/(Repaid) net	252.00		(91.28)	
Repayment of Term Loans/Finance Lease Obligations	(387.54)		(211.03)	
Interest/Finance Costs	(508.64)		(551.78)	
<i>Cash flow from/used) in Financing Activities</i>		(160.55)		(677.37)
Net increase (Decrease) in Cash or Cash Equivalents		87.16		(108.42)
Add: Cash or Cash Equivalents at the beginning of Period		114.29		222.71
Cash or Cash Equivalents at the end of Period		201.45		114.29
Of the above, Cash flows referred to in Para 45 of AS 3 - Cash Flow Statements		191.06		87.35

See Accompanying Notes to Financial Statements

As per our Separate report of even date attached
For Nathan & Co (FRN 0024295)
Chartered Accountants

Rajagopalakrishnan R

Partner

Membership No. 200442

UDIN: 22200442BCBNVH1638

Place : CHENNAI

6th September 2022



S Seshadri

Director

(DIN: 00161517)

R Sekar

Director

(DIN: 00207519)

Place : CHENNAI

6th September 2022

Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Statement of Changes in Equity for the year ended 31st March 2022

	Contributed Equity	Other Equity		Total Share holders Funds
		Capital Reserve	Retained Earnings	
Opening Balance as on 01/04/2020	99.90	212.52	1,560.35	1,872.77
Add/(Less) Profit for the year 2020-21			89.15	89.15
Closing Balance as on 31/3/2021	99.90	212.52	1,649.50	1,961.92
Opening Balance as on 01/04/2021	99.90	212.52	1,649.50	1,961.92
Add/(Less) Profit for the year 2021-22			93.50	93.50
Closing Balance as on 31/3/2022	99.90	212.52	1,743.00	2,055.42

See Accompanying Notes to Financial Statements
As per our report of even date attached
For Nathan & Co (FRN 0024295)
Chartered Accountants

Rajagopalakrishnan R
Partner
Membership No. 200442
UDIN: 22200442BCBNVH1638
Place : Chennai
6th September 2022



S Seshadri
Director

(DIN: 001545177)

R Sekar
Director

(DIN : 00297519)

Place : Chennai

6th September 2022

Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

Note #	In Rupees Lakhs
<u>Significant Accounting Policies</u>	
<i>a. Accounting Convention</i>	
<p>The financial statements are prepared under the historic cost convention, in accordance with the applicable accounting standards. The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/ materialized.</p>	
<i>b. Fixed Assets</i>	
<p>Fixed assets are stated at cost less accumulated depreciation and provisions and reversals on account of impairment. Cost is inclusive of freight, levies taxes and also any costs directly attributable to bringing the assets to their working condition for intended use. Project Expenses incurred which are identifiable to particular assets are accumulated with the original cost of such assets. Common Project expenses are allocated to resulting fixed assets of that project in the same proportion as the cost of such assets.</p>	
<i>c. Depreciation</i>	
<p>Depreciation is charged based on the useful lives of assets laid down in Schedule II of the Companies Act 2013 for all assets put to use on or after 1/4/2014, after retaining a residual value of 5% of the original cost of the assets. The Balance written down values of assets existing as on 31/3/2014 have been depreciated based on the balance useful lives determined as per schedule II, with respect to the dates on which those assets have been originally put to use , after retaining a residual value of 5% of the original cost of the assets. No depreciation is charged in the year of sale of any asset.</p>	
<i>d. Revenue Recognition</i>	
<p>Revenue is recognized and expenses are accounted on their accrual with necessary provisions for all known liabilities and losses. Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable. Other non operating income is recognized when the un-conditional right to receive such income is vested in the Company.</p>	
i	<p>Contract revenue is recognised by adding the aggregate cost and proportionate margin using the percentage completion method. Percentage of completion is determined as a proportion of cost incurred-to-date to the total estimated contract cost. Full provision is</p>
ii	<p>made for any loss in the period in which it is foreseen.</p>
<i>e. Inventories</i>	
<p>Inventories are valued as follows:</p>	
i	<p>Raw materials, components, construction materials, stores, spares and loose tools at lower of cost or net realisable value.</p>
ii	<p>Work-in-progress on construction contracts at cost till such time the outcome of the job cannot be ascertained reliably and at realisable value thereafter</p>
<i>f. Current and Deferred Taxation</i>	
i	<p>Current Tax is determined in accordance with and after considering all benefits available under the provisions of the Indian Income Tax Act, 1961.</p>
ii	<p>Deferred tax is recognized for all timing differences between taxable and accounting income using the tax rates and laws that are enacted or substantially enacted as on date of reporting. Deferred tax assets are recognized only when there is virtual certainty of such assets materializing in the near future.</p>
<i>g. Contingent Liabilities, Assets & Provisions:</i>	
<p>All known liabilities of material nature have been provided for in the accounts except liabilities of a contingent nature which have been disclosed at their estimated value in the notes on accounts in accordance with Accounting Standard- 29. Contingent Assets are not recognized or measured. As regards Provisions, only those obligations arising from past events existing independently of an enterprise's future actions are recognized as provisions.</p>	



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

h. Earnings per share:

Basic earnings per share is calculated by dividing the net profit/(loss) for the period attributable to the equity shareholders by the weighted average number of shares outstanding during the year.

i. Retirement Benefits:

The company has a defined contribution plan in the form of a Provident Fund scheme for its staff and pension scheme under the employee's pension scheme 1995 for all its employees, which is administered by the Provident Fund commissioner. The above mentioned schemes are classified as defined contribution plan as the company has no further obligation beyond making the contributions. The company's contributions to the defined contribution plans are charged to the profit and loss account as incurred.

The company does not have a policy of allowing the encashment of leave to its staff and employees.

The Company has adopted a policy of meeting its Gratuity liability on cash basis i.e. as and when the liability arises due to the high turnover of employees.

j. Impairment of Assets

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

k. Borrowing costs

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

Notes on Accounts

		Figures for the current reporting period 31st March 2022 Rs. Lakhs		Figures for the previous reporting period 31st March 2021 Rs. Lakhs	
1 Share Capital					
a	The Authorized Capital of the company comprises of - 1500000 (PY 1500000) Equity Shares of Rs. 10 each	1,50,00,000.00		1,50,00,000.00	
b	Shares Issued Subscribed and Fully paid up 499500 Equity Shares of Rs. 10 each	99.90		99.90	
c	Movement in Shares issued during the year <i>Equity Shares of Par Value * 10 each</i> Number of Shares :				
	outstanding at the beginning of the Year	9,99,000		9,99,000	
	issued and subscribed during the year	-		-	
	retired/boughtback/cancelled during the year	-		-	
	at the end of the Year	9,99,000		9,99,000	
d	Details of Shares in the Company held by each shareholder in excess of 5% of shares	Shares	% of Holding	Shares	% of Holding
	S Seshadri	4,99,500	50%	4,99,500	50%
	R Sekar	4,99,500	50%	4,99,500	50%
e	<i>Rights of each class of Shares</i> The Company has issued only one class of equity share which rank <i>Pari Passu</i> with each other. The Shareholders are entitled to vote at general meetings of the Company in proportion to their share holdings. The Shareholders are entitled to Dividends and other distributions including distribution of surpluses on liquidation in proportion to their share holdings.				



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

f Details of Shareholdings by Promoters
Shares held by promoters at the end of the year

Sl No.	Promoter Name	No of Shares	% of Total Shares	% Change during the year
1	S Seshadri	4,99,500	50.00%	-
2	R Sekar	4,99,500	50.00%	-

2 Reserves and Surpluses

a Balance in Profit and Loss Account

Balance at the beginning of the Year	1,649.50	1,560.35
Add: Profit transferred for the year	93.50	89.15
Balance available for appropriations	1,743.00	1,649.50
Less: Appropriations		
Balance at End of the Year	<u>1,743.00</u>	<u>1,649.50</u>

b Investment Revaluation Reserve

Balance at the beginning of the Year	212.52	212.52
Add: Reserve created during the year	-	-
Balance at End of the Year	<u>212.52</u>	<u>212.52</u>

See also Note 11 - Non Current Investments

Total Reserves and Surpluses	a + b	1,955.52	1,862.02
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3 Long Term Borrowings - Secured

Term Loans from banks	422.08	343.85
Long term maturities of finance lease obligations	-	1.30
Total in balance Sheet	<u>422.08</u>	<u>345.15</u>

a. The Term Loans from banks are secured by a charge on the Assets Created using the said Loan.

b. The Finance leases from other financial Institutions are secured by charges on the respective assets acquired utilising the said loans.

c. Term Loan from HDFC bank Ltd., sanctioned amounting to Rs. 125 lakhs repayable in Monthly instalments, of Rs. 1.67 lakhs each from October 2023. . Coupon Rate on the term loan is Bank's base Term Lending rate + 4% - Currently 8%

d. Another Term Loan from HDFC bank Ltd sanctioned amount, Rs. 68.89 lakhs is repayable in 36 EMIs of Rs. 2.56 lakhs each. . Coupon

e. Term Loan from Union Bank Of India, Sanctioned Amount 88.88 Lakhs, is repayable in 36 monthly instalments after a initial moratorium of 24 Months. . Fixed Interest rate 7.5%

f. Another Term Loan from Union Bank of India Sanctioned amount Rs. 179 lakhs is repayable in 36 montly instalments after an initial moratorium of 24 months. Fixed Interest Rate of 7.5%

e. Finance Lease Obligations are generally repayable in 24 to 36 Monthly equated instalments.

4 Long Term Borrowings - Unsecured

Loans from Other Financial Institutions	92.30	117.58
Loans from Directors	52.57	1.64
	<u>144.87</u>	<u>119.22</u>

Loans from Other financial institutions

- are unsecured

- are repayable in 24 to 36 months at Equated monthly instalments amounting to Rs. 3.32 Lakhs (PY Rs. 5.38 Lakhs).

- Carry a coupon rate of 12.30 % per annum.

Loans from Directors are unsecured and no terms for repayment of same are contracted.



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

5 Short Term Borrowings - Secured

Secured Cash Credit from Bank	1,865.78	1,716.91
Credit Line from NSIC Ltd	494.59	366.34
Current maturities of Long Term Debt from Banks- Secured	159.19	171.19
Current maturities of Long Term Debt from Banks - Unsecured	-	13.14
Total in balance Sheet	2,519.57	2,267.57

a. The Cash Credit from banks is secured by .

- a charge on the Stock and Receivables of the Company,
- a second charge on the certain assets of the Company charged to the Term Loans
- Charges on certain personal assets of the Directors and
- Personal Guarantee of the Directors

b. The Cash Credit is repayable on demand after 12 months from date of availing the same, unless renewed.

c. Coupon Rate on the Cash Credit limit from Union Bank of India is Banks MCLR Rate Plus 4 % - Currently 8%

d. Coupon Rate on the Cash Credit limit from HDFC Bank is Banks MCLR Rate Plus 4% - Currently 8%

6 Trade Payables

Trade Creditors		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	1,796.88	1,736.03
Expenses payable	8.70	4.20
Mobilisation and Other Advances from Customers	380.31	1,106.12
Duties and Taxes payable	59.84	51.24
Total in balance Sheet	2,245.74	2,897.60

Out of the Total outstanding dues of micro enterprises and small enterprises:
the principal amount and the interest due thereon remaining unpaid to any
supplier - Principal Amount

- Interest Due

the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day

the amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006

the amount of interest accrued and remaining unpaid

the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006

The Company has solicited information from all its trade creditors and vendors as to their statuses under the Micro, Small and Medium Enterprises Development Act, 2006. No confirmation has been received from any of the vendors of the company in confirmation of their statuses. In view of the above, it is presumed that none of the company's vendors are registered or eligible to register under the Micro, Small and Medium Enterprises Development Act, 2006.

(ii) Trade Payables Aging Schedule

(i) Total outstanding dues of MSME's Outstanding for following period from due date of payment		
Less than 1 year		-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
(ii) Total outstanding dues of creditors other than MSME's Outstanding for following period:		
Less than 1 year	1,796.79	-
1-2 years	0.09	
2-3 years	-	
More than 3 years	-	
(iii) There are no DISPUTED dues of MSME's or Creditors other than MSME's Outstanding.		



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

7 Other Current Liabilities

Current maturities of Finance Lease Obligations- Secured	1.55	4.57
Current maturities of Long Term Loans from FI 's Unsecured	39.86	43.23
Temporary Overdrafts from banks	-	-
Total in balance Sheet	41.41	47.89

Also See Disclosures under Note 3

8 Short Term Provisions

Provisions for Current Income Taxes	489.15	444.58
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9 Plant Property and Equipment

Tangible Assets

Gross Carrying Amounts

	As at 1st April 2021	Additions during the year	deletions/Retirals During the year	As at 31st March 2022
Land	156.26	-	-	156.26
Buildings	244.55	-	-	244.55
Plant and equipment	331.23	1.08	-	332.31
Furniture and Fixtures	40.98	-	-	40.98
Vehicles	58.62	0.20	-	58.82
Office equipment	47.44	4.15	-	51.59
Total	879.09	5.43	-	884.52

Depreciation/Amortizations/Impairments

	As at 1st April 2021	For the year	deletions/Retirals During the year	As at 31st March 2022
Land	-	-	-	-
Buildings	126.36	13.08	-	139.44
Plant and equipment	181.22	20.56	-	201.78
Furniture and Fixtures	31.49	3.11	-	34.61
Vehicles	34.09	4.69	-	38.78
Office equipment	35.15	5.87	-	41.02
Total	408.32	47.31	-	455.62

Net Carrying Amounts

	As at 31st March 2022	As at 31st March 2021
Land	156.26	156.26
Buildings	105.10	118.18
Plant and equipment	130.54	150.01
Furniture and Fixtures	6.37	9.49
Vehicles	20.05	24.53
Office equipment	10.57	12.29
	428.90	470.77



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

10 Investments

A Non Current Investments

	Basis of Carrying Value	Rs.	Rs.
<i>Non Trade, Unquoted</i>			
1,93,200 (PY 1,93,200) Equity shares of Rs. 10 each fully paid up in Sattva CFS and Logistics Private Limited	Fair value	231.84	231.84

The above shares are carried on a non current basis by the company, based on the investment agreements with other investors in Sattva CFS and Logistics P Ltd. In order to reflect the true value of the investment of the company, the shares have been re-stated at fair value determined in accordance with the valuation guidelines issued by the Reserve Bank of India. The said fair value was determined at Rs. 122.31 per share on 23rd January 2012. The value adoted for Fair valuation is Rs. 120/- per share. The resultant increase in the value is credited to Investment Revaluation Reserve under Reserves and Surpluses.

B Current Investments

Non - Trade, Quoted

1089935.14 Units (PY 1089935.14 Units) of Union Medium Duration Fund of face value Rs. 10 each.	At Cost	109.12	109.12
Market value of quoted investments		116.25	111.21

The above units are under lien to Union Bank of India as Margin for Guarantees issued by the bank

11 Long Term Loans and Advances

Security Deposits		11.20	19.45
Total in balance Sheet		11.20	19.45

12 Inventories

Stock of Raw Materials, Stores and Consumables		800.46	1,290.01
Work in Progress		1,579.09	2,213.75
		2,379.56	3,503.76

13 Trade Receivables

(Unsecured, Considered Good)

Debts outstanding for a period of more than 6 months		1,750.12	1,294.69
Other debts		1,714.30	867.15
Total in balance Sheet		3,464.42	2,161.84

Due from Related parties as defined in Section 2(76) of the Companies Act 2013		1.37	1.37
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Trade Receivable Ageing Schedule			
<i>Undisputed Trade receivables Considered Good</i>			
Less than 6 months		1,714.30	867.15
6 months - 1 year		1,610.87	1,294.69
1-2 years		139.25	-
2-3 years		-	-
More than 3 years		-	-
<i>There are no Undisputed Trade receivables Considered doubtful carried by the Company</i>			
<i>There are no Disputed Trade receivables Considered Good or Doubtful Carried by the Company</i>			

14 Cash & Cash Equivalents

Cash in Hand		8.37	4.99
Balance with banks in Current Accounts		2.02	21.94
Balance with banks in Deposit Accounts held as Bank Guarantee margins		191.06	87.35
Total in balance Sheet		201.45	114.29



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

15 Short term Loans and Advances

Unsecured Considered Good

Income Taxes Paid in Advance	745.57	619.56
Other Taxes Paid in Advance	50.36	244.88
Advances To Suppliers/Service Providers	133.28	120.73
Other Advances	93.33	247.51
Interest Accrued	57.83	228.80
Total in balance Sheet	1,080.37	1,461.49

16 Deferred Tax Liability/Asset

on account of Timing Differences in Values of Depreciable assets

Opening Balance Liability (Asset)	(11.38)	(7.69)
Add: Provision (Reversal) made during the year	-	(3.69)
Closing Balance - Deferred Tax Liability (Asset)	(11.38)	(11.38)

17 Revenue From operations Consists of

Contract Income	<u>8,806.92</u>	<u>8,563.20</u>
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18 Other Income Consists of

Discount Received	-	0.22
Dividend Received from Indian Companies	-	-
Interest Received	16.76	22.16
Rent Received	15.23	15.23
Profit on Sale of Assets	-	-
Other Miscellaneous Income	6.61	-
Total in Statement of Profit and Loss	<u>38.60</u>	<u>37.61</u>

19 Cost of Materials Consumed Consist of

Opening Stock of Materials	1,290.01	1,496.18
Purchases of Materials (incl Price variations)	3,214.86	2,914.31
Closing Stock of Materials	(800.46)	(1,290.01)
Total in Statement of Profit and Loss	<u>3,704.40</u>	<u>3,120.48</u>

Changes in inventories of finished goods work-in-

20 progress and Stock-in-Trade Consist of

Opening Stock of Work in Progress	2,213.75	1,420.02
Closing Stock of Work in Progress	(1,579.09)	(2,213.75)
Total in Statement of Profit and Loss	<u>634.66</u>	<u>(793.73)</u>

21 Direct Contract Expenses Consist of

Labour Charges	2,684.11	4,284.02
Other Direct Contract Expenses:		
Power and Fuel	38.92	18.85
Transport and Carting Charges	20.49	14.28
Hire Charges of Equipments	61.85	11.06
Stores/Spares Consumed	-	-
Cost of Tenders	-	0.03
Total in Statement of Profit and Loss	<u>2,805.38</u>	<u>4,328.24</u>



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

22 Employee Benefit Expenses Consists of		
Salaries and Wages	545.92	442.79
Contribution to PF and Other Funds	52.98	48.96
Welfare Expenses	24.73	17.18
Total in Statement of Profit and Loss	623.63	508.93
23 Financial Costs Consists of		
Interest on Term Loans	13.39	9.58
Interest on Overdrafts Cash Credits and demand Loans	241.19	211.45
Interest on Other Loans	127.12	214.23
Other Interest	3.00	25.10
Bank Charges	123.94	91.42
Total in Statement of Profit and Loss	508.64	551.78
24 Other Expenses Consists of		
Advertisements	0.05	0.32
Audit Fees	3.45	3.30
Conveyance and Travel	35.19	59.27
Donations	2.14	10.54
Electricity Charges	9.29	8.76
Insurance Charges	14.14	20.34
Loss on sale of Assets	-	0.28
Other Contract Indirect Expenses	229.94	487.91
Professional Charges	9.64	57.60
Printing and Stationery	9.15	14.11
Rates and taxes	15.68	0.20
Repairs and Maintenance	28.65	17.63
Telephone and Communication Expenses	5.36	5.78
Vehicle Maintenance	18.07	13.81
Total in Statement of Profit and Loss	380.74	699.84
25 Expenses in Statement of Profit and Loss Include		
Consumption of Stores and Spare parts	3.47	-
Power and fuel	48.21	27.61
Rents	61.85	11.06
Repairs to Buildings	-	-
Repairs to Machinery	44.33	17.63
Insurance	14.14	20.34
Rates and Taxes (other than taxes on income)	15.68	0.20
Miscellaneous Expenses	-	-
Payments to Statutory Auditors	-	-
For Statutory Audit	1.80	1.80
For taxation matters	0.90	1.25
For Other Services - Certification	0.90	0.25



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

26 Related party Disclosures:

a Related Parties

The following are considered Related Parties in accordance with AS 18 – Related Party Disclosures issued by the Institute of Chartered Accountants of India and notified under the Companies (Accounting Standards) Rules

S Seshadri - Director	Key Management Personnel
R Sekar - Director	Key Management Personnel
Rama Seshadri	Relative of Key management Personnel
Uthra Sekar	Relative of Key management Personnel

b Transactions with Related Parties

Remuneration to Key management Personnel	123.90	68.40
Loan Amounts due to Key management Personnel	52.57	1.64
Loan Amounts taken from Key management Personnel	52.57	-
Loan Amounts repaid to Key management Personnel	1.64	300.00
Remuneration to Relatives of Key management Personnel	24.51	24.51

c Related Parties (as defined in Section 2(76) of the Companies Act 2013(Other than above)

Sattva Hitech and Conware Private Limited	Company in which director(s) is/are Director(s)
Sattva Logistics Private Limited	Company in which director(s) is/are Director(s)
Vishaka CFS and Logistics Private Limited	Company in which director's Relative is/are Director(s)
Sattva CFS and Logistics Private Limited	Company in which director's Relative is/are Director(s)
Dural Shipping and Services P Ltd	Company in which director's Relative is/are Director(s)
Sical Sattva Rall Terminal Private Limited	Company in which director's Relative is/are Director(s)
Western gateway Cargo Services Private Limited	Company in which director's Relative is/are Director(s)
Sattva Industries Private Limited	Company in which director's Relative is/are Director(s)
Sattva Agro Expo Private Limited	Company in which director's Relative is/are Director(s)

27 Contingent Liabilities & Commitments

Counter Guarantee issued in favour of the bank in consideration of bank guarantees issued
Capital Commitments not provided for

2750.00 Lakhs	2750.00 Lakhs
Nil	Nil

28 Employee benefit Plans :

a Defined Contribution plans : The Company has Defined Contribution plans for post employment benefits namely Provident Fund and Pension Scheme The Company contributes to a Government administered Provident Fund and Pension Scheme and has no further obligation beyond making its contribution. The Company's contribution to the above funds is charged to revenue every year.

b Defined Benefit Plans: The Company has a defined Gratuity plan for the gratuity payable to employees on death or retirement. The Plan which was started in the financial year 2018-19 is administered by the Life Insurance Corporation of India through Group Gratuity Scheme. The periodic contribution to the scheme is determined by Life insurance Corporation of India based on actuarial valuation. The other statutory disclosures required under AS 15(revised) are as below:



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 64, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

	31/03/2022	31/03/2021
i Assumptions		
Discount Rate	7.00%	7.00%
Salary Escalation	5.00%	5.00%
ii Table Showing Changes in present value of obligations As on		
Present Value of obligations as at beginning of year	34.02	29.85
Interest cost	2.38	2.09
Current Service Cost	3.06	3.08
Benefits Paid	-	-
Actuarial (gain)/loss on obligations	7.12	-1.01
Present Value of obligations as at end of year	46.59	34.02
iii Table showing changes in the fair value of plan assets As on		
Fair value of plan assets at beginning of year	10.14	2.29
Expected return on plan assets	0.44	0.44
Contributions	7.40	7.40
Benefits Paid	-	-
Actuarial gain/(loss) on plan assets	Nil	Nil
Fair value of plan assets at the end of year	17.98	10.14
iv Table showing fair value of plan assets		
Fair value of plan assets at beginning of year	10.14	2.29
Actual return on plan assets	0.44	0.44
Contributions	7.40	7.40
Benefits Paid	-	-
Fair value of plan assets at the end of year	17.98	10.14
Funded status	-28.61	-23.89
Excess of actual over estimated return on plan assets		
Actual rate of return - Estimated rate of return as ARD falls on 31 st March)	Nil	Nil
v Actuarial Gain/Loss recognized as on		
Actuarial (gain)/loss on obligations	7.12	-1.01
Actuarial (gain)/loss for the year-Plan assets	Nil	Nil
Actuarial (gain)/loss on obligations	7.12	-1.01
Actuarial (gain)/loss recognized in the year	Nil	Nil
vi The amounts to be recognized in the balance sheet and statements of profit and loss		
Present value of obligations as at the end of year	46.59	34.02
Fair value of plan assets as at the end of the year	17.98	10.14
Funded status	-28.61	-23.89
Net asset/(liability) recognized in balance sheet	-	-
vii Expenses Recognised in statement of Profit and loss		
Current Service Cost	3.06	3.08
Interest cost	2.38	2.09
Expected return on plan assets	-0.44	-0.44
Net Actuarial (gain)/loss	7.12	-1.01
Expenses recognized in statement of profit and loss	-	7.73

Note: The above figures are provided by the Life Insurance Corporation of India the service provider for Group gratuity Scheme for the company's employees and is relied as such by the management and auditors.



Sattva Engineering Construction Private Limited

CIN: U45201TN2005PTC058383

Old No 149, New No. 54, 4th Floor, Greams Road, Chennai 600006

Notes Accompanying Financial Statements for the year ended 31st March 2022

29 Statement of significant ratios for the year ended 31st March 2022							
Sl No.	Particulars	Numerator/Denominator	Numerator	Denominator	31-Mar-22	31-Mar-21	Change in %
1	Current Ratio	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$	All current assets including cash and cash equivalents	All Current liabilities including provisions	1.37	1.30	5.15%
2	Debt-Equity Ratio	$\frac{\text{Debt}}{\text{Equity}}$	All borrowings (short and Long Term)	Shareholders Equity and Free Reserves	1.50	1.35	7.84%
3	Debt-Service Coverage Ratio	$\frac{\text{Earning Available for Debt Service}}{\text{Interest + Installments}}$	Profit after Tax and Interest paid	Repayment obligations of all debt including interest	0.91	0.90	1.86%
4	Return on Equity Ratio	$\frac{\text{Profit After Tax}}{\text{Net Worth}}$	Profit after Tax	Shareholders Equity and Free Reserves	4.55%	4.54%	0.11%
Operations temporarily suspended. Hence higher Loss incurred							
5	Inventory Turnover Ratio	$\frac{\text{Total Turnover}}{\text{Average Inventories}}$	Total Operating Turnover	Average Inventories	2.99	2.67	12.23%
6	Trade Receivable Turnover Ratio	$\frac{\text{Total Turnover}}{\text{Average Account Receivable}}$	Total Operating Turnover	Average of Opening and closing Balance of Trade Receivables	3.13	3.80	-17.51%
7	Trade Payables Turnover Ratio	$\frac{\text{Total Turnover}}{\text{Average Account Payable}}$	Total Operating Turnover	Average of Opening and closing Balance of Trade Payables	3.42	2.97	15.28%
8	Net Capital Turnover Ratio	$\frac{\text{Total Turnover}}{\text{Net Working Capital}}$	Total Operating Turnover	Current Assets - Current Liabilities	4.54	5.06	-10.21%
9	Net Profit	$\frac{\text{Net Profit}}{\text{Total Turnover}}$	Profit after Tax	Total Operating Turnover	1.06%	1.04%	1.98%
10	Return on capital employed	$\frac{\text{Net Profit}}{\text{Capital Employed}}$	Profit after Tax	Shareholders Funds + Borrowings	1.80%	1.88%	-4.06%
11	Return on Investment	$\frac{\text{Net Profit}}{\text{Total Investment}}$	Profit after Tax	Non Current Assets + Net Current Assets	1.18%	1.10%	7.07%

30 Other information

- a There are no amounts exceeding Rs. 1.00 lakh due to any small scale undertaking/or any amount due to Medium Micro and Small enter
- b The Company has no pending litigations which have a financial impact.
- c The management has considered the effect of the COVID 19 pandemic on the financial and business position of the company. After a considered evaluation, the management has reached the conclusion that the although the pandemic has affected the financial position of the Company for the period under review, the severity of the effect has been tided over. The effect of the same in the period subsequent to the balance sheet is being continuously evaluated by the management in the light of the recovery in the economic activity in general as well as improvement in the business of the Company.
- e Disclosure requirements of quantitative details are not applicable to the company as it is in a service industry.
- f The company has no foreign exchange earnings or outgo during this year or in the previous period.

See Accompanying Notes to Financial Statements
As per our report of even date attached
For Nathan & Co (FRN 0024295)
Chartered Accountants

Rajagopalakrishnan R
Partner
UDIN: 22200442BCBNVH1638
Membership No. 200442
Place : Chennai
6th September 2022



S Seshadri
Director
(DIN: 00162517)

R Sekar
Director

(DIN : 00207519)
Place : Chennai
6th September 2022