

## **AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED**

Regd. Off: 299-300, GIDC Makarpura Vadodara-390010, Gujarat

CIN: U24230GJ2022PTC129033

Email Id: munjal.jani@advancedsystem.com

Phone No: 7574083162

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### **NOTICE**

Notice is hereby given that the 2<sup>nd</sup> Annual General Meeting of the Members of **AST Environment Solutions Private Limited** will be held at 299-300, GIDC Makarpura Vadodara-390010, Gujarat on Tuesday, 5<sup>th</sup> September, 2023 at 10.00 A.M. to transact the following business:

#### **ORDINARY BUSINESS:**

01. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31<sup>st</sup> March, 2023 and the Profit and Loss Account for the year ended on that date together with the reports of the Directors' and the Auditors' thereon.

By the Order of Board of Directors of  
**AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED**



**UMESH AMARCHAND FIFADRA**

**CHAIRMAN AND DIRECTOR**

**(DIN: 00049036)**

**DATE: 17.08.2023**

**PLACE: VADODARA**

**NOTE: A MEMBER ENTITLED TO ATTEND THE MEETING IS ENTITLED TO APPOINT A PROXY INSTEAD OF HIMSELF TO ATTEND AND VOTE AT THE MEETING AND THE PROXY NEED NOT BE A MEMBER.**

# AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED

Regd. Off: 299-300, GIDC Makarpura Vadodara-390010, Gujarat

CIN: U24230GJ2022PTC129033

Email Id: munjal.jani@advancedsystek.com

Phone No: 7574083162

## BOARD'S REPORT

To,  
Members of AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED

Your directors are pleased to present the 02<sup>nd</sup> Annual Report together with Audited Statement of Accounts for the period ended on 31st March, 2023.

(Amt. In Lakhs)

<b>FINANCIAL HIGHLIGHTS:</b>	<b>Year Ended On 31-03-2023</b>	<b>Period Ended On 31-03-2022</b>
Revenue from Operations	0.71	0.00
Other Income	0.00	0.00
Profit/(Loss) before Finance Cost, Depreciation and Tax	(15.80)	0.00
Less: Finance Cost	5.89	0.00
Less: Depreciation	1.51	0.00
<b>Profit / Loss before Tax</b>	<b>(23.20)</b>	<b>(0.71)</b>
Less: Tax Expense (Current Tax & Deferred Tax)	0.00	0.00
<b>Profit / Loss after Tax</b>	<b>(23.20)</b>	<b>(0.71)</b>

### 02. Reserves:

No amount is proposed to be transferred to general reserves for the year 2022-23 in view of loss incurred by the Company.

### 03. Dividend:

Your directors do not recommend any dividend in view of loss incurred by the Company.

### 04. Change In the Nature of Business:

There is no change in the nature of the business of the Company done during the period.

### 05. Share capital and disclosure thereof:

The paid-up Equity Share Capital of the Company as on March 31, 2023 was Rs.10,00,000 during the year under review, your Company has neither issued any shares with differential voting rights nor has granted any stock options or sweat equity.

### 06. Number Of Board Meetings Held:

During the period ended 31st March, 2023, the Board met Four-time. The Meeting was held on 06.06.2022, 19.09.2022, 31.12.2022 and 31.03.2023.

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### **07. CHANGE IN THE NATURE OF BUSINESS:**

There is no change in the nature of the business of the Company done during the period.

### **08. ANNUAL RETURN:**

The company does not have website, hence Section 92(3) read with Section 134(3)(a) of the Act, is not applicable.

### **09. DIRECTORS:**

The Board of Directors of the company is duly constituted. There was no appointment of additional directors, alternate directors and directors to fill casual vacancy during the period.

### **10. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:**

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which this financial statement relates on the date of this report.

### **11. DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to Section 134(5) of the Companies Act, 2013, Directors of your Company hereby state and confirm that:

a) in the preparation of the annual accounts for the year ended 31<sup>st</sup> March, 2023, the applicable accounting standards have been followed along with proper explanation relating to material departures;

b) they have 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 loss of the company for the same year;

c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

d) they have prepared the annual accounts on a going concern basis;

e) they have devised proper systems to ensure compliance with the provisions of all applicable laws and these are adequate and are operating effectively.

### **12. SUBSIDIARIES, JOINT VENTURE AND ASSOCIATE COMPANY:**

The Company does not have any subsidiary, joint venture or associate Company. However, the Company has holding Company namely, Advanced Sys-tek Private Limited.

### **13. RELATED PARTY TRANSACTIONS:**

No related party transactions were entered during the financial year.

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### **14. PARTICULARS OF LOAN, GUARANTEES OR INVESTMENTS:**

No Loan, Guarantees and investments covered under provision of Section 186 of the Companies Act, 2013.

### **15. PARTICULARS REGARDING CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Information required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies Accounts) Rules, 2014, is given in the Annexure "A" to this report.

### **16. DEPOSITS:**

The Company has not accepted any fixed deposits and accordingly no amount was outstanding as on the date of the Balance Sheet.

### **17. STATUTORY AUDITORS:**

In line with the requirements of Section 139 of the Companies Act, 2013, M/s. CNK & Associates LLP., (Firm Registration No. 101961WW-100036), Chartered Accountants was appointed as the statutory auditors of the Company to hold office for a period of five consecutive years from the conclusion of the 01<sup>st</sup> AGM of the Company, till the conclusion of the 06<sup>th</sup> AGM to be held in the year 2027.

The Members are requested to take note of continuation of tenure of CNK & Associates LLP., Chartered Accountants as Statutory Auditors of the Company.

### **18. AUDITOR'S REPORT:**

The Auditors' Report does not contain any qualification. Notes to Accounts and Auditors' remarks in their report are self-explanatory and do not call for any further comments.

### **19. CORPORATE SOCIAL RESPONSIBILITY:**

Your Company does not fall within the purview of Section 135 of the Companies Act, 2013.

### **20. COMPLIANCE OF SECRETARIAL STANDARD:**

The Company has complied with the requirements of Secretarial Standards issued by the Institute of Company Secretaries of India.

### **21. RISK MANAGEMENT POLICY AND INTERNAL FINANCE CONTROL ADEQUACY:**

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks in achieving key objectives of the Company. The Company has developed and implemented Risk Management Policy of the Company to identify, evaluate business risks and opportunities. This framework seeks to create transparency, minimize adverse impact on the business objectives and enhance the Company's competitive advantage. The internal control systems are in commensurate with the nature, size and complexity of the business of the Company.

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### 22. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM:

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meeting of the Board and its Power) Rules, 2014 are not applicable to the Company.

### 23. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Work place (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaint Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. During the year under review, no complaints were reported to the Board.

### 24. ACKNOWLEDGEMENT/APPRECIATION:

Your directors express their thanks for the services rendered by the Government agencies, Banks and employees at all levels and all other concerned.

By the Order of Board of Directors of  
AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED



UMED AMARCHAND FIFADRA  
CHAIRMAN  
(DIN: 00049036)

DATE: 17.08.2023

PLACE: VADODARA

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## Annexure "A" to the Board's Report

### CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

[Section 134(3) (m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014]

#### (A) Conservation of Energy:

- (i) the steps taken or impact on conservation of energy;  
The Company has taken general steps for energy conservation.
- (ii) the steps taken by the company for utilizing alternate sources of energy; Not taken so far.
- (iii) the capital investment on energy conservation equipment; Not taken so far.

#### (B) Technology absorption:

1.	The efforts made towards technology absorption	NA
2.	The benefit derived like product improvement, cost reduction, product development, import substitution	NA
3.	In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year)	Nil
4.	The expenditure incurred in research & development.	Nil

#### (C) Foreign Exchange Earnings and Outgo:

1.	Foreign Exchange Earned	Nil
2.	Foreign Exchange Outgo	Nil

**AST ENVIRONMENT**  
**SOLUTIONS PRIVATE LIMITED**

**FINANCIAL STATEMENTS**  
**YEAR 2022-2023**



**INDEPENDENT AUDITOR'S REPORT**

To the members of AST Environment Solutions Private Limited

**Report on the audit of the Financial Statements**

**Opinion**

We have audited the accompanying financial statements of **AST Environment Solutions Private Limited** ("the Company"), which comprise the balance sheet as at 31<sup>st</sup> March 2023, the statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for period then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2023, its loss for the period 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 independence requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.





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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the, Board's Report including annexure to Board's Report but does not include the financial statements and our auditor's report thereon;

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

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

The Company's Board of Directors 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 Ind AS and other 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 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;

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls;



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation;

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

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

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



## 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 and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act;
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2023 from being appointed as a director in terms of Section 164(2) of the Act;
  - (f) In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31<sup>st</sup> March, 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;
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:



The company being a private limited company, the provisions of section 197 read with schedule V to the Act are not applicable to the company and accordingly reporting under this clause is not required.

(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 has no pending litigations therefore the impact thereof on its financial position is not required to be disclosed.
- ii. The Company is not required to make any provision, for material foreseeable losses, as there are no long-term contracts including derivative contracts executed by the company;
- iii. There have been no such instances requiring transfer of any amounts to the Investor Education and Protection Fund by the Company.
- iv.
  - i. The Management has represented that, to the best of its knowledge and belief, as disclosed in note no. 16(viii) 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;
  - ii. The Management has represented, that, to the best of its knowledge and belief, as disclosed in note no. 16(ix) 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

iii. Based on such audit procedures that we have 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) contain any material mis-statement.

v. There is no dividend declared or paid during the period by the Company and hence provisions of section 123 of the companies Act, 2013 are not applicable.

vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

C N K & Associates LLP

Chartered accountants

Firm Registration No: 101961W/W-100036

  
Preen Shah

Partner

Mem. No. 125011

Vadodara,

Date: 17<sup>th</sup> August, 2023

UDIN: 23125011BCGTMMW4774





## Annexure A to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial statements as on 31st March 2023.

On the basis of such checks as considered appropriate and in terms of the information and explanations given to us, we state as under:

1 (a)	The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
(b)	The Company has a regular programme of physical verification of its Property, Plant and Equipment by which Property, Plant and Equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain Property, Plant and Equipment were verified during the year and no material discrepancies were noticed on such verification for these assets. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets;
(c)	On the basis of our examination of the record of the company, the company does not hold 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) hence this clause is not applicable.
(d)	The company has not revalued its Property, Plant and Equipment and intangible assets during the year;
(e)	The Company does not have any proceedings initiated or pending for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder. Hence the requirements under paragraph 3(i)(e) of the Companies (Auditor's Report) Order, 2020 ("the Order") are not applicable to the Company.
2 (a)	The inventory held by the company have been physically verified the management. In our opinion, having regard to the nature and location of stocks, the frequency of the physical verification is reasonable and no discrepancies of 10% or more in aggregate for each class of inventory were noticed on physical verification;
(b)	According to the information and explanations given to us and records examined by us, the Company has not been sanctioned any working capital limits. Accordingly, reporting under clause 3 (ii)(b) of the Order is not applicable to the Company;
3	According to the information and explanations given to us, the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnership or other parties. Accordingly, reporting under clause 3 (iii)(a), (b),(c), (d), (e) & (f) are not applicable to the company
4	The Company has complied with the provisions of sections 185 and 186 of the Companies Act 2013 in respect of loans granted, investment made, and guarantee and securities provided, as applicable;





5	The Company has not accepted any deposits or amounts which are deemed to be deposits within the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, therefore, the provisions of paragraph 3(v) of the Order are not applicable to the Company;
6	In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records by the Company under section 148(1) of the Act;
7	In respect of statutory dues:
(a)	According to our opinion, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Goods and Service 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 material statutory dues applicable to it;  According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues, were outstanding, as on 31st March 2023, for a period of more than six months from the date they became payable;
(b)	There are no dues of income tax, sales tax, wealth-tax, service tax, duty of customs, duty of excise, value added tax or cess that has not been deposited on account of disputes;
8	The Company has no transactions which were not recorded in the books of account, have been surrendered or disclosed as income during the period in the tax assessments under the Income Tax Act, 1961;
9 (a)	The Company has not defaulted in repayment loans or other borrowings or in the payment of interest thereon to any lender;
(b)	The Company is not declared willful defaulter by any bank or financial institution or other lender;
(c)	The Company has not taken any term loan during the period and there are no outstanding term loans at the beginning of the period and hence, reporting under clause 3(ix)(c) of the Order is not applicable;
(d)	We report that no funds raised on short-term basis have been used for long-term purposes by the Company;
(e)	In our opinion and according to the information and explanation given to us, the Company has no subsidiaries, associates or joint venture.



10 (a)	The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the period hence reporting under this clause is not applicable;
(b)	The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period under review. Therefore, the provisions of paragraph 3(x)(b) of the Order are not applicable;
11 (a)	No fraud by the Company and no material fraud on the company has been noticed or reported during the period;
(b)	No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the period and up to the date of this report;
(c)	The company is not required to maintain whistle blower policy. Hence reporting under clause 3(xi)(c) is not applicable to the company;
12	The Company is not a nidhi company and hence the reporting under clause 3(xii) of the order is not applicable to the Company;
13	The Company is in compliance with Section 177 and 188 of the Companies Act where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards;
14	The company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Companies Act 2013. Hence the reporting under clause 3(xiv) is not applicable;
15	The Company has not entered into any non-cash transactions with its directors or persons connected with him. Therefore, the provisions of paragraph 3(xv) of the Order are not applicable;
16	The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and therefore, the provisions of paragraph 3(xvi) (a), (b) and (c) of the Order are not applicable;
17	Based on our verification of the documents provided to us and according to the information and explanations given by the Management, the Company has incurred cash losses of Rs. 21.69 lakhs in the current period and of Rs. 0.71 lakhs in the immediately preceding financial year.
18	There has been no resignation of the statutory auditors during the period and accordingly the reporting under clause 3(xviii) is not applicable;



19	<p>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 and our 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 indicating that Company is not 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;</p> <p>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:</p>
20	<p>In our opinion and according to the information and explanations provided by the management, the company do not fall under the prescribed classes of the Companies mentioned under the section 135(1) of the Companies Act, 2013;</p>
21	<p>In our opinion and according to the information and explanations provide by the management, the company do not have any subsidiary, associates or joint venture and the company is not required to prepare Consolidated Financial Statements as per the section 129 of the Companies Act. Accordingly reporting under the clause 3(xxi) is not applicable to the Company.</p>

For, C N K & Associates LLP  
Chartered accountants  
Firm Registration No: 101961W/W-100036

*P. Shah*

Pareen Shah  
Partner  
Mem. No. 125011  
Vadodara,



Date : 17<sup>th</sup> August, 2023

UDIN : 23125011

BGTMMW4744

**AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED**  
Balance sheet as at March 31, 2023  
(CIN :U24230GJ2022PTC129033)

₹ in lakhs

Sr. No.	Particulars	Note No	As at 31st March,2023	As at 31st March,2022
(1)	<b>Non-current assets</b>			
	(a) Property, Plant and Equipment	3	94.31	-
	(b) Capital work-in-progress	4	-	94.10
	<b>Total non-current assets</b>		<b>94.31</b>	<b>94.10</b>
(2)	<b>Current assets</b>			
	(a) Inventories	5	5.76	-
	(b) Financial Assets			
	(i) Cash and cash equivalents	6	1.35	9.59
	(c) Other current assets	7	20.57	17.04
	<b>Total current assets</b>		<b>27.68</b>	<b>26.63</b>
	<b>Total Assets</b>		<b>121.99</b>	<b>120.73</b>
	<b>EQUITY AND LIABILITIES</b>			
	<b>Equity</b>			
	(a) Equity Share capital	8	10.00	10.00
	(b) Other Equity	9	(23.91)	(0.71)
	<b>Total equity attributable to equity holders of the Company</b>		<b>(13.91)</b>	<b>9.29</b>
	<b>LIABILITIES</b>			
(1)	<b>Non-current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	10	130.30	-
	<b>Total non-current liabilities</b>		<b>130.30</b>	<b>-</b>
(2)	<b>Current liabilities</b>			
	(a) Financial Liabilities			
	(i) Trade payables	11		
	(A) due to micro enterprises and small enterprises		-	-
	(B) due to other than micro enterprises and small enterprises		1.78	111.44
	(b) Other current liabilities	12	3.81	-
	<b>Total current liabilities</b>		<b>5.59</b>	<b>111.44</b>
	<b>Total Equity and Liabilities</b>		<b>121.99</b>	<b>120.73</b>
	Significant Accounting Policies and Notes to Financial Statements			

As per our report of even date

For and on behalf of the AST Environment Solutions Private Limited

For CNK & Associates, LLP  
Chartered Accountants  
Firm Regn. No. 101961W/W-100036

Umed Fifadra  
(Director)  
DIN: 00049036

Mukesh Kapadia  
(Director)  
DIN: 00048621

Pareen Shah  
Partner  
Membership No. 125011



Shirish Adi  
(Director)  
DIN: 03259129

Place : Vadodara  
Date : 17th August, 2023

Place : Vadodara  
Date : 17th August, 2023

**AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED**  
Statement of Profit and Loss for the period ended 31st March,2023  
(CIN :U24230GJ2022PTC129033)

₹ in lakhs

Sr. No.	Particulars	Note No	For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
I	Revenue from operations	13	0.71	-
III	<b>Total Income (I+II)</b>		<b>0.71</b>	-
IV	<b>EXPENSES</b>			
	Cost of materials consumed	14	4.32	-
	Changes in inventories of finished goods, Work- in-progress	15	(4.14)	-
	Employee benefits expenses	16	2.35	-
	Finance costs	17	5.89	-
	Depreciation and amortization expense	3	1.51	-
	Other expenses	18	13.98	0.71
	<b>Total expenses(IV)</b>		<b>23.91</b>	<b>0.71</b>
V	<b>Profit/(loss)before tax (II-III)</b>		(23.20)	(0.71)
VI	<b>Tax expense:</b>			
	Current Tax		-	-
	Deffered Tax Expense		-	-
VII	<b>Profit/(loss)for the year (VI-V)</b>		(23.20)	(0.71)
VIII	<b>Other comprehensive income (OCI)</b>		-	-
IX	<b>Total comprehensive income for the year (VII+VIII)</b>		(23.20)	(0.71)
X	<b>Earnings per equity share:</b>			
	Basic (in ₹ )		(23.20)	(4.48)
	Diluted (in ₹ )		(23.20)	(4.48)
	See accompanying notes to the Financial Statements			


As per our report of even date

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Partner  
Membership No. 125011



  
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(Director)  
DIN: 03259129

Place : Vadodara  
Date : 17th August, 2023

Place : Vadodara  
Date : 17th August, 2023



AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED  
Statement of Cashflow For the period ended 31st March,2023  
(CIN :U24230GJ2022PTC129033)

₹ in lakhs

	Particulars	For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
<b>A</b>	<b>Cash flow from operating activities</b>		
	Profit/(loss) before income tax	(23.20)	(0.71)
	<b>Adjustments for :</b>		
	Depreciation and amortisation expense	1.51	-
	Finance Costs	5.89	-
	<b>Operating profit before working capital changes</b>	<b>(15.80)</b>	<b>(0.71)</b>
	<b>Change in operating assets and liabilities:</b>		
	(Increase) / Decrease in Inventories	(5.76)	-
	(Increase) / Decrease in Other Assets	(3.54)	(17.04)
	Increase / (Decrease) in Trade Payables	(109.66)	111.44
	Increase / (Decrease) in Other Liabilities	3.80	-
	<b>Cash generated from operations :</b>	<b>(130.96)</b>	<b>93.69</b>
	<b>Net cash from operating activities (A)</b>	<b>(130.96)</b>	<b>93.69</b>
<b>B</b>	<b>Cash flows from investing activities</b>		
	Capital expenditure on property, plant and equipment (PPE) and Capital work in progress	(1.72)	(94.10)
	<b>Net cash (used) in Investing activities (B)</b>	<b>(1.72)</b>	<b>(94.10)</b>
<b>C</b>	<b>Cash flow from financing activities :</b>		
	Finance Costs paid	(5.89)	-
	Proceeds from issue of Equity Share Capital	-	10.00
	Unsecured loans taken from related party	130.30	-
	<b>Net cash (used) in financing activities (C)</b>	<b>124.41</b>	<b>10.00</b>
	<b>NET INCREASE IN CASH AND CASH EQUIVALENTS [(A) + (B) + (C)]</b>	<b>(8.27)</b>	<b>9.59</b>
	<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>		
	Balances with banks in current accounts and deposit account	9.59	-
	Cash on hand	-	-
	<b>CASH AND CASH EQUIVALENTS AS PER NOTE 6</b>	<b>9.59</b>	<b>-</b>
	<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		
	Balances with banks in current accounts and deposit account	1.35	9.59
	Cash on hand	-	-
	<b>CASH AND CASH EQUIVALENTS AS PER NOTE 6</b>	<b>1.35</b>	<b>9.59</b>

As per our report of even date

For and on behalf of the AST Environment Solutions Private Limited

For CNK & Associates, LLP  
Chartered Accountants  
Firm Regn. No. 101961W/W-100036

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(Director)  
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Pareen Shah  
Partner  
Membership No. 125011



Shirish Adi  
(Director)  
DIN: 03259129

Place : Vadodara  
Date : 17th August, 2023

Place : Vadodara  
Date : 17th August, 2023

AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED  
Statement of Changes in equity for the period ended March 31, 2023  
(CIN :U24230GJ2022PTC129033)

A. EQUITY SHARE CAPITAL

Current reporting period

₹ in lakhs

Balance at the beginning of	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
10.00	-	10.00	-	10.00

B. OTHER EQUITY

₹ in lakhs

Particulars	Retained Earnings	Total
Opening balance	(0.71)	(0.71)
Profit for the year	(23.20)	(23.20)
<b>Balance as at March 31, 2023</b>	<b>(23.91)</b>	<b>(23.91)</b>

See accompanying notes forming part of the financial statements.

As per our report of even date

For and on behalf of the AST Environment Solutions Private Limited

For CNK & Associates, LLP  
Chartered Accountants  
Firm Regn. No. 101961W/W-100036

*Umed Fifadra*

Umed Fifadra  
(Director)  
DIN: 00049036

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*Pareen Shah*

Pareen Shah  
Partner  
Membership No. 125011



*Shirish Adi*

Shirish Adi  
(Director)  
DIN: 03259129

Place : Vadodara  
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Place : Vadodara  
Date : 17th August, 2023



## AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS

#### NOTE: 1

##### CORPORATE INFORMATION

AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED ('AESPL', 'the Company') is into manufacturing and trading of Chemicals Products and its Solutions having applications in Safety, Sustainability and Environment Protection.

#### NOTE: 2

##### BASIS OF PREPARATION

###### i. Compliance with Ind AS

The Financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Act to be read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the relevant amendment rules issued thereafter.

###### ii. Historical cost convention

The financial statements have been prepared on a historical cost basis, except the following:

- Certain financial assets and liabilities that are measured at fair value;
- Defined benefit plans – plan assets measured at fair value.

###### iii. Functional and presentation currency

These financial statements are presented in Indian Rupees, which is the Company's functional currency, and all values are rounded to the nearest lakhs, except otherwise indicated.

## 2.1 SIGNIFICANT ACCOUNTING POLICIES

### A. Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

#### An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Company classifies all other assets as non-current.

#### A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading



- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has identified twelve months as its operating cycle for the purpose of current / non-current classification of assets and liabilities.

## **B. Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

### **Financial Assets:**

#### **Initial recognition, classification and measurement**

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

#### **Debt instruments at amortized cost**

A 'debt instrument' is measured at its amortized cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest Rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in other income in the statement of profit or loss. The losses arising from impairment are recognized in the statement of profit or loss.

#### **Debt instrument at FVTOCI**

A 'debt instrument' is classified at FVTOCI if both of the following criteria are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial Assets, and
- b) The asset's contractual cash flows represent solely payments of principal and interest (SPPI) on the principal amount outstanding.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognized in OCI is reclassified from the equity to Profit and Loss. Interest earned while holding FVTOCI debt instrument is reported as interest income using the EIR method.

#### **Debt instrument at FVTPL**

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as FVTPL.



In addition, the company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). The company has designated certain debt instrument as at FVTPL.

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

### **Equity investments**

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable. If the company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to statement of profit and loss, even on sale of investment. However, the company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

### **Derecognition**

A financial asset (or, where applicable, a part of a financial asset or part of a company of similar financial assets) is primarily derecognized (i.e., removed from the Company's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either
  - (a) the company has transferred substantially all the risks and rewards of the asset, or
  - (b) the company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

### **Impairment of financial assets**

In accordance with Ind AS 109, the company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance
- b) Financial assets that are debt instruments and are measured as at FVTOCI
- c) Trade receivables or any contractual right to receive cash or another financial asset.

The company follows 'simplified approach' for recognition of impairment loss allowance on:

- Trade receivables and
- Other receivables



The application of simplified approach does not require the company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the company does not reduce impairment allowance from the gross carrying amount.

## **Financial Liabilities:**

### **Initial recognition and Measurement**

The Company's financial liabilities include trade and other payables, loans and borrowings. All financial liabilities are recognized initially at fair value and in the case of loans, borrowings and payables recognized net of directly attributable transaction costs.

### **Subsequent measurement**

The measurement of financial liabilities depends on their classification, as described below:

#### **Financial liabilities at fair value through profit or loss**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Gains or losses on liabilities held for trading are recognized in the statement of profit and loss.

#### **Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

#### **Derecognition**

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit and loss.

#### **Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

## **C. Capital work in progress:**

Capital work-in-progress is carried at cost, comprising direct cost and related incidental expenses.



#### **D. Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

#### **E. Cash Flows**

Cash flows are reported using the indirect method, whereby profit for the year is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

#### **F. Income taxes:**

The tax expense comprises of current income tax and deferred tax.

##### **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 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. 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.

##### **Deferred tax**

Deferred tax is provided using the liability approach temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilized, except:

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss

The carrying amount of deferred tax assets is 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 asset to be utilized.

Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.





Deferred tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.

#### **G. Provisions and Contingent liabilities and contingent assets:**

##### **a) Provisions:**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

##### **b) Contingent Liabilities and Contingent assets:**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

A contingent asset is not recognized unless it becomes virtually certain that an inflow of economic benefits will arise. When an inflow of economic benefits is probable, contingent assets are disclosed in the financial statements.

Contingent liabilities and contingent assets are reviewed at each balance sheet date.

#### **H. Revenue Recognition:**

Revenue from contract with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration Company expects to be entitled in exchange for those goods or services. Service sales, principally representing software development are recognized over the contractual period or as services are rendered.

#### **I. Property, Plant and Equipment (PPE)**

All items of PPE are stated at cost, which includes capitalized borrowing costs, less accumulated depreciation, and impairment loss, if any. Cost includes purchase price, including non-refundable duties and taxes, expenditure that is directly attributable to bring the assets to the location and condition necessary for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located, if any;

##### **Subsequent Expenditure:**



Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

#### **Depreciation methods, estimated useful lives and residual value:**

Tangible assets are depreciated on a pro-rata basis based on the Straight-Line method as per rates specified in Schedule II of the Companies Act, 2013.

#### **J. Earnings per Share:**

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. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting 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 dilutive potential equity shares.

#### **2.2 Recent Pronouncements**

On March 31, 2023, the Ministry of Corporate Affairs (MCA) has notified Companies (Indian Accounting Standards) Amendment Rules, 2023. This notification has resulted into following amendments in the existing Accounting Standards which are applicable from April 1, 2023.

- i. **Ind AS 102 - Share-based Payment** – modification relating to adjustment after vesting date to the fair value of equity instruments granted.
- ii. **Ind AS 103 - Business Combination** – modification relating to disclosures to be made in the first financial statements following a business combination.
- iii. **Ind AS 107 - Financial Instruments Disclosures** – modification relating to disclosure of material accounting policies including information about basis of measurement of financial instruments.
- iv. **Ind AS 109 - Financial Instruments** – modification relating to reassessment of embedded derivatives.
- v. **Ind AS 1 - Presentation of Financials Statements** – modification relating to disclosure of 'material accounting policy information' in place of 'significant accounting policies'.
- vi. **Ind AS 8 - Accounting Policies, Change in Accounting Estimates and Errors** – modification of definition of 'accounting estimate' and application of changes in accounting estimates.
- vii. **Ind AS 12 - Income Taxes** – modification relating to recognition of deferred tax liabilities and deferred tax assets.

The Company is evaluating the amendments and the expected impact, if any, on the Company's financial statements on application of the amendments for annual reporting periods beginning on or after 1 April 2023.





AST ENVIRONMENT SOLUTIONS PRIVATE LIMITED  
Notes to Financial Statements for the period ended 31st March,2023  
(CIN :U24230GJ2022PTC129033)  
All amounts in ₹ Lakhs unless otherwise stated

3 Property, Plant and Equipment

Particulars	Plant and Machinery	Furniture and Fixtures	Total
As at 1st April, 2022	-	-	-
Additions	95.64	0.18	95.82
Disposals	-	-	-
<b>As at 31st March, 2023</b>	<b>95.64</b>	<b>0.18</b>	<b>95.82</b>
As at 1st April, 2022	-	-	-
Depreciation charge for the year 2023-23	1.51	0.00	1.51
On Disposals	-	-	-
<b>As at 31st March, 2023</b>	<b>1.51</b>	<b>0.00</b>	<b>1.51</b>
<b>Net carrying amount:</b>			
As at 31st March, 2023	94.13	0.18	94.31
As at 1st April, 2022	-	-	-



4 Capital Work in Progress (CWIP) ₹ in lakhs

Particulars	As at 31st March,2023	As at 31st March,2022
Capital work in Progress	-	94.10
<b>Total</b>	-	94.10

CWIP Ageing

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Year	
<b>As at 31 March 2023</b>					
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

CWIP Ageing

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Year	
<b>As at 31 March 2022</b>					
Projects in progress	94.10	-	-	-	94.10
Projects temporarily suspended	-	-	-	-	-

5 Inventories ₹ in lakhs

Particulars	As at 31st March,2023	As at 31st March,2022
Raw Materials	1.62	-
Packing Materials	0.72	-
Finished Goods	3.42	-
<b>Total</b>	5.76	-

6 Cash and cash equivalents ₹ in lakhs

Particulars	As at 31st March,2023	As at 31st March,2022
Balances with banks In current accounts	1.35	9.59
<b>Total</b>	1.35	9.59

7 Other Current Assets ₹ in lakhs

Particulars	As at 31st March,2023	As at 31st March,2022
<b>Unsecured, considered good</b>		
Balances with Government authorities	20.42	17.04
Advance to Suppliers	0.15	-
<b>Total</b>	20.57	17.04



8 Share Capital

(i) Equity Share Capital

₹ in lakhs

Particulars	As at 31st March,2023	As at 31st March,2022
<b>Authorised</b>		
1,50,000 Equity Shares of ` 10 each	15.00	15.00
<b>Total</b>	15.00	15.00
<b>Issued, Subscribed and Paid Up</b>		
100,000 Equity Shares of ` 10 each	10.00	10.00
<b>Total</b>	10.00	10.00

(ii) Shares Held by Holding Company

Particulars	No. of shares	% Holding
Advanced Systek Private Limited	99,900	99.90%

(iii) Reconciliation of number of equity shares outstanding at the beginning and at the end of reporting period is as under:

₹ in lakhs

Particulars	No. of shares	As at 31st March,2023
<b>Equity Shares</b>		
Opening balance of Equity shares with voting rights	1,00,000	10.00
Add: Issued during the year	-	-
<b>Closing balance of Equity shares with voting rights</b>	<b>1,00,000</b>	<b>10.00</b>

(iv) The rights, preferences and restrictions attaching to each class of shares :

Equity shares with voting rights :

The Company has only one class of equity shares having a par value of ` 10/- per share. Each holder of equity shares is entitled to one vote per share. Any dividend declared by the company shall be paid to each holder of Equity shares in proportion to the number of shares held to total equity shares outstanding as on that date.

In the event of liquidation of the Company, the holders of the 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.

(v) Shareholding of promoters

Promoter Name	As at 31st March, 2023		
	No of Shares	% of total shares	% change during the period
Advanced Systek Private Limited	99,900	99.90%	-
Shirish Madhukar Adi	100	0.10%	-

Promoter Name	As at 31st March, 2022		
	No of Shares	% of total shares	% change during the period
Advanced Systek Private Limited	99,900	99.90%	-
Shirish Madhukar Adi	100	0.10%	-

9 Other Equity

₹ in lakhs

Particulars	As at 31st March,2023	As at 31st March,2022
<b>Retained Earnings</b>		
Opening balance	(0.71)	-
Add: Net Profit (Loss) for the Year	(23.20)	(0.71)
<b>Total</b>	<b>(23.91)</b>	<b>(0.71)</b>

10 Borrowings

₹ in lakhs

Particulars	As at 31st March,2023	As at 31st March,2022
<b>Unsecured, considered good</b>		
Unsecured Loan from Related Party	130.30	-
<b>Total</b>	<b>130.30</b>	<b>-</b>

(i) Rate of Interest

The rate of interest for the above loan ranges from 10.08 % to 12.26 % P.a.



## 11 Trade Payables

₹ in lakhs

Particulars	As at 31st March,2023	As at 31st March,2022
Trade payables		
- Total outstanding dues of Micro enterprises and small enterprises	-	-
- total outstanding dues other than Micro and small enterprises	1.78	111.44
<b>Total</b>	<b>1.78</b>	<b>111.44</b>

Ageing as at 31st March, 2023

₹ in lakhs

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	-	-	-	-	-
Others	1.78	-	-	-	1.78
Disputed Dues- MSME	-	-	-	-	-
Disputed Dues- Others	-	-	-	-	-

Ageing as at 31st March, 2022

₹ in lakhs

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	-	-	-	-	-
Others	111.44	-	-	-	111.44
Disputed Dues- MSME	-	-	-	-	-
Disputed Dues- Others	-	-	-	-	-

## 12 Other Current Liabilities

₹ in lakhs

Particulars	As at 31st March,2023	As at 31st March,2022
(a) Advance from Customers	2.23	-
(b) Statutory Dues Payable	0.74	-
(c) Employee Benefits Payable	0.84	-
<b>Total</b>	<b>3.81</b>	<b>-</b>



13 Revenue from operations ₹ in Lakhs

Particulars	For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
Domestic Sales	0.71	-
<b>Total</b>	<b>0.71</b>	<b>-</b>

14 Cost of materials consumed ₹ in Lakhs

Particulars	For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
Opening Stock	-	-
Add: Purchases	5.94	-
Less: Closing Stock	1.62	-
<b>Total</b>	<b>4.32</b>	<b>-</b>

15 Changes in inventories of stock-in-trade and work-in-progress ₹ in Lakhs

Particulars	For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
Inventories at the end of the year:		
Packing Material	0.72	-
Finished Goods	3.42	-
	<b>4.14</b>	<b>-</b>
Inventories at the beginning of the year:		
Packing Material	-	-
Finished Goods	-	-
	<b>-</b>	<b>-</b>
<b>Total</b>	<b>(4.14)</b>	<b>-</b>

16 Employee Benefits

Particulars	For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
(a) Salaries, wages, bouns, allowances, etc.	2.35	-
<b>Total</b>	<b>2.35</b>	<b>-</b>

17 Finance costs ₹ in Lakhs

Particulars	For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
Interest on unsecured loan	5.89	-
<b>Total</b>	<b>5.89</b>	<b>-</b>

18 Other Expenses ₹ in Lakhs

Particulars	For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
Legal and Professional charges	0.25	0.42
Bank Charges	0.03	-
Insurance Expense	0.17	0.12
Auditor's Remuneration		
- Statutory Audit	0.10	0.10
- IT Professional Fees	0.05	0.05
GST Expenses	0.06	-
Rent Expenses	11.40	-
Penalty Expenses	0.12	-
Travel and Conveyance Expenses	0.28	-
Communication Expenses	0.01	-
Rates and Taxes	0.19	-
Office Expenses	0.33	-
Miscellaneous expenses	0.99	0.02
<b>Total</b>	<b>13.98</b>	<b>0.71</b>



19 Additional Information to The Financial Statements:-

(A) Contingent Liabilities and Capital Commitments

₹ in lakhs

Particulars	As at 31st March,2023	As at 31st March,2022
<b>(a) Contingent Liabilities</b>		
(i) Claims against the company not acknowledged as debts	-	-
<b>(b) Capital Commitments</b>		
(i) Estimated amount of contracts remaining to be executed on capital account & not provided for Net of Advances	-	-
<b>Total</b>		

20 Disclosures under Indian Accounting Standards

(A) Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity share holders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity share holders of the Company by the weighted average number of equity shares outstanding during the year.

i. Profit attributable to Equity holders of Company

₹ In lakhs

Particulars	For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
Profit attributable to equity share holders of the Company for basic and diluted earnings per share	(23.20)	(0.71)

ii. Weighted average number of ordinary shares

Particulars	For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
Weighted average number of shares as at 31st March for basic and diluted earnings per shares	1,00,000	15,890
Basic/Diluted earnings per share (in Rs.)	(23.20)	(4.48)



21 Related Party Disclosures:

(i) Names of related parties and description of relationship with whom transactions have taken place:

Holding Company	Advanced Systek Private Limited
Key Management Personnel	Mukesh Kapadia (Director) Umed Fifadra (Director) Shirish Adi (Director)

(ii) Particulars of Transactions with Related Parties

Transactions with related parties for the year ended 31st March 2023

Nature of Transaction	Name of the Parties	₹ in lakhs	
		For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
Issue of Equity Share Capital	Advanced Sys-tek Private Limited	-	9.99
Purchase of capital goods	Advanced Sys-tek Private Limited	-	94.10
Purchase of Raw Material	Advanced Sys-tek Private Limited	0.26	-
Loan taken from Holding Company	Advanced Sys-tek Private Limited	125.00	-
Rent Paid to Holding Company	Advanced Sys-tek Private Limited	11.40	-
Interest on Loan taken from Holding Company	Advanced Sys-tek Private Limited	5.89	-

Balance Outstanding at the year end:

Nature of Transaction	Name of the Parties	₹ in lakhs	
		For the year ended 31st March,2023	For the period ended from 2nd february to 31st March,2022
Issue of Equity Share Capital	Advanced Sys-tek Private Limited	9.99	9.99
Payable	Advanced Sys-tek Private Limited	-	111.19
Interest Payable	Advanced Sys-tek Private Limited	5.89	-
Loan outstanding	Advanced Sys-tek Private Limited	125.00	-

22 On the basis of confirmation obtained from the supplier who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) and based on the information available with the company, the following are the details:

Particulars	For the year ended 31st March,2023	For the year ended 31st March,2022
The principle amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year;	-	-
i) Principal Amount	-	-
ii) Interest Due thereon	-	-
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 during each accounting year;	-	-
The amount of interest due and payable for the period of delay in making payment (which h 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 at the end of each accounting year; and	-	-
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.	-	-

23 Financial Risk Management

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. Since the company has started its operation, the company does not see any high risk with regards to financial Risk Management

24 Deferred tax assets

Deferred tax assets is not recognised in the absence of probality of its realisation in future.





Name of Ratio	Formula	For the period ended 31st March, 2023		For the period ended from 2nd february to 31st March,2022	% of change	Reason for variation if change is more than 25% +/-as
Current Ratio(No. of times)	Current Assets	27.68	4.96	26.63	0.24	19.74
	Current Liabilities	5.59		111.44		
Debt Equity Ratio(No. of times)	Short term Debt + Long term Debt	130.30	(9.37)	N.A.	N.A.	
	Share holder's equity	(13.91)		9.29		
Debt Service Coverage Ratio(No. of times)	Earnings available for Debt service	(15.80)	(9.91)	(0.71)	N.A.	
	Debt service	5.89		N.A.		
Return on Equity	Net Profit After Tax	(23.20)	-10.03	(0.71)	-0.08	129.76
	Average Share holder's equity	(2.31)		9.29		
Inventory Turnover Ratio(No. of times)	Cost of goods sold	4.32	1.50	N.A.	N.A.	
	Average Inventory	2.88		N.A.		
Trade receivable turnover Ratio(No. of times)	Net Sales	0.71	N.A.	N.A.	N.A.	
	Average Trade receivables	-		N.A.		
Trade payable turnover Ratio(No. of times)	Net Purchase / Services	13.98	0.25	0.71	0.01	37.61
	Average Trade payables	56.61		111.44		
Net Capital Turnover Ratio(No. of times)	Net Sales	0.71	3.23	N.A.	N.A.	
	Working Capital	22.10		(84.81)		
Net Profit Ratio	Net Profit After Tax	(23.20)	N.A.	(0.71)	N.A.	
	Total Sales	N.A.		N.A.		
Return on Capital Employed	Earning Before Interest and Tax	(23.20)	-166.76%	(0.71)	-7.67%	20.73
	Capital Employed	(13.91)		9.29		
Return on Investment	Income generated from Invested funds	Nil	N.A.	Nil	N.A.	
	Average Invested funds in Treasury Investment	Nil		Nil		



26 Other Regulatory Information

- (i) The company does not have any immovable property;
- (ii) The company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property;
- (iii) The company have not been sanctioned any working capital limits;
- (iv) The company is not declared as wilful defaulter by any bank or financial Institution or other lender;
- (v) The company does not have any transactions with struck off companies;
- (vi) The company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (vii) There is no Scheme of Arrangements approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013;
- (viii) The company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - (a) 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
  - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries,
- (ix) The company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:
  - (a) 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
  - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (x) The company has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.
- (xi) The company have not traded or invested in Crypto currency or Virtual Currency during the year.
- (xii) The company does not have any subsidiaries therefore disclosure of compliance with layer of companies prescribed under clause 2(87) of section 2 of the Companies Act, 2013 is not applicable.


27 The financial statements were authorized for issue in accordance with a resolution passed by the Board of Directors on 17th August, 2023. The financial statements as approved by the Board of Directors are subject to final approval by its Shareholders.

28 Previous Year Figures

The figures for the previous year have been re-arranged and regrouped wherever necessary to make them comparable with those of the current year.

As per our report of even date

For CNK & Associates, LLP  
Chartered Accountants  
Firm Regn. No. 101961W/W-100036

  
Pareen Shah  
Partner  
Membership No. 125011

Place : Vadodara  
Date : 17th August, 2023



For and on behalf of the AST Environment Solutions Private Limited



Umed Fifadra  
(Director)  
DIN: 00049036

  
Mukesh Kapadia  
(Director)  
DIN: 00048621  
Shirish Adi  
(Director)  
DIN: 03259129

Place : Vadodara  
Date : 17th August, 2023