

RAJNEESH ASSOCIATES



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COMMUNITY CENTRE JANAK
PURI, NEW DELHI 110058
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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF M/S PRAYAG CHEMICALS PRIVATE LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2021.

1. REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of M/SPRAYAG CHEMICALS PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March 2021, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

2. MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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.

3. AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act 2013. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

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



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

4. OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and its profit and its cash flows for the year ended on that date.

5. REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by the Companies (Auditor's Report) Order, 2016 ("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 a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 & Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards 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 March 31, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The company does not have any pending litigations which would impact its financial position.
 - ii. The company has made provision, as required under the applicable law or accounting standard and 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.

Place: New Delhi

Date: 28.05.2021



For RAJNEESH ASSOCIATES
Chartered Accountants
Firm Reg. No. (N) 1475N-

(Rajneesh Kumar Aggarwal)
Partner

M. No. 090165

UDIN:21090165AAAAAK3168

ANNEXURE TO THE AUDITORS' REPORT

Referred to in Paragraph 5 of Our Report of even date to the members of M/sPRAYAG CHEMICALS PRIVATE LIMITED on the accounts of the company for the year ended 31st March, 2021.

As required by The Companies (Auditor's Report) Order 2016 issued by The Central Government of India in terms of 143 of the Companies Act 2013, we further report that: -

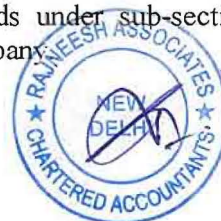
1. In Respect of Fixed Assets: -

- a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- b) As explained to us all the fixed assets have been physical verified at reasonable interval. In our view frequency of verification of fixed assets by the management is reasonable having regard to the size of the company and nature of assets. No material discrepancies have been observed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

2. In Respect of Inventories: -

The management has conducted the physical verification of inventory at reasonable intervals and maintained proper records of inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventories as compared to the book records.

3. According to the information & explanations given to us, the company has not granted unsecured / secured loans to companies, firms, limited liability partnerships and other parties covered in the register maintained under section 189 of the Act. Therefore, the requirements of clause (a) to (c) of paragraph 3 of the order are not applicable and hence not commented upon.
4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security wherever applicable.
5. According to the information available and explanation given to us the Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6. To the best of our knowledge and as explained, the company being small-scale industry is exempted from the maintenance of cost records under sub-section (1) of section 148 of the companies Act 2013, for the products of the company.



7. In Respect of Statutory Dues

- a) According to the information and explanations given to us and on the basis of our examination of the books of account, and records, the Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employee's state insurance, income tax, GST and other material statutory dues applicable to it except dues of Labour Welfare Fund. The Company has made provision for Labour Welfare Fund but the amount of Rs. 4964/- pertaining to current financial year is not timely deposited with the appropriate authority.
 - b) According to the information and explanations given to us, there is a disputed amount payable in respect of TDS, as at 31.03.2021 for a period of more than six months from the date the same became payable i.e. Rs. 200180/- related to different financial years.
8. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues from financial institutions, banks. The Company has not taken any loan from government and has not issued any debentures.
 9. The term loan outstanding at the beginning of the year and those raised during the year has been applied for the purpose for which they were raised. On the basis of records examined by us and information provided by the management, we are of the opinion that the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans.
 10. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
 11. The provisions of Section 197 read with Schedule V to the Companies Act 2013 in respect of managerial remuneration are not applicable as the Company is a Private Limited Company.
 12. In our opinion and according to the information and explanation given to us the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
 13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
 14. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore, the requirements of Section 42 of the Companies Act, 2013 are not applicable.
 15. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xy) of the Order are not applicable to the Company and hence not commented upon.



16. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Place: New Delhi
Date: 28.05.2021

For RAJNEESH ASSOCIATES
Chartered Accountants
Firm Reg.No. 011475N



(Rajneesh Kumar Aggarwal)
Partner
M.No. 090165
UDIN: 21090165AAAAAK3168



PRAYAG CHEMICALS PRIVATE LIMITED				
CIN :- U24119DL1993PTC125350				
Tel.: 011-47049211. E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in				
314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034				
Balance Sheet as at 31st March, 2021				
Particulars	Note No.	As at 31 March, 2021	As at 31 March, 2020	
		Rs	Rs	
A EQUITY AND LIABILITIES				
1 Shareholder's Funds				
(a) Share Capital	3	5,232,600		5,232,600
(b) Reserves and Surplus	4	35,749,479		34,053,583
(c) Money Received against Share Warrants		-		-
		40,982,079		39,286,183
2 Share Application Money Pending Allotment		-		-
3 Non-Current Liabilities				
(a) Long-Term Borrowings		-		-
(b) Deferred Tax Liabilities (Net)		814,703		1,046,957
(c) Other Long-Term Liabilities		-		-
(c) Long-Term Provisions		-		-
		814,703		1,046,957
4 Current Liabilities				
(a) Short-Term Borrowings	5	30,005,336		17,060,197
(b) Trade Payables	6	27,871,407		39,244,469
(c) Other Current Liabilities	7	12,010,065		1,635,085
(c) Short-Term Provisions	8	50,649		-
		69,937,457		57,939,751
TOTAL		111,734,239		98,272,891
B ASSETS				
1 Non-Current Assets				
(a) Fixed Assets				
(i) Tangible Assets	9	9,686,166		10,834,664
(ii) Intangible Assets		-		-
(iii) Capital Work-in-Progress		-		-
(iv) Intangible Assets under Development		-		-
(v) Fixed Assets Held for Sale		-		-
		9,686,166		10,834,664
(b) Non-Current Investments		-		-
(c) Deferred Tax Assets (Net)		-		-
(d) Long-Term Loans and Advances		-		-
(e) Other Non-Current Assets		-		-
		9,686,166		10,834,664
2 Current Assets				
(a) Current Investments		-		-
(b) Inventories	10	8,248,409		8,430,249
(c) Trade Receivables	11	91,699,231		76,310,943
(d) Cash and Cash Equivalents	12	1,161,417		1,862,133
(e) Short-Term Loans and Advances	13	924,687		789,930
(f) Other Current Assets	14	14,329		44,973
		102,048,073		87,438,227
TOTAL		111,734,239		98,272,891
The accompanying notes 1 to 22 are an integral part of the financial statements				

As per our audit report of even date annexed herewith

For RAJNEESH ASSOCIATES

Chartered Accountants

Firm Reg. No.: 11475N

(Rajneesh Kumar Aggarwal)

Partner

Membership No.: 090165

UDIN: 21090165 AAAAA K 3168

Place: NEW DELHI

Date: 28.05.2021

For and on behalf of the Board of Directors

For Prayag Chemicals (P) Ltd. For Prayag Chemicals (P) Ltd.

(Sukhbir Singh Dahiyal)

Director

DIN: 00169921

120, VASUNDHRA APPT.,

SECTOR - 9, ROHINI,

DELHI, 110085

(Jagbir Singh Ahlawat)

Director

DIN: 01139187

C-1/701, SAI BABA APPT.,

SECTOR - 9, ROHINI,

DELHI, 110085

Director



PRAYAG CHEMICALS PRIVATE LIMITED CIN :- U24119DL1993PTC125350 Tel.: 011-47049211. E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in 314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034 Statement of Profit and Loss for the year ended 31st March, 2021				
Particulars	Note No.	For the year ended	For the year ended	
		31 March, 2021	31 March, 2020	
		Rs	Rs	
A CONTINUING OPERATIONS				
1 Revenue from Operations	15	236,136,984	210,346,497	
2 Other Income	16	691,527	996,286	
3 Total revenue (1+2)		236,828,511	211,342,783	
4 Expenses				
(a) Cost of Materials Consumed	17.a	204,815,904	183,213,737	
(b) Purchases of Stock-in-Trade		-	-	
(c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	17.b	652,151	(1,777,515)	
(d) Employee Benefits Expense	18	11,433,062	7,768,805	
(e) Finance Costs	19	2,163,984	919,807	
(f) Depreciation and Amortisation Expense	9	853,773	843,411	
(g) Other Expenses	20	14,952,454	17,836,693	
Total Expenses		234,871,328	208,804,938	
5 Profit / (Loss) before Exceptional and Extraordinary Items and Tax (3 - 4)		1,957,183	2,537,845	
6 Exceptional Items		-	-	
7 Profit / (Loss) before Extraordinary Items and Tax (5 ± 6)		1,957,183	2,537,845	
8 Extraordinary Items		-	-	
9 Profit / (Loss) before Tax (7 ± 8)		1,957,183	2,537,845	
10 Tax Expense:				
(a) Current Tax Expense for Current Year		493,542	606,226	
(b) (Less): MAT Credit (where applicable)		-	-	
(c) Current Tax Expense Relating to Prior Years		-	-	
(d) Net Current Tax Expense		-	-	
(e) Deferred Tax		(232,254)	(49,064)	
		261,288	557,162	
11 Profit / (Loss) from Continuing Operations (9 ± 10)		1,695,895	1,980,683	
B DISCONTINUING OPERATIONS				
12.i Profit / (Loss) from Discontinuing Operations (before tax)		-	-	
12.ii Gain / (Loss) on Disposal of Assets / Settlement of Liabilities Attributable to the Discontinuing Operations		-	-	
12.iii Add / (Less): Tax expense of Discontinuing Operations				
(a) on ordinary activities attributable to the discontinuing operations		-	-	
(b) on gain / (loss) on disposal of assets / settlement of liabilities		-	-	
13 Profit / (Loss) from Discontinuing Operations (12.i ± 12.ii ± 12.iii)		-	-	
C TOTAL OPERATIONS				
14 Profit / (Loss) for the Year (11 ± 13)		1,695,895	1,980,683	

For Prayag Chemicals (P) Ltd.

For Prayag Chemicals (P) Ltd.

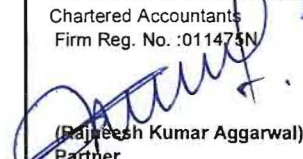
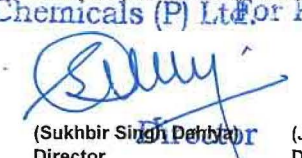



Selmy
Director

Sund
Director

PRAYAG CHEMICALS PRIVATE LIMITED CIN :- U24119DL1993PTC125350 Tel.: 011-47049211, E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in 314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034 Statement of Profit and Loss for the year ended 31st March, 2021				
Particulars	Note No.	For the year ended	For the year ended	
		31 March, 2021	31 March, 2020	
		Rs	Rs	
15.i	Earnings Per Share (of Rs.100/- each):			
	(a) Basic			
	(i) Continuing operations	21.1.a 32.41	37.85	
	(ii) Total operations	21.1.b 32.41	37.85	
	(b) Diluted			
	(i) Continuing operations	NA	NA	
	(ii) Total operations	NA	NA	
15.ii	Earnings per share (excluding extraordinary items) (of Rs.100/- each):			
	(a) Basic			
	(i) Continuing operations	21.1.c 32.41	37.85	
	(ii) Total operations	21.1.d 32.41	37.85	
	(b) Diluted			
	(i) Continuing operations	NA	NA	
	(ii) Total operations	NA	NA	
The accompanying notes 1 to 22 are an integral part of the financial statements				
As per our audit report of even date annexed herewith For RAJNEESH ASSOCIATES Chartered Accountants Firm Reg. No. :011475N		For and on behalf of the Board of Directors For Prayag Chemicals (P) Ltd. For Prayag Chemicals (P) Ltd.		
(Rajneesh Kumar Aggarwal) Partner Membership No. :090165 UDIN: 21090165 AAAAK 3168 Place : NEW DELHI Date : 28.05-2021		(Sukhbir Singh Dahiya) Director DIN: 00169921 120, VASUNDHRA APPT., SECTOR - 9, ROHINI, DELHI, 110085		
		(Jagbir Singh Ahlawat) Director DIN: 01139187 C-1/701, SAI BABA APPT, SECTOR - 9, ROHINI, DELHI, 110085		



PRAYAG CHEMICALS PRIVATE LIMITED		
CIN :- U24119DL1993PTC125350		
Tel.: 011-47049211. E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in		
314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034		
CASH FLOW STATEMENT FOR THE YEAR 2020-21		
Particulars	As at 31 March 2021	As at 31 March 2020
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax as per Profit and Loss Statement	1,695,895	1,980,683
Adjusted for:		
Provision For Tax	261,288	557,162
Profit on Sale of Fixed Assets	(27,490)	
Depreciation	853,773	843,411
Interest on Borrowings	2,153,587	788,762
	<u>3,241,158</u>	<u>2,189,335</u>
Operating Profit before Working Capital Changes		
Adjusted for:		
Trade and Other Receivables	(15,388,288)	38,451,051
Short term Loans & Advances	(134,757)	155,868
Other Current Assets	30,644	(19,889)
Other Current Liabilities	10,374,980	(1,200,369)
Short Term Provisions	50,649	(241,368)
Inventories	181,840	2,873,804
Trade and Other Payables	(11,373,062)	(57,045,214)
	<u>(16,257,994)</u>	<u>(17,026,117)</u>
Cash Generated from Operations	<u>(11,320,941)</u>	<u>(12,856,099)</u>
Tax Paid(Net)	493,542	606,226
Net Cash from Operating Activities	<u>(11,814,483)</u>	<u>(13,462,325)</u>
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(110,244)	-
Sale of Fixed Assets	432,459	-
Net Cash (Used in) Investing Activities	322,215	-
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Share Capital	-	-
Security premium	-	-
Repayment of Long Term Borrowings	-	(1,077,252)
Short Term Borrowings(Net)	12,945,139	15,752,377
Interest Paid	(2,153,587)	(788,762)
Net Cash from Financing Activities	<u>10,791,553</u>	<u>13,886,362</u>
Net Increase in Cash and Cash Equivalents	(700,715)	424,037
Cash and Cash equivalents at beginning of period	1,862,133	1,438,095
Cash and Cash equivalents at end of period	<u>1,161,417</u>	<u>1,862,133</u>
The accompanying notes 1 to 22 are an integral part of the financial statements.		
As per our audit report of even date annexed herewith		
For RAJNEESH ASSOCIATES , Chartered Accountants, Firm Reg. No. :011475N		
For and on behalf of the Board of Directors.		
For Prayag Chemicals (P) Ltd. For Prayag Chemicals (P) Ltd.		
 (Rajneesh Kumar Aggarwal) Partner Membership No. :090165 UDIN - 21090165AAAAK3168 Place : NEW DELHI Date : 28.05.2021	 (Sukhbir Singh Dahiya) Director DIN: 00169921 120, VASUNDHRA APPT., SECTOR - 9, ROHINI, DELHI, 110085	 (Jagbir Singh Ahlawat) Director DIN: 01139187 C-1/701, SAI BABA APPT, SECTOR - 9, ROHINI, DELHI, 110085



PRAYAG CHEMICALS PRIVATE LIMITED CIN :- U24119DL1993PTC125350 Tel.: 011-47049211. E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in 314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034 Notes forming part of the financial statements as on 31-03-2021	
Note	Particulars
1	<p>Corporate information The Company is engaged in production & sale of chemicals having its registered office at Village & Post Office Khatauli Rai Purani-Toka road Distt. Panchkulla, Haryana-134118.</p>
2	<p>Significant accounting policies</p>
2.1	<p>Basis of accounting and preparation of financial statements</p> <p>The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India.</p> <p>The Company has prepared these financial statements to comply in all material respects with the accounting standards as amended from time to time specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014.</p> <p>The financial statements have been prepared on an accrual basis and under the historical cost convention.</p> <p>The Accounting policies adopted in the preparation of the financial statements are consistent with those of the previous year, except for the changes in accounting policy explained below (If any).</p>
2.2	<p>Use of estimates</p> <p>The preparation of the financial statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.</p>
2.3	<p>Inventories</p> <p>Inventories are valued at the lower of cost (on FIFO) and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads.</p>
2.4	<p>Cash and cash equivalents</p> <p>Cash comprises cash in hand. Cash equivalents are short-term balances, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.</p>
2.5	<p>Depreciation and amortisation</p> <p>Fixed assets are depreciated pro rata to the period of use, based on Straight Line method as per the useful life specified under the Schedule II of the Companies Act, 2013.</p>
2.6	<p>Revenue recognition</p> <p><u>Sale of goods</u> Sales are recognised, net of returns, GST and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers.</p> <p><u>Income from services</u> Revenue from services are recognised on accrual basis when earned, regardless of the timing of cash receipts. When earned means the company has substantially met its obligation to be entitled to the benefits represented by the revenue.</p>



For Prayag Chemicals (P) Ltd.

Selmy
Director

For Prayag Chemicals (P) Ltd.

Sym
Director

PRAYAG CHEMICALS PRIVATE LIMITED

CIN :- U24119DL1993PTC125350

Tel.: 011-47049211. E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in

314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034

Notes forming part of the financial statements as on 31-03-2021

Note	Particulars
2.7	<p>Other Income</p> <p>Other income is accounted on accrual basis.</p>
2.8	<p>Fixed Assets</p> <p>Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.</p>
2.9	<p>Investments</p> <p>Long-term investments (excluding investment in properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.</p> <p>Investment properties are carried individually at cost less accumulated depreciation and impairment, if any.</p>
2.10	<p>Employees & Retirement benefits</p> <p>Employee benefits include compensated absences, long service awards and post-employment medical benefits.</p> <p>That no provision has been made for the future gratuity, as provisions of Gratuity act are not presently applicable.</p> <p>The Company has no scheme of Retirement Benefits and hence no provisions have been made for retirement benefits to the employee. Also Provision of Leave Encashment is also not applicable.</p>
2.11	<p>Borrowing costs</p> <p>Borrowing costs include interest, amortisation of ancillary costs incurred. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.</p>
2.12	<p>Earnings per share</p> <p>Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.</p>

For Prayag Chemicals (P) Ltd.

For Prayag Chemicals (P) Ltd.



[Signature]
Director

[Signature]
Director

PRAYAG CHEMICALS PRIVATE LIMITED

CIN :- U24119DL1993PTC125350

Tel.: 011-47049211. E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in
314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034

Notes forming part of the financial statements as on 31-03-2021

Note	Particulars
2.13	<p>Taxes on income</p> <p>Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.</p> <p>Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.</p> <p>Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.</p>

For Prayag Chemicals (P) Ltd.


 Director

For Prayag Chemicals (P) Ltd.


 Director


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NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31ST MARCH 2021

NOTE 3 SHARE CAPITAL

Particulars	As at 31 March 2021		As at 31 March 2020	
	Number of shares	Rs	Number of shares	Rs
(a) Authorised Equity shares of Rs 100 each with voting rights	100,000	10,000,000	100,000	10,000,000
(b) Issued, Subscribed and fully paid up Equity shares of Rs 100 each with voting rights	52,326	5,232,600	52,326	5,232,600
Total	52,326	5,232,600	52,326	5,232,600

Notes:

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Other changes	Closing Balance
Equity shares with voting rights				
Year ended 31 March, 2021				
- Number of shares	52,326	-	-	52,326
- Amount (Rs)	5,232,600	-	-	5,232,600
Year ended 31 March, 2020				
- Number of shares	52,326	-	-	52,326
- Amount (Rs)	5,232,600	-	-	5,232,600

(ii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2021		As at 31 March, 2020	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Sukhbir Singh Dahiya	23,454	44.82	23,454	44.82
Parerna Ahlawat	11,497	21.97	11,497	21.97
Jagbir Singh Ahlawat	14,450	27.62	14,450	27.62
Others (Shareholders holding less than 5% shares)	2,925	5.59	2,925	5.59
Total	52,326	100.00	52,326	100.00



For Prayag Chemicals (P) Ltd.

Director

For Prayag Chemicals (P) Ltd.

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NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31 MARCH 2021		
Note 4 Reserves and surplus		
Particulars	As at 31 March 2021	As at 31 March 2020
	Rs	Rs
(a) Securities premium account		
Opening balance	10,303,400	10,303,400
Closing balance	10,303,400	10,303,400
(b) Profit and Loss account		
Opening balance	23,750,183	21,769,501
Add: Profit / (Loss) for the year	1,695,895	1,980,683
Closing balance	25,446,079	23,750,183
Total	35,749,479	34,053,583
Note 5 Short-term borrowings		
Particulars	As at 31 March 2021	As at 31 March 2020
	Rs	Rs
(a) Loans repayable on demand		
From banks		
Secured *	27,367,336	-
Temporary Loan	2,638,000	
(b) Advances from Related Party	-	17,060,197
Total	30,005,336	17,060,197
* Refer Note no. 22 for details of Securities		
Note 6 Trade payables		
Particulars	As at 31 March 2021	As at 31 March 2020
	Rs	Rs
Trade payables O/s for a period		
- exceeding one year	-	136,208
- upto one year	27,871,407	39,108,260
Total	27,871,407	39,244,469
Note 7 Other current liabilities		
Particulars	As at 31 March 2021	As at 31 March 2020
	Rs	Rs
(a) Expenses Payable	4,003,516	1,635,085
(b) Other Advances	299,805	-
(c) Cheque issue but not presented for Payment	7,706,744	-
Total	12,010,065	1,635,085
Note 8 Short-term provisions		
Particulars	As at 31 March 2021	As at 31 March 2020
	Rs	Rs
(a) Provision - Others:		
(i) Tax for the current year	493,542	606,226
Less: Advance Tax	355,000	670,000
TCS	70,043	-
TDS	17,850	110,733
Provision for tax	50,649	-
Total	50,649	-

For Prayag Chemicals (P) Ltd.

For Prayag Chemicals (P) Ltd.



Sd/-
Director

Sd/-
Director

PRAYAG CHEMICALS PVT LTD

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NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31 MARCH 2021

Note 9 Fixed Assets

A. Tangible assets	Gross block				Accumulated depreciation and impairment				Net block	
	Balance as at 1 April 2020	Additions	Disposals	Balance as at 31 March 2021	Balance as at 1 April 2020	Depreciation / amortisation expense for the year	Adjustments	Balance as at 31 March 2021	Balance as at 31 March 2021	Balance as at 31 March 2020
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
(a) Land	3,060,506	-	-	3,060,506	-	-	-	-	3,060,506	3,060,506
(b) Buildings	855,549	-	-	855,549	704,945	27,049	-	731,994	123,555	150,604
(c) Plant and Equipment										
CCTV	54,500	-	-	54,500	51,775	-	-	51,775	2,725	2,725
Electrical Fitting	7,100	-	-	7,100	6,745	-	-	6,745	355	355
Electrical Equipments	123,201	-	-	123,201	117,041	-	-	117,041	6,160	6,160
Generator	1,167,154	-	-	1,167,154	812,321	46,825	-	859,146	308,008	354,833
Machinery	10,135,913	-	762,315	9,373,598	5,041,163	418,020	-	5,459,183	3,914,415	4,724,545
Machine Tubewell	71,241	-	-	71,241	67,679	-	-	67,679	3,562	3,562
Office Equipment	3,470	-	-	3,470	3,296	-	-	3,296	174	174
PVC Barrel	547,935	-	-	547,935	335,830	28,129	-	363,959	183,976	212,105
Mobile Set	32,672	98,644	-	131,316	31,038	8,597	-	39,635	91,681	1,634
Computer & Peripherals	160,430	-	-	160,430	152,408	-	-	152,408	8,022	8,022
Cylinder	3,672,000	-	12,859	3,659,141	2,126,079	116,145	-	2,242,224	1,416,917	1,545,921
Electric Host	17,098	-	-	17,098	16,243	-	-	16,243	855	855
Fire Fighting Equipments	13,600	-	-	13,600	12,920	-	-	12,920	680	680
Machinery-Air Compressor	355,908	-	-	355,908	247,427	17,073	-	264,500	91,408	108,481
Weighing Scale	114,391	-	-	114,391	105,751	1,085	-	106,836	7,555	8,640
Storage Tank	174,848	-	-	174,848	165,152	251	-	165,403	9,445	9,696
Pump	22,260	-	-	22,260	21,147	-	-	21,147	1,113	1,113
(D) Furniture	-	11,600	-	11,600	-	568	-	568	11,032	-
(D) Vehicles										
Car (DL-10-CE-7385)	1,600,268	-	-	1,600,268	1,050,643	190,031	-	1,240,674	359,594	549,625
Truck (HR-68A-1940)	1,655,000	-	-	1,655,000	1,572,250	-	-	1,572,250	82,750	82,750
Scooter	33,566	-	-	33,566	31,888	-	-	31,888	1,678	1,678
Total	23,878,610	110,244	775,174	23,213,680	12,673,741	853,773	-	13,527,513	9,686,166	10,834,664
Previous year	23,878,610	-	-	23,878,610	12,200,535	843,411	-	13,043,946	10,834,664	11,678,075



For Prayag Chemicals (P) Ltd.

Director

For Prayag Chemicals (P) Ltd.

Director

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NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31 MARCH 2021		
Note 10 Inventories (At lower of cost and net realisable value)		
Particulars	As at 31 March 2021	As at 31 March 2020
	Rs	Rs
Raw materials	2,611,272	3,853,111
Finished goods	3,924,987	4,577,138
Stock in Transit	1,712,150	-
Total	8,248,409	8,430,249
Note 11 Trade receivables		
Particulars	As at 31 March 2021	As at 31 March 2020
	Rs	Rs
Trade receivables O/s for a period		
- exceeding six months	31,073,638	4,416,378
- upto six months	60,625,593	71,894,564
Total	91,699,231	76,310,943
Note 12 Cash and cash equivalents		
Particulars	As at 31 March 2021	As at 31 March 2020
	Rs	Rs
(a) Cash in hand	328,471	1,565,847
(b) Balances with banks In Current A/cs	832,946	296,286
Total	1,161,417	1,862,133
Note 13 Short-term loans and advances		
Particulars	As at 31 March 2021	As at 31 March 2020
	Rs	Rs
Security deposits	623,840	334,340
Balances with government authorities	206,036	206,015
Advance to Suppliers	58,011	249,575
Staff Advance	36,800	-
Total	924,687	789,930
Note 14 Other Current Assets		
Particulars	As at 31 March 2021	As at 31 March 2020
	Rs	Rs
Prepaid expenses	14,329	44,973
Total	14,329	44,973
Note 15 Revenue from operations		
Particulars	For the year ended 31 March 2021	For the year ended 31 March, 2020
	Rs	Rs
Sale of Products (Domestic)	235,010,184	204,739,397
Direct Income (CL2 Service Charges)	-	3,942,000
Rent received on tonners	1,126,800	1,137,600
Freight Earning	-	527,500
Total	236,136,984	210,346,497

For Prayag Chemicals (P) Ltd.



[Signature]
Director

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[Signature]
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NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31 MARCH 2021		
Note 16 Other Income		
Particulars	For the year ended	For the year ended
	31 March 2021	31 March, 2020
	Rs	Rs
Agriculture Income	308,530	427,700
Gain on Sale of Fixed Asset	27,490	-
Interest on Income Tax Refund	-	12,388
Short & Excess	-	3,121
Account written back	355,507	553,077
Total	691,527	996,286
Note 17.a Cost of materials consumed		
Particulars	For the year ended	For the year ended
	31 March 2021	31 March, 2020
	Rs	Rs
Opening stock	3,853,111	8,504,430
Add: Purchases	203,574,065	178,562,418
Less: Closing stock	2,611,272	3,853,111
Cost of material consumed	204,815,904	183,213,737
Note 17.b Changes in inventories of finished goods, work-in-progress and stock-in-trade		
Particulars	For the year ended	For the year ended
	31 March 2021	31 March, 2020
	Rs	Rs
Inventories at the end of the year:	3,924,987	4,577,138
Finished goods	3,924,987	4,577,138
Inventories at the beginning of the year:	4,577,138	2,799,623
Finished goods	4,577,138	2,799,623
Net (increase) / decrease	652,151	(1,777,515)
Note 18 Employee benefits expense		
Particulars	For the year ended	For the year ended
	31 March 2021	31 March, 2020
	Rs	Rs
Salaries	7,111,852	1,864,512
Directors' Remuneration	4,000,000	5,600,000
Staff welfare expenses	-	45,018
Bonus	321,210	259,275
Total	11,433,062	7,768,805
Note 19 Finance costs		
Particulars	For the year ended	For the year ended
	31 March 2021	31 March, 2020
	Rs	Rs
(a) Interest expense on:		
Bank Interest	2,153,587	788,762
Others Interest:		
Unsecured Loans	-	66,885
TDS	401	29
TCS	3,028	-
LWF	6,968	-
GST	-	52,331
(b) Processing Charges	-	11,800
Total	2,163,984	919,807

For Prayag Chemicals (P) Ltd.

For Prayag Chemicals (P) Ltd.



[Signature]
Director

[Signature]
Director

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NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31 MARCH 2021		
Note 20 Other expenses		
Particulars	For the year ended 31 March 2021	For the year ended 31 March, 2020
	Rs	Rs
Manufacturing expense		
Power, Fuel & Water Expense	1,549,250	1,927,691
Wages Expense	2,360,581	2,074,197
Freight Inward	3,875,260	4,101,253
Consumables	3,063	15,500
Testing Charges	24,312	-
Pollution Expenses	-	33,648
	7,812,465	8,152,289
Establishment Expenses		
Rent	1,800,000	2,400,000
Vehicle Running Charges	2,975,078	2,966,421
Vehicle Hire Charges	-	120,000
Insurance	177,738	142,213
Misc Expenses	-	9,550
Account written off	-	34,058
Bank Charges	500	2,394
Legal and Professional Charges	40,420	108,000
Employer's Contribution to Labour Welfare Fund	6,862	6,304
Internet & Telecom Charges	43,704	38,390
Fees and Subscriptions	2,000	202,512
Repair & Maintenance	208,507	307,392
Rebate & Discoun:	-	123,990
ROC Expense	3,000	-
Service Tax (Additional Cost)	-	8,925
Software Expenses	-	3,600
Payments to Auditors (Refer Note (i) below)	48,500	46,200
Printing and Stationery	180	7,489
Postage and Courier Charges	-	40
	5,306,489	6,527,478
Selling and Distribution Expenses		
Freight Outward	1,798,000	3,073,550
Sales Tax	-	60,076
	1,798,000	3,133,626
Other Expenses		
Agriculture Costs	35,500	23,300
		-
Total	14,952,454	17,836,693
Notes:		
Particulars	For the year ended 31 March 2021	For the year ended 31 March, 2020
	Rs	Rs
(i) Payments to the auditors comprises :		
Statutory Audit Fees	36,500	34,200
Tax Audit Fees	12,000	12,000
Total	48,500	46,200

For Prayag Chemicals (P) Ltd.

For Prayag Chemicals (P) Ltd.



[Signature]
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[Signature]
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NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31 MARCH 2021

Note 21 Disclosures under Accounting Standards

Note	Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
		Rs	Rs
21.1	Earnings per share		
	<u>Basic</u>		
21.1.a	<u>Continuing operations</u>		
	Net profit / (loss) for the year from continuing operations	1,695,895	1,980,683
	Net profit / (loss) for the year from continuing operations attributable to the equity shareholders	1,695,895	1,980,683
	Weighted average number of equity shares	52,326	52,326
	Par value per share	100	100
	Earnings per share from continuing operations - Basic	32.41	37.85
21.1.b	<u>Total operations</u>		
	Net profit / (loss) for the year	1,695,895	1,980,683
	Net profit / (loss) for the year attributable to the equity shareholders	1,695,895	1,980,683
	Weighted average number of equity shares	52,326	52,326
	Par value per share	100	100
	Earnings per share - Basic	32.41	37.85
21.1.c	<u>Basic (excluding extraordinary items)</u>		
	<u>Continuing operations</u>		
	Net profit / (loss) for the year from continuing operations (Add) / Less: Extraordinary items (net of tax) relating to continuing operations	1,695,895 -	1,980,683 -
	Net profit / (loss) for the year from continuing operations attributable to the equity shareholders, excluding extraordinary items	1,695,895	1,980,683
	Weighted average number of equity shares	52,326	52,326
	Par value per share	100	100
	Earnings per share from continuing operations, excluding extraordinary items - Basic	32.41	37.85
21.1.d	<u>Total operations</u>		
	Net profit / (loss) for the year (Add) / Less: Extraordinary items (net of tax)	1,695,895 -	1,980,683 -
	Net profit / (loss) for the year attributable to the equity shareholders, excluding extraordinary items	1,695,895	1,980,683
	Weighted average number of equity shares	52,326	52,326
	Par value per share	100	100
	Earnings per share, excluding extraordinary items - Basic	32.41	37.85



For Prayag Chemicals (P) Ltd.

Sd/-
Director

For Prayag Chemicals (P) Ltd.

Sd/-
Director

NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31 MARCH 2021

Note 21.2 Disclosures under Accounting Standards - 18

Note	Particulars
	<p>Related party transactions Details of related parties: Description of relationship</p>
	<p>Names of related parties</p>
	<p>Key Management Personnel (KMP) & Persons having significant voting power in the Company</p>
	<p>Relatives of KMP</p>
	<p>Company in which KMP / Relatives of KMP can exercise significant influence</p>
	<p>Note: Related parties have been identified by the Management.</p>

Details of related party transactions during the year ended 31 March 2021 and balances outstanding as at 31 March 2021:

Name of Parties & Relationship	Interest paid on Loan	Salary	Rent Paid	Director's Remuneration	Freight Earning	Sale	Purchase	Repair & Maintenance Expense	Vehicle Hiring Charges	Unsecured Loans (Liabilities)			
										Opening Balance	Loan taken during the year	Loan repaid during the year	Closing Balance
(i) Key Management Personnel (KMP)													
Mr. Sukhbir Singh Dahiya	-	-	-	-	-	-	-	-	-	-	-	-	
Mr. Jagbir Singh Ahlawat	-	-	-	4,000,000	-	-	-	-	-	-	-	-	
(ii) Relatives of KMP													
Mrs. Dayawati Dahiya	-	-	900,000	-	-	-	-	-	-	-	-	-	
Mrs. Parerna Ahlawat	-	2,250,000	900,000	-	-	-	-	-	-	-	-	-	
Mrs. Bhawna Ahlawat	-	3,000,000	-	-	-	-	-	-	-	-	-	-	
(iii) Company in which KMP / Relatives of KMP can exercise significant influence													
M/s Tara Mercantile Pvt. Ltd.	-	-	-	-	-	1,112,125	10,235,350	-	-	-	-	-	
M/s Flow Tech Chemicals Pvt. Ltd.	-	-	-	-	-	155,987,388	73,935,788	-	-	-	-	-	
M/s V.S.Polymers Pvt. Ltd.	-	-	-	-	-	5,022,398	52,408,688	-	-	-	-	-	
M/s Shree Jee Enterprises	-	-	-	-	-	188,000	70,000	-	-	-	-	-	
Total	-	6,250,000	1,800,000	4,000,000	-	162,319,911	136,649,826	-	-	-	-	-	

Notes:-

1. Transaction with Related Parties are at Arm Length Price.



For Prayag Chemicals (P) Ltd.

[Signature]
 Director

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[Signature]
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NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31 MARCH 2021

22. Additional Notes to the Financial Statements

(i) Detail of capacity

Licensed	:	N.A.
Installed	:	No assessment made by management

(ii) Break up of deferred tax assets and liabilities determined on account of timing difference in accordance with Accounting Standard - 22 "Accounting for Taxes on Income" is as given below:

Particulars	As at 31.03.2021	As at 31.03.2020
Liability		
WDV of Fixed Assets as per Companies Act 2013 (A)	96,86,166	1,08,34,664
WDV of Fixed Assets as per Income Tax Act, 1956 (B)	59,82,969	68,07,908
Difference (A-B)	37,03,197	40,26,756
Deferred Tax Liability(C)	8,14,703	10,46,957
Less: Opening Deferred Tax Liability	10,46,957	10,96,021
Amount Transfer to Statement of Profit & Loss	(2,32,254)	(49,064)

(iii) In the opinion of the Board of directors the "Current Assets, Loans and Advances" have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

(iv) Details in respect of Closing Stock of finished goods and raw material:

S.NO	PARTICULARS	QTY. (in Kg.)	AMOUNT
1	FINISHED GOODS		
	Chlorinated Paraffin	102967	37,46,969
	HCL	87.91	1,78,018
	Total Finished Goods(A)	103054.91	39,24,987
2	RAW MATERIALS		
	Liquid Chlorine	57.2	3,86,100
	Normal Paraffin	29500	19,54,752
	Epoxy	1800	2,70,420
	Total Raw Material (B)	31357	26,11,272
	Total Closing Stock (A+B)	134412.11	65,36,259



For Prayag Chemicals (P) Ltd.

Director

PRAYAG CHEMICALS PRIVATE LIMITED

CIN :- U24119DL1993PTC125350

Tel.: 011-47049211. E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in
314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034.

NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31 MARCH 2021

(v) Managerial Remuneration (other than directors sitting fees):

	Current Year	Previous Year
Directors' Remuneration :	40,00,000 /-	Rs. 56,00,000/-

(vi) Auditor's Remuneration:

Particulars	Current Year	Previous Year
Statutory Audit	36,500/-	34,200/-
Tax Audit	12,000/-	12,000/-
Total	48,500/-	46,200/-

- (vii) In accordance with Micro, Small and Medium Enterprises Development Act, 2006 which comes into force with effect from October 2, 2006, the company is required to identify the micro, Small and Medium suppliers and pay them interest on overdue beyond the specified period irrespective of the terms agreed with the suppliers. The company has sent the written letters to all its vendors. However, in absence of written response from all of the vendors, the liability of interest cannot be reliably estimated nor can required disclosures be made. The accounting in this regard will be carried out after process is complete and reliable estimate can be made in this regard. Further, management is of opinion that there will be no liability in such case in view of supplier profile of the company.
- (viii) In compliance with the Accounting Standard AS-28 Impairment on Assets, based on the internal and external sources of information available with the company, there are no indications that any of the fixed assets are impaired. The company has considered its fixed assets at cost of acquisition/cost of construction, less depreciation as per policy adopted by the company and none of the assets have been revalued.
- (ix) Previous year figures have been regrouped/reclassified, wherever necessary, to conform to the current year presentation.
- (x) Steps are being taken by management to obtain confirmation from parties having debit / credit balance at the year end.
- (xi) Provisions for liabilities are adequate and not in excess of the amount reasonably necessary.
- (xv) Pursuant to the enactment of Companies Act 2013, the company has applied the estimated useful lives as specified in Schedule II. Accordingly, the unamortized carrying value is being depreciated / amortized over the revised/ remaining useful lives on SLM basis.



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NOTES FORMING PART OF FINANCIAL STATEMENTS AS ON 31 MARCH 2021

- (xvi) The company is a private limited company therefore limits laid down under Section 197 read with Rule 5 of Companies (Appointment and Remuneration rules) 2014 not applicable to the Company.
- (xvii) Balances of Sundry Debtors, Sundry Creditors, and Loans & Advances are subject to confirmation.
- (xviii) No liability in terms of gratuity under the payment of Gratuity Act, 1972 arises.
- (xix) Closing stocks have been taken as given & certified by the Management.
- (xx) Balance Sheet and Profit & Loss Account has been prepared in vertical form as prescribed in Schedule III of Companies Act, 2013.
- (xxi) In our opinion and according to the information and explanations given to us, the related party transactions have been made at the price which is reasonable having regard to prevailing market price at relevant time and these transactions are not prime facie prejudicial to the interest of the company.
- (xxii) Accounting Standard as under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. Companies have been complied with in preparations of Final Accounts except in certain matters where suitable notes are given.
- (xxiii) The Company is sanctioned Cash Credit Facility of 277 Lakhs from Deutsche Bank against the following securities:
- a. Primary security: Hypothecation charge on Stock & Book Debts.
 - b. Collateral: Mortgage by deposit of title deeds pertaining to Residential Property bearing Flat No.120, Ground Floor, Plot No.44, Vasundhra Apartment, Sector 9, Rohini, Delhi-110085 (owned by Mr. Sukhbir Singh Dahiya & Mrs. Dayawati Dahiya)

“As per report of even date annexed”

For RAJNEESH ASSOCIATES

Chartered Accountants

Firm Reg. No. 011475N

For PRAYAG CHEMICALS PVT. LTD.

For Prayag Chemicals (P) Ltd.

For Prayag Chemicals (P) Ltd.

(Rajneesh Kumar Aggarwal)

Partner

M. No.: 090165

UDIN: 21090165AAAAAK3162

Place: New Delhi

Date: 28.05.2021

(Sukhbir Singh Dahiya)

Director

DIN: 00169921

120, VASUNDHRA APPT.,

SECTOR - 9, ROHINI

DELHI, 110085

(Jagbir Singh Ahlawat)

Director

DIN: 01139187

C-1/701, SAI BABA APPT.,

SECTOR - 9, ROHINI,

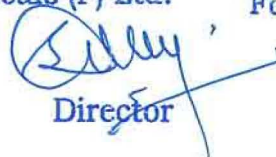
DELHI, 110085

Director



PRAYAG CHEMICALS PVT LTD			
CIN :- U24119DL1993PTC125350			
Tel.: 011-47049211. E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in			
314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034.			
GROUPING AS AT 31.03.2021			
Particulars	NOTE NO.	As at 31	As at 31 March,
		March, 2021	2020
		Rs	Rs
G-1 SHORT TERM BORROWINGS		5	
Deutsche Bank (Cash Credit Facility) *		27,367,336	-
Deutsche Bank - 0028 (Temporary Loan)		2,638,000	
V.S. Polymers Pvt. Ltd.		-	17,060,197
		30,005,336	17,060,197
* Refer Note no. 22 for details of Securities			
G-3 OTHER CURRENT LIABILITIES		7	
(a) Expenses Payable			
(i) Statutory remittances			
GST Payable		355,948	358,515
TDS on Interest on Unsecured Loan		-	6,689
TDS on Contractor		3,015	2,341
TDS on Salary		810,000	147,600
TDS on Professional Fee		3,864	4,620
TDS on Rent		15,000	20,000
TCS on Sale		16,809	-
LWF Payable		4,964	23,626
(ii) Others			
Audit Fees		44,862	41,580
Bonus Payable		197,190	259,275
Rent Payable		108,484	-
Salary Payable		533,215	-
Wages Payable		260,224	183,553
Legal & Professional Fee Payable (Rajneesh Associates)		15,776	54,042
Legal & Professional Fee Payable (Apurva Corporate Advisors Pvt. Ltd.)		25,000	-
Repair & Maintenance Charges Payable (Balwant Singh)		25,000	-
Telephone Expenses Payable		3,742	-
Director Remuneration Payable		1,400,000	300,000
Electricity Expense Payable		180,423	233,244
		4,003,516	1,635,085
(b) Other Advances			
Aggarwal Trading Company		9,392	-
Bhagwati Chemicals		5,526	-
Nirmal Trading Co.		70,789	-
Pooja Chemical		41,000	-
Shri Ram Sales		50,000	-
Unnati Polchem		123,098	-
		299,805	-
Total		4,303,321	1,635,085
G-5 Cash and cash equivalents		13	
(a) Balances with banks			
- In Current A/c's			
ICICI Bank		724,197	60,729
Deutsche Bank		40,290	158,298
HSBC Bank		-	8,801
UCO Bank		68,458	68,458
		832,946	296,286

For Prayag Chemicals (P) Ltd.



Director

For Prayag Chemicals (P) Ltd.



Director

PRAYAG CHEMICALS PVT LTD CIN :- U24119DL1993PTC125350 Tel.: 011-47049211. E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in 314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034.			
GROUPING AS AT 31.03.2021			
Particulars	NOTE NO.	As at 31	As at 31 March,
		March, 2021	2020
		Rs	Rs
G-6 Short Term Loans & Advances	14		
<u>(a) Security deposits</u>			
Office		225,000	225,000
Rent		24,000	24,000
Prema Ahlawat		289,500	-
Electricity		85,340	85,340
		623,840	334,340
<u>(b) Balances with government authorities</u>			
TDS Excess paid		2,281	2,260
Income Tax Refundable (A.Y.2020-21)		174,507	174,507
Bank FDR rendered as a Guarantee in Pollution		29,248	29,248
		206,036	206,015
<u>(c) Advance to Suppliers</u>			
Capital Vehicle		-	8,703
DCM Shriram Ltd.		-	240,872
Suman Enterprises		58,011	-
		58,011	249,575
Total		887,887	789,930
G-7 Other Current Assets	14		
<u>(a) Prepaid expenses</u>			
Insurance Premium		14,329	44,973
		14,329	44,973

For Prayag Chemicals (P) Ltd.

[Signature]
 Director

For Prayag Chemicals (P) Ltd.

[Signature]
 Director

PRAYAG CHEMICALS PVT LTD				
CIN :- U24119DL1993PTC125350				
Tel.: 011-47049211. E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in				
314, P.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034				
GROUPING AS AT 31.03.2021				
G- 2 TRADE PAYABLES (Note 6)				
Particulars	As on 31.03.2021		As on 31.03.2020	
	Less Than 1 Year	More Than 1 Year	Less Than 1 Year	More Than 1 Year
Adarsh Service Station	578,199	-	490,210	-
Aanchal Trading Co.	213,799	-	72,472	-
Adinath Industries	47,790	-	-	-
Aditya Enterprises	1,546,625	-	-	-
AL Enterprises	110,966	-	110,401	-
B.S. Barrel Co.	-	-	332,100	-
Goyal Lime Manufactures	53,190	-	-	-
Goyal Gram Udyog	-	-	80,420	-
Gujarat Enviro Protection & Infrastructre(Hy) Pvt.	28,688	-	-	-
Gupta Extrusions P. Ltd.	-	-	10,373	-
High Eximetro Private Limited	2,010,535	-	-	-
Jai Balaji Traders	242,080	-	-	-
KLJ Resources Ltd.	2,009,421	-	22,834,476	-
KLJ Organic Ltd.	-	-	6,837,805	-
Kutch Chemical Industries Ltd.	1,133,650	-	2,427,944	-
L.A.Barrels Company	74,860	-	-	-
Nathani Polymers	69,950	-	-	-
Prayag Polyvinyl Pvt. Ltd.	22,656	-	-	-
Radha Vallabh Enterprises	192,605	-	-	-
Revex Plasticizer P. Ltd.	323,299	-	228,901	-
Tara Mercantile Pvt. Ltd	8,370,623	-	-	-
TPT- Jai Ambey Carrier	1,723,039	-	1,412,170	-
TPT- Nice Fleet Carriers	34,000	-	20,000	-
Punjab Alkalies & Chemicals Ltd	8,115,439	-	1,343,211	-
Saphire Trading Co.	10,956	-	-	-
Shree Radhey Krishna Drums	113,137	-	1,091,570	136,208
Shri Triputi Traders	521,442	-	-	-
Suman Enterprises	-	-	113,280	-
Vardhman Enterprises	51,599	-	-	-
V.P.Enterprises	272,859	-	1,492,009	-
V.S. Polymers Private Limited	-	-	210,918	-
Total	27,871,407	-	39,108,260	136,208

For Prayag Chemicals (P) Ltd.



Director

For Prayag Chemicals (P) Ltd.



Director

PRAYAG CHEMICALS PVT LTD				
CIN :- U24119DL1993PTC125350				
Tel.: 011-47049211, E-mail: ssdahiya@flowtechgroup.in, Web.: www.flowtechgroup.in				
314, F.P. TOWERS, NETAJI SUBHASH PLACE, PITAMPURA, DELHI - 110034.				
GROUPING AS AT 31.03.2021				
G - 4 TRADE RECEIVABLES (Note 11)				
Particulars	As on 31.03.2021 Outstanding for		As on 31.03.2020 Outstanding for	
	Less Than 6 Months	More Than 6 Months	Less Than 6 Months	More Than 6 Months
Aggarwal Trading Co.	-	-	85,721	-
Arihant Udhog	225,453	1,629,949	118,248	-
Abhishek Chemicals	-	-	-	13,611
Advance Chemicals	23,850,000	20,909,464	25,394,464	-
AG Gaso Chemical P Ltd	-	-	-	55,886
Alive Plastic Udyog	-	2,572,107	690,773	922,613
American Laboratories	-	35,590	-	-
Anita Polychem Private Limited	-	-	925,533	-
Alwar Paraffin & Allied Products P Ltd	-	-	708,000	-
Arun Steel Traders	43,566	-	-	-
Azure Switchgear Pvt. L.C.	-	-	1,346,085	738,798
Axis Chemicals	47,320	-	65,640	-
Aum Udyog	868,201	-	837,800	-
Ayush Trading Company	483,579	-	2,870,232	-
Ashoka Trading Co.	61,758	-	438,407	-
Bhardwaj Trading Co.	786,450	-	-	-
B.R Chemicals	-	-	84,029	-
Bhagwati Chemicals	-	-	75,311	-
Bihani Manufacturing Co. Pvt. Ltd	1,770,703	-	-	-
BS Industries	-	-	-	4,125
Chem Tech India	70,623	-	-	-
Chemical Trading Centre	109,637	-	3,946	-
Flow Tech Chemicals Pvt. Ltd.	1,388,981	-	5,263,949	-
Girish Plastics	112,484	26,066	100,212	-
Group Tech Industries	-	127,440	-	-
Hansa Tube Pvt. Ltd.	9,322	-	34,926	-
Jagjit Chemical Industries	-	-	-	10,785
J S Pumps	-	-	1,310,685	239,505
Kabir Alkalies & Chemicals Pvt. Ltd.	-	-	49,843	-
Kamal Chemicals	2,425	-	-	-
Khandelwal Udyog	-	100,000	721,865	-
Kishore Chemicals	-	80,122	128,207	-
Kunal Trading Company	116,394	-	129,007	-
Lalit Plastics India Pvt. Ltd.	-	-	-	459,964
MK Plastic & Rubber	168,740	571,649	-	-
MK Polymer	-	112,731	-	-
MSB Chemicals Industries	514,624	-	-	-
NAV Bharat Enterprise	2,505,052	-	-	-
Neeraj Chemicals	52,341	-	-	-
Nirmal Trading Co.	-	-	577,760	980
Parkash Chemicals	-	-	944,915	-
Parmar Chemicals	60,322	-	19,914	-
Paras Chemicals	-	-	31,904	-
Pooja Plastics	-	-	438,016	-
Priya Polytubes	-	-	911,904	-
Raja Ram & Sons	128,139	-	38,349	-
Ravi Pipes	1,471,342	-	-	-
RK Trading	29,813	-	29,189	-
Radhika Polymers	-	250,000	-	375,000
Shivan Chemicals	5,671,697	1,557,288	354,000	-
Sun Ind Chemicals Pvt. Ltd.	-	-	9,646	-
Sunshine Enterprises	-	921,551	-	961,641
Shree Jee Enterprises	-	-	81,420	-
Shri Balaji Polymers	-	333,470	-	633,470
Shree Balaji Plastic	233,705	456,443	-	-
Shree Krishna Plastics	116,997	21,375	438,724	-
Shree Ram Plastic	233,705	-	-	-
Shreya Chemical	-	-	38,539	-
Shri Mataji Plastic Industries	-	-	985,253	-
Shori Lal Chemicals	-	-	35,869	-
SMS Industries	-	654,694	935,976	-
Surya Roshni Limited	-	-	531,083	-
Supershine Plasticizers	1,412,591	-	22,014,591	-
Surya Plast Extrusion Industries	-	-	1,983,604	-
Star Chemicals & Instruments	-	-	66,893	-
Supreme Chemical Industries	914	-	-	-
Swastik Chemicals	-	24,000	-	-
Vardhman Pipe Udhog	116,605	-	-	-
Veshno Polyplast Pvt Ltd	-	689,701	-	-
Vivek Enterprises	63,763	-	-	-
V.S. Polymers Pvt Ltd	7,898,347	-	-	-
Yash Chemicals	-	-	44,133	-
Total	₹3,625,583	31,073,638	71,894,564	4,416,378

For Prayag Chemicals (P) Ltd.



Director

For Prayag Chemicals (P) Ltd.



Director