Ajmera & Ajmera
Chartered Accountants

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Independent Auditor's Report
To The Members of Fabtech Technologies Cleanrooms Private Limited (Formerly known as Fabtech Turnkey Projects International Private Limited)
Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Fabtech Technologies Cleanrooms Private Limited (Formerly known as Fabtech Turnkey Projects International Private Limited) ("the Company"), which comprise the Balance Sheet as at 31st March 2021, and the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the **Companies (Accounting Standards) Rules, 2006**, as amended, ("Accounting Standards") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2021, its profit and its cash flows for the year ended on that date.

Basis for opinion
We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Emphasis of Matter
We draw attention to the Note No. 39 in the Notes to the financial statements regarding the implementation of composite scheme of arrangement amongst the Fabtech Technologies International Limited ('Demerged Company') and Fabtech Technologies Private Limited (Formerly known as Globeroute Ventures Private Limited) (Resulting Company 1) and Fabsafe Technologies Private Limited (Resulting Company 2) and Fabtech Technologies Cleanrooms Private Limited (Formerly known as Fabtech Turnkey Projects International Private Limited) (Resulting Company 3) and their respective Shareholders under section 230 to 232 and other applicable provisions of the Companies Act, 2013. ("The Scheme"), The Appointed date of the scheme is 01/04/2019. The said Scheme has been approved by National Company Law Tribunal, Mumbai Bench ("NCLT") vide their order dated 19th November 2020. Considering the NCLT Order and Covid 19 Pandemic situation, the continuing operations of the resulting companies were commenced from 1st April, 2021. Our opinion is not modified on this matter.

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Information Other than the Standalone 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 Director's Report, but does not include the consolidated financial statements, Standalone financials statements and our auditor's report thereon.

- Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone 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.

Management's Responsibility for the Standalone Financial Statements

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

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

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Auditor's Responsibilities for the Audit of the Standalone Financial Statements

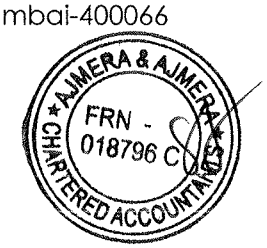
Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not 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 standalone 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 standalone 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 controls.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



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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 Section 143(3) of the Act, based on our audit we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant 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 31st March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

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:

In our opinion and to the best of our information and according to the explanations given to us, Being Private Limited Company Section 197(16) is not applicable.

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, as amended in our opinion and to the best of our information and according to the explanations given to us:

a) The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.

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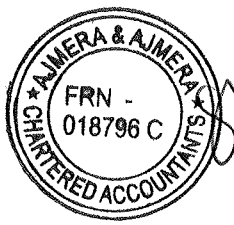
ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the company.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the order.

For Ajmera & Ajmera
Chartered Accountants
F.R.No.018796C



Sourabh Ajmera
Partner

(Membership No. 166931)
UDIN: 22166931AAAAAZ8911

Place: Mumbai
Date: 22/11/2021

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Annexure "A" to the Independent Auditor's Report
(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Fabtech Technologies Cleanrooms Private Limited (Formerly known as Fabtech Turnkey Projects International Private Limited) of even date)

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

We have audited the internal financial controls over financial reporting of **Fabtech Technologies Cleanrooms Private Limited** (Formerly Fabtech Turnkey Projects International Private Limited) ("the Company") as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls
The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility
Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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Meaning of Internal Financial Controls over Financial Reporting

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

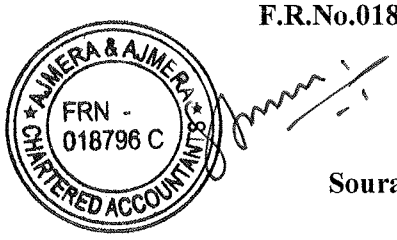
Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, 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.

For Ajmera & Ajmera
Chartered Accountants
F.R.No.018796C



Sourabh Ajmera
Partner

Place: Mumbai
Date: 22/11/2021

(Membership No. 166931)
UDIN:22166931AAAAAZ8911

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Annexure 'B' to the Independent Auditor's Report

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **Fabtech Technologies Cleanrooms Private Limited (Formerly known as Fabtech Turnkey Projects International Private Limited) of even date)**

i. In respect of the Company's fixed assets:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The company has received the fixed assets under composite arrangement of scheme from the demerged company under section 230 to 232 and other applicable provisions of the Companies Act, 2013. The fixed assets were physically verified during the year by the management in accordance with a regular programme of verification which in our opinion provides for physical verification of all fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us, there is no immovable properties of land and buildings in the name of company.

ii. As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.

iii. The company has not granted any loans, secured or unsecured, to companies, firm, Limited Liability Partnership or other parties cover covered in the register under section 189 of the Companies Act, 2013.

iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.

vi. According to the information and explanations given to us company has maintained the cost records as per Companies (Cost Records and audit) Rules 2014, as amended prescribed by central government sub section (1) of section 148 of the Companies Act, 2013. However, cost audit is not applicable to the company.

vii. According to the information and explanations given to us, due to demerger all statutory dues on behalf of the company are paid by erstwhile demerged company **Fabtech Technologies International Limited**.

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(a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.

(b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at March 31, 2021 for the period of more than six months from the date they are payable.

(c) There were no dues of Income Tax, Sales Tax, Service Tax, Excise Duty and Value Added Tax which have not been deposited as at March 31, 2021 on account of dispute.

viii. In our Opinion, and according to the information and explanations given to us, the company has not defaulted in the repayment of loans and borrowings to the financial institutions and banks. The company has not taken any borrowings from government. The company has not issued any debentures.

ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.

x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.

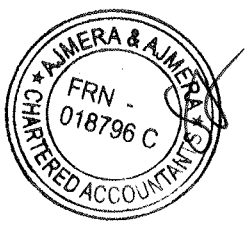
xi. In our opinion and according to the information and explanations given to us, With regard to managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act, Being Private Limited Company, the said clause is not applicable to the Company.

xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.

xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.

xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.



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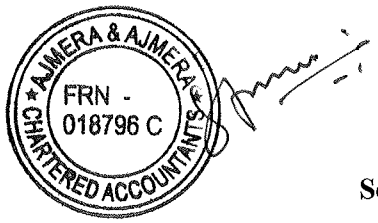
xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Ajmera & Ajmera
Chartered Accountants
F.R.No.018796C



Sourabh Ajmera
Partner

(Membership No. 166931)
UDIN: 22166931AAAAAZ8911

Place: Mumbai
Date: 22/11/2021

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Technologies Cleanrooms Pvt. Ltd.

Balance Sheet as at 31st March, 2021

	Note No.	As at 31-03-2021 ₹	As at 31-03-2020 ₹
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	300,000	300,000
(b) Share suspense account	4	27,558,950	27,558,950
(c) Reserves and surplus	5	322,724,982	315,765,543
		350,583,932	**343,624,493**
2 Non-current liabilities			
(a) Long-term borrowings	6	3,619,175	-
(b) Long-term provisions	7	8,686,517	8,384,361
		12,305,692	**8,384,361**
3 Current liabilities			
(a) Short-term borrowings	8	66,578,883	102,405,233
(b) Trade payables			
(i) Total outstanding dues of Micro Enterprises and small Enterprises		4,247,468	1,468,474
(ii) Total outstanding dues of creditors other than Micro Enterprises and small Enterprises		172,868,093	166,143,413
(c) Other current liabilities	9	60,427,240	33,390,519
(d) Short-term provisions	10	554,276	583,032
		304,675,960	**303,990,671**
TOTAL		**667,565,584**	**655,999,525**
II. ASSETS			
1 Non-current assets			
(a) Property, plant & equipment	11a	34,643,346	29,308,812
(b) Other intangible assets	11b	-	-
(c) Non-current investments	12	29,579,638	28,379,638
(d) Deferred tax asset (net)	13	4,362,921	470,330
(e) Long-term loans and advances	14	7,968,270	7,596,043
		76,554,175	**65,754,823**
2 Current assets			
(a) Inventories	15	109,222,085	84,075,020
(b) Trade receivables	16	419,736,579	441,232,756
(c) Cash and bank balances	17	16,801,995	17,128,647
(d) Short-term loans and advances	18	45,153,545	47,806,597
(e) Other current assets	19	97,205	1,682
		591,011,409	**590,244,702**
TOTAL		**667,565,584**	**655,999,525**

See accompanying notes forming part of the financial statements 1 to 40

In terms of our report attached.
For Ajmera & Ajmera
Chartered Accountants
Firm Regn. No. : 0018796C

AJMERA & AJMERA * FRN - 018796 C * CHARTERED ACCOUNTANTS

Sourabh Ajmera
Partner
(Membership No. 166931)
UDIN :22166931AAAAAZ8911

Place : Mumbai
Date: November 22, 2021

For and on behalf of the Board of Directors

Naseem Ahsan Khan
Director
DIN No. 00153263

FABTECH TECHNOLOGIES CLEANROOMS PRIVATE LIMITED * MUMBAI *

Manisha Hemant Anavkar
Director
DIN No. 00733660

Place : Mumbai
Date: November 22, 2021

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Technologies Cleanrooms Pvt. Ltd.

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

		Note No	For the Year Ended 31-03-2021 ₹	For the Year Ended 31-03-2020 ₹
	Income			
1	Revenue from operations (gross)	20	648,620,788	855,726,723
	Less: Excise Duty		-	-
	Revenue from operations (net)		648,620,788	855,726,723
2	Other income	21	3,042,115	7,874,905
3	**Total revenue (1+2)**		**651,662,903**	**863,601,629**
	Expenses			
	Cost of materials consumed	22	482,382,322	577,082,041
	Changes in inventories of finished goods and work-in-progress	23	(15,854,574)	(12,677,908)
	Employee benefits expense	24	40,387,601	67,026,235
	Finance costs	25	2,796,447	5,227,624
	Depreciation and amortisation expense	26	6,217,021	4,713,449
	Operating expenses	27	73,191,138	87,294,012
	Selling, General and Administrative expense	28	58,001,101	79,976,378
4	**Total expenses**		**647,121,055**	**808,641,831**
5	**Profit before tax**		**4,541,848**	**54,959,797**
6	**Tax expense**			
	(a) Current tax expense for current year		1,475,000	15,179,108
			1,475,000	**15,179,108**
	(b) Deferred Tax Credit		(3,892,591)	471,511
			(2,417,591)	**15,650,619**
7	**Profit for the year after tax carried to Balance Sheet**		**6,959,439**	**39,309,178**
	Earnings per share:			
	Basic & Diluted	34	2.50	14.11
	Face Value Per Share		10	10
	See accompanying notes forming part of the financial statements	1 to 40		

In terms of our report attached.
For Ajmera & Ajmera
Chartered Accountants
Firm Regn. No. : 0018796C

AJMERA & AJMERA ★ CHARTERED ACCOUNTANTS ★ FRN - 018796 C

Sourabh Ajmera
Partner
(Membership No. 166931)
UDIN :22166931AAAAAZ8911

Place : Mumbai
Date: November 22, 2021

For and on behalf of the Board of Directors

Naseem

Naseem Ahsan Khan
Director
DIN No. 00153263

FABTECH TECHNOLOGIES CLEANROOMS PRIVATE LIMITED ★ MUMBAI

Manisha Hemant Anavkar
Director
DIN No. 00733660

Place : Mumbai
Date: November 22, 2021

Fabtech®
Technologies Cleanrooms Pvt. Ltd.

Cash Flow Statement for the year ended 31st March, 2021

	For the Year Ended 31-03-2021		For the Year Ended 31-03-2020	
	₹	₹	₹	₹
A. Cash flows from operating activities				
Profit before tax		4,541,848		54,959,797
Adjustments for:				
Depreciation and amortisation expense	6,217,021		4,713,449	
Trade receivables, deposits & trade payables written off/ back	(496,793)		(6,837,777)	
Finance costs	2,796,447		5,227,624	
Interest income on bank deposits	(671,654)		(926,385)	
Net (Profit)/ Loss on sale of fixed assets	(201,521)		-	
		7,643,500		2,176,911
Operating profit before working capital changes		12,185,348		57,136,708
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets :				
Inventories	(25,147,065)		18,447,571	
Trade receivables	21,496,177		(53,779,710)	
Short-term loans and advances	(4,342,336)		14,995,832	
Adjustments for (decrease) / increase in operating liabilities :				
Trade payables	10,000,467		(75,206,816)	
Other current liabilities	25,798,549		(35,273,788)	
Short-term provisions	(28,756)		(536,486)	
Long-term provisions	302,156		3,318,787	
		28,079,192		(128,034,611)
Cash generated from operations		40,264,540		(70,897,903)
Net income tax paid		(1,671,077)		(15,650,619)
Net cash flows from operating activities		38,593,463		(86,548,522)
B. Cash flows from investing activities				
Capital expenditure on fixed assets including capital advances	(11,650,034)		(15,375,501)	
Investment in Associate/ Joint venture/ Subsidiaries	(1,200,000)		-	
Proceeds from sale of fixed assets	300,000		-	
Interest received	576,131		926,123	
Loans to employees	1,238,049		586,661	
Security deposits (made)/ refund received	5,647,930		(1,360,869)	
Proceeds from government authorities	(66,741)		4,304,237	
Fixed deposit with banks matured/ (placed)	(4,828,091)		7,005,553	
Net cash from / (used in) investing activities		(9,982,756)		(3,913,795)
C. Cash flows from financing activities				
Proceeds/ (repayment) of short term borrowings, net	(35,826,350)		79,015,840	
Net increase in vehicle loan	4,831,175		-	
Increase in share capital	-		200,000	
Finance costs	(2,770,275)		(5,227,624)	
Net cash (used in) / from financing activities		(33,765,451)		73,988,216
Net increase in cash and cash equivalents (A+B+C)		(5,154,743)		(16,474,101)
Add: Cash and Cash Equivalents transferred as per Scheme of Arrangement on demerger from Fabtech Technologies International Limited		-		26,116,119
Cash and cash equivalents (opening balance)		9,642,029		10
Cash and cash equivalents (closing balance)		4,487,287		9,642,029

Notes to cash flow statement:

1. Fixed deposits with banks with maturity period of more than three months are classified and grouped in investing activities and not included in cash and cash equivalents.
2. Cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard (AS 3) " Cash Flow Statement".
3. Previous Years figures have been regrouped / rearranged wherever necessary to correspond with the figures of the current year.
4. Current Year figures have been adjusted as per the Scheme of Arrangement of the company.

In terms of our report attached.

For Ajmera & Ajmera
Chartered Accountants
Firm Regn. No. : 0018796C

AJMERA & AJMERA CHARTERED ACCOUNTANTS FRN - 018796 C

Sourabh Ajmera
Partner
(Membership No. 166931)
UDIN :22166931AAAAAZ8911
Place : Mumbai
Date: November 22, 2021

For and on behalf of the Board of Directors

FABTECH TECHNOLOGIES CLEANROOMS PRIVATE LIMITED MUMBAI

Naseem Ahsan Khan
Director
DIN No. 00153263
Place : Mumbai
Date: November 22, 2021

Manisha Hemant Anavkar
Director
DIN No. 00733660
Place : Mumbai
Date: November 22, 2021

1 Corporate Information:

Fabtech Technologies Cleanrooms Private Limited ("the Company") is a Private Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 2013. The registered office of the Company is located at 615, Janki Centre, Off. Veera Desai Road, Andheri West Mumbai, Maharashtra India. The Honourable NCLT - Mumbai Bench had approved the scheme of arrangement among Fabtech Technologies International Limited, Fabtech Technologies Private Limited, Fabsafe Technologies Private Limited,Fabtech Technologies Cleanrooms Private Limited and shareholders of the companies on 19th Nov 2020 pursuant to which, Fabtech Technologies International Limited ("Demerged Company") has demerged its Modular Partition Division intoFabtech Technologies Cleanrooms Private Limited ("Resulting Company") from Appointed Date (i.e. 1st April, 2019).Fabtech Technologies Cleanrooms Private Limited is engaged in the business of manufacturing of pre-engineered, pre-fabricated modular panels & doors for building infrastructure, designing, supplying & installing for pharmaceuticals and allied industries.

With effect from 21st January 2021, the name of the Company was changed from **Fabtech Turnkey Projects International Pvt. Ltd.** to **Fabtech Technologies Cleanrooms Pvt. Ltd.**

2 Significant accounting policies:

(i) **Basis of accounting:**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

(ii) **Use of estimates:**

The presentation of the financial statements in conformity with the Indian GAAP requires the Management to make estimates and assumptions that affect the reported amount of assets and liabilities, revenues and expenses and disclosure of contingent liabilities. The Management believes that the estimates used in preparation of Financial Statements are prudent and reasonable. Future results could differ due to these estimates and differences between the actual results and estimates are recognised in the period in which the results are known / materialise.

(iii) **Revenue recognition:**

Revenue from sales is recognised when the significant risks and rewards of ownership of the goods are transferred to the customers. Sales are net of sales returns and trade discounts. Installation and commissioning income is recognised when the service is rendered. Interest income is recognised on a time proportion basis. Dividend income is accounted when the right to receive the same is established.

Revenue from construction activities is recognised only to the extent of cost incurred till such time the outcome of the job cannot be ascertained reliably. When the outcome of the contract is ascertained reliably, contract revenue is recognised at cost of work performed on the contract plus proportionate margin, using the percentage of completion method. Percentage completion is the proportion of cost of work performed to-date, to the total of estimated contract costs.

Amounts included in the financial statements, which relate to recoverable costs & accrued margins, if any, not yet billed on contracts are classified as "Unbilled Revenue."

(iv) **Export Incentive:**

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

(v) **Property, plant & equipment and depreciation:**

All Property, plant & equipment are stated at cost of acquisition less accumulated depreciation and impairment losses, if any. Cost comprises of the purchase price and any other attributable cost of bringing the assets to its working condition for its intended use.

Depreciation on property, plant & equipment has been provided using the straight line method in the manner and at the rates prescribed by Schedule II of the Act. Depreciation on addition/deletion of Property, plant & equipment made during the year is provided on pro-rata basis from / upto the date of each addition / deletion. Individual assets costing less than Rs 5,000 are depreciated fully in the year of purchase.

Intangible assets are amortised over their estimated useful life using the straight line method in the manner and at the rates prescribed by Schedule II of the Act.

(vi) **Capital work-in-progress:**

Projects under which tangible assets are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest (if any).

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(viii) **Impairment:**

The carrying amount of fixed assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. Impairment loss is provided to the extent the carrying amount of such assets exceed their recoverable amount. Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the cost of disposal.

(ix) **Investments:**

Long term investments are stated at cost and provision for diminution in value is made to recognise a decline other than temporary. Current investments are stated at lower of cost and fair value.

(x) **Inventories:**

Inventories are valued at the lower of cost and net realisable value.
The cost is determined as follows:

(a) Raw and packing materials: FIFO method
(b) Work-in-progress: At material cost absorbed on weighted average cost basis and production overheads
(c) Finished goods (other than those acquired for trading): At material cost absorbed on weighted average cost basis, production overheads and excise duty.
(d) Stock-in-trade : FIFO method

(xi) **Employee benefits:**

(I) Short term employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss in the year in which the related service is rendered.

(II) Long term benefits:

a. **Defined Contribution Plan**

Provident and Family Pension Fund

The eligible employees of the Company are entitled to receive post employment benefits in respect of provident and family pension fund, in which both employees and the Company make monthly contribution at a specified percentage of the employees' eligible salary (currently 12% of employees' eligible salary subject to a minimum contribution of ₹780 per month). The contributions are made to the Regional Provident Fund Commissioner. Provident Fund and Family Pension Fund are classified as Defined contribution plans as the Company has no further obligations beyond making the contribution. The Company's contribution to Defined Contribution Plans are charged to the statement of profit and loss, as incurred.

b. **Defined Benefit Plan**

Gratuity

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service. Vesting occurs upon completion of five years of service. The Company accounts for gratuity benefits payable in future based on an independent actuarial valuation as at the Balance Sheet date, using the projected unit credit method. Actuarial gains and losses are recognised in the statement of profit and loss.

Compensated absences

The Company provides for the encashment of leave or leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment / availment. The liability is provided based on the number of days of unutilised leave at each balance sheet date on the basis of an independent actuarial valuation as at the Balance Sheet date, using the projected unit credit method. Actuarial gains and losses are recognised in the statement of profit and loss.

(xii) **Foreign currency transactions and translations:**

(a) Foreign currency transactions are recorded at the exchange rates that approximates the actual rate at the date of the transaction. Gains and losses arising out of subsequent fluctuations are accounted for on actual payment or realisation. Monetary items denominated in foreign currency as at the balance sheet date are converted at the exchange rates prevailing on that date. Exchange differences are recognised in the statement of profit and loss.

(b) The Company uses forward foreign exchange contracts to hedge its exposure against movements in foreign exchange rates in order to reduce the risk associated with exchange fluctuations.

(c) Forward foreign exchange contracts outstanding as at the Balance Sheet date are converted at the exchange rates prevailing on that date. Exchange differences are recognised in the statement of profit and loss.

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(xiv) **Provisions, contingent liabilities and contingent assets:**

A provision is recognised when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present values and are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

Contingent liabilities are recognised only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Other contingent liabilities are not recognised but are disclosed in the notes to the financial statements.

Contingent assets are not recognised in the financial statements.

(xv) **Lease:**

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognized as operating lease. Lease rentals under operating leases are recognized in the Statement of Profit and Loss on a straight-line basis.

(xvi) **Cash Flow Statement:**

Cash flows are reported using the indirect method, where by profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

(xvii) **Earnings per share (EPS):**

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. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

(xviii) **Operating Cycle:**

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

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FABTECH TECHNOLOGIES CLEANROOMS PRIVATE LIMITED MUMBAI

Notes forming part of the financial statements for the period ended 31st March, 2021

3 Share capital	As at 31-03-2021		As at 31-03-2020	
	Number of shares	₹	Number of shares	₹
Authorised:				
Equity shares of ₹ 10/- each (Pursuant to Scheme of Arrangement)	5,100,000	51,000,000	5,100,000	51,000,000
Issued, subscribed and fully paid up:				
Equity shares of ₹ 10/- each	30,000	300,000	30,000	300,000
TOTAL	30,000	300,000	30,000	300,000

a. Reconciliation of number of shares and amount outstanding at the beginning and at the end of reporting period :

	As at 31-03-2021		As at 31-03-2020	
	Number of shares	₹	Number of shares	₹
Shares outstanding at the beginning of the year	30,000	300,000	10,000	100,000
Add : Issued during the year	-	-	20,000	200,000
Shares outstanding at the end of the year	30,000	300,000	30,000	300,000

b. Rights, preferences and restrictions attached to equity shares:

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.

The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders at the ensuing annual general meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts in the proportion of equity shares held.

c. Details of equity shares held by each shareholder holding more than 5% equity shares in the Company:

	As at 31-03-2021		As at 31-03-2020	
Equity Shares	Number of Equity Shares held	% Holding	Number of Equity Shares held	% Holding
Fabtech Technologies International Limited	29999	99.997%	29999	99.997%
Mr. Aasif Khan	1	0.003%	1	0.003%

4 Share Suspense Account	As at 31-03-2021		As at 31-03-2020	
	Number of shares	₹	Number of shares	₹
Equity shares of ₹ 10/- each *(to be issued to the shareholders of Fabtech Technologies International Limited pursuant to Scheme of Arrangement)**	2,755,895	27,558,950	2,785,895	27,858,950
Less: Equity Shares to be cancelled pursuant to Scheme of Arrangement	-	-	30,000	300,000
TOTAL	2,755,895	27,558,950	2,755,895	27,558,950

**As explained in note 39, in accordance with the requirements of the Scheme and solely for the purpose of compliance with the accounting treatment specified in the Scheme, the effect for issue and cancellation of shares pursuant to demerger has been given on the appointed date of the Scheme being April 1, 2019 and hence recorded as share suspense as such are pending allotment and cancellation as at March 31, 2020.*

5 Reserves and surplus	As at 31-03-2021 ₹	As at 31-03-2020 ₹
Surplus in Statement of Profit and Loss		
Balance as per last Balance Sheet	315,465,543	(214,878)
Add: Profit for the year	6,959,439	39,309,178
Add: Transfer from Demerged Company pursuant to Demerger	-	276,371,243
Net surplus in Statement of Profit and Loss	322,424,982	315,465,543
Capital Reserve		
Balance as per last Balance Sheet	300,000	-
Add: Cancellation of equity shares pursuant to scheme	-	300,000
Closing balance	300,000	300,000
TOTAL	322,724,982	315,765,543

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FABTECH TECHNOLOGIES CLEANROOMS PRIVATE LIMITED MUMBAI

Notes forming part of the financial statements for the period ended 31st March, 2021

6 Long-term borrowings

	As at 31-03-2021 ₹	As at 31-03-2020 ₹
a. Term loans for vehicles (Secured) (Refer Note below) :		
- from banks	3,619,175	-
TOTAL	3,619,175	-

Note:
For Term Loan for Vehicle
- Secured by hypothecation of vehicles acquired under said loans
- Terms of repayment :
  Repayable in 36 or 84 monthly equal instalments including interest ranging between 8.00% to 10.95%
- Instalments falling due in respect of above loans upto 31st March, 2022 have been grouped under "Current maturities of Other current liabilities"

7 Long-term provisions

	As at 31-03-2021 ₹	As at 31-03-2020 ₹
Provision for Employee benefits :		
- Compensated absences	3,100,480	2,968,515
- Gratuity	5,586,037	5,415,846
TOTAL	8,686,517	8,384,361

8 Short-term borrowings

	As at 31-03-2021 ₹	As at 31-03-2020 ₹
Repayable on demand - from banks (secured):		
Cash credit and packing credit	66,578,883	102,405,233
TOTAL	66,578,883	102,405,233

Note:
Bank facilities sanctioned by the banks stand in the name erstwhile demerged company and pursuant to demerger the company has transferred the borrowings to the respective resulting companies from the appointment date i.e. 01 April 2019. However the process of transferring bank facilities in the name of resulting company is under process as the NOC is already provided by the lender to the demerged company. (Refer Note No. 39).

Nature of Security- Axis Bank

Secured by first pari-passu charge on the Company's stocks, book debts and all other current assets and movable fixed assets both existing as well as future. Also, secured by first charge by way of mortgage of office premises at Janki Centre, Andheri, factory premises at Umargaon, both premises owned by Fabtech Turnkey Projects LLP (a firm in which directors of the company are partners) and negative lien on land at Khalapur. Extension of charge on movable fixed assets of the company both present and future excluding vehicle & other movable fixed assets exclusively charged to RBL.

Nature of Security- RBL Bank

Secured by first pari-passu charge on company's current assets and movable fixed assets both present & future along with Axis bank. Also, secured by way of equitable mortgage on office premises located at 302,402 & 403, Vishakha Arcade, Andheri (owned by Fabtech Technologies International Limited) and negative lien on land at Khalapur. Lien on fixed deposits of ₹ 43,500,000.

Borrowings guaranteed by directors or others

a. Personal guarantees of three directors of the Fabtech Technologies International Limited; and

b. Fabtech Turnkey Projects LLP (a firm in which directors of the Fabtech Technologies International Limited are partners)

9 Other current liabilities

	As at 31-03-2021 ₹	As at 31-03-2020 ₹
Current maturities of long-term borrowings - Term loans for vehicles (secured) (Refer Note 6)		
- from banks	1,212,000	-
	1,212,000	-
Interest accrued but not due on borrowings	26,172	-
Other payables		
- Statutory remittances	1,165,963	1,787,652
- Advances from customers	54,209,367	27,739,314
- Liabilities towards employees	1,389,606	297,562
- Other current Liability	2,424,132	3,565,991
TOTAL	60,427,240	33,390,519

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FABTECH TECHNOLOGIES CLEANROOMS PRIVATE LIMITED MUMBAI

Notes forming part of the financial statements for the period ended 31st March, 2021

10 Short-term provisions	As at 31-03-2021 ₹	As at 31-03-2020 ₹
Provision for employee benefits:		
- Compensated absences	378,936	420,640
- Gratuity	175,340	162,392
	554,276	583,032
Other provisions		
Provision for tax [net of advance tax]	-	-
TOTAL	554,276	583,032

12 Non - current investments	As at 31-03-2021 ₹	As at 31-03-2020 ₹
(Unquoted, fully paid up, valued at cost) Trade:		
(a) In equity shares of associate company:		
1) 3,514 (previous year 3,514) Equity shares of ₹ 10/- each in Advantek Air System Pvt. Ltd.	165,300	165,300
(b) In Capital of Limited Liability Partnership:		
1) FTS Installation Services LLP (Refer Note 37)	9,999	9,999
2) Altair Partition System LLP	29,404,339	28,204,339
TOTAL	29,579,638	28,379,638

Note:
With regard to composite arrangement of scheme from the demerged company under section 230 to 232 and other applicable provisions of the Companies Act, 2013, The Original Investments in Demerged Company Fabtech Technologies International Limited in Limited Liability partnerships and Subsidiary Companies continue to be investment in resulting companies per demerger scheme. However the resulting companies are in the process of filing the necessary forms for change of name to registrar of Companies as prescribed. (Refer Note No 39)

13 Deferred tax (liability) / asset (net)	As at 31-03-2021 ₹	As at 31-03-2020 ₹
(a) Deferred tax asset		
Provisions - Employee Benefit	76,060	774,036
Property, Plant & Equipments	4,286,861	-
(b) Deferred tax liability		
Property, Plant & Equipments	-	303,706
TOTAL	4,362,921	470,330

14 Long-term loans and advances	As at 31-03-2021 ₹	As at 31-03-2020 ₹
Unsecured, considered good		
Security deposits	4,228,935	4,128,785
Loans and advances to employees	876,000	800,000
Advance income tax [net of provisions]	2,863,336	2,667,258
TOTAL	7,968,270	7,596,043

15 Inventories	As at 31-03-2021 ₹	As at 31-03-2020 ₹
(At lower of cost and net realisable value)		
Raw materials	58,661,647	49,369,156
Work-in-progress	36,357,254	25,703,768
Finished goods	14,203,184	9,002,096
TOTAL	109,222,085	84,075,020

16 Trade receivables	As at 31-03-2021 ₹	As at 31-03-2020 ₹
Unsecured, considered good		
Trade receivables outstanding for a period exceeding six months from the date of invoice (Including Retention Money)	202,116,313	219,974,951
Other trade receivables (Including Retention Money)	217,620,266	221,257,805
TOTAL	419,736,579	441,232,756

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FABTECH TECHNOLOGIES CLEANROOMS PRIVATE LIMITED MUMBAI

Notes forming part of the financial statements for the period ended 31st March, 2021

17 Cash and bank balances	As at 31-03-2021 ₹	As at 31-03-2020 ₹
(a) Balances that meet the definition of Cash and Cash equivalents (as per AS 3 - Cash Flow Statement		
Cash on hand	227,083	150,010
Balances with banks		
In current accounts	4,260,204	9,492,019
Total Cash and Cash equivalents as per AS 3 - Cash Flow Statements	**4,487,287**	**9,642,029**
Other Bank Balances		
In deposit accounts with original maturity of more than 3 months but not greater than 12 months	12,314,709	7,486,618
Total Other Bank Balance	12,314,709	7,486,618
TOTAL	**16,801,995**	**17,128,647**

Note:

The bank accounts stand in the name of erstwhile demerged company and the company has transferred the balances to respective resulting companies pursuant to scheme of demerger. However the process of opening new bank accounts in the name of resulting company is under progress. (Refer Note No. 39).

18 Short-term loans and advances	As at 31-03-2021 ₹	As at 31-03-2020 ₹
Unsecured, considered good		
Security deposits	3,455,644	9,203,724
Loans and advances to employees	1,612,237	2,926,287
Prepaid expenses	586,663	971,343
Balances with government authorities	89,241	22,500
Advances for supply of goods and services	39,409,760	34,682,743
TOTAL	**45,153,545**	**47,806,597**

19 Other current assets	As at 31-03-2021 ₹	As at 31-03-2020 ₹
Interest accrued on bank deposits	97,205	1,682
TOTAL	**97,205**	**1,682**

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FABTECH TECHNOLOGIES CLEANROOMS PRIVATE LIMITED MUMBAI

Notes forming part of the financial statements for the year ended 31st March, 2021

20 Revenue from operations (Gross)

	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
Sale of products	60,83,87,590	80,70,52,071
Sale of services - Installation and commissioning services	4,02,33,198	4,86,74,652
TOTAL	64,86,20,788	85,57,26,723

Note :
Consequent to the introduction of Goods and Service Tax ("GST") with effect from 1 July 2017, Central Excise, Value Added Tax (VAT), etc. have been subsumed into GST. Accordingly, the figures for the period upto 30 June, 2017 in the previous year are not strictly relatable to those thereafter.

21 Other income

	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
Interest income on bank deposits	6,71,654	9,26,385
Insurance claim	15,14,905	35,144
Net balances written back	4,96,793	68,37,777
Profit on disposal of fixed asset (net)	2,01,521	-
Miscellaneous income	1,57,242	75,599
TOTAL	30,42,115	78,74,905

22 Cost of materials consumed

	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
Opening stock	4,93,69,156	8,04,94,635
Add: Purchases	49,16,74,813	54,59,56,562
Less: Closing stock	5,86,61,647	4,93,69,156
TOTAL	48,23,82,322	57,70,82,041

23 Changes in inventories of finished goods and work-in-progress

	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
(a) Inventories at the end of the year:		
Finished goods	1,42,03,184	90,02,096
Work-in-progress	3,63,57,254	2,57,03,768
	5,05,60,438	3,47,05,864
(b) Inventories at the beginning of the year:		
Finished goods	90,02,096	1,50,24,937
Work-in-progress	2,57,03,768	70,03,019
	3,47,05,864	2,20,27,956
Net decrease (b) - (a)	(1,58,54,574)	(1,26,77,908)

24 Employee benefits expense

	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
Salaries and wages	3,57,28,427	5,81,64,612
Contribution to provident fund and other funds	30,54,802	49,61,741
Gratuity	3,80,496	10,97,300
Staff welfare expenses	12,23,877	28,02,582
TOTAL	4,03,87,601	6,70,26,235

25 Finance costs

	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
Interest expense on:		
- Borrowings	17,13,583	44,13,271
- Trade payables	97,323	1,18,421
- Delayed / deferred payment of taxes	9,423	38,306
Other borrowing costs		
- Loan processing and commitment charges	9,76,118	6,57,626
TOTAL	27,96,447	52,27,624

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26 Depreciation and amortisation expenses

	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
Depreciation of property, plant & equipment	6,217,021	4,713,449
Amortisation of other intangible assets	-	-
TOTAL	**6,217,021**	**4,713,449**

27 Operating expenses

	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
Labour charges	13,450,612	16,500,353
Project erection and commissioning expenses	54,198,785	62,732,160
Power and fuel	5,541,742	8,061,499
TOTAL	**73,191,138**	**87,294,012**

28 Selling, General and Administrative expenses

	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
Freight and forwarding	27,132,307	30,601,384
Rent including lease rentals and equipment hire charges	8,224,708	9,053,734
Repairs and maintenance - Buildings	145,970	2,043,674
Repairs and maintenance - Machinery	332,978	396,708
Repairs and maintenance - Others	605,066	1,160,678
Insurance	696,373	989,070
Rates and taxes	4,631,812	1,743,613
Communication	588,922	1,084,827
Travelling and conveyance	815,278	3,587,437
Printing and stationery	198,436	585,634
Bank charges	775,303	547,311
Postage and courier	1,500,361	1,297,267
Advertising and business promotion	1,134,762	7,092,624
Donations	27,500	250,000
Expense for CSR	-	288,000
Legal and professional charges (Refer Note below)	8,732,271	18,125,733
Miscellaneous expenses	2,459,053	1,128,684
TOTAL	**58,001,101**	**79,976,378**

Legal and professional charges includes payments to statutory auditors (net of GST):

	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
a) Statutoty Audit	200,000	200,000
b) Tax Audit	85,000	85,000
c) for certificate	20,000	20,000
	305,000	**305,000**

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Notes forming part of the financial statements for the year ended 31st March, 2021

11 Property, plant & equipments

	Particulars	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK	
		As at 1st April, 2020 ₹	Additions ₹	Deletions ₹	As at 31st March, 2021 ₹	As at 1st April, 2020 ₹	For the Year ₹	Deletions ₹	As at 31st March, 2021 ₹	As at 31st March, 2021 ₹	As at 31st March, 2020 ₹
(a)	Tangible Assets										
	Freehold land	-	-	-	-	-	-	-	-	-	-
	Buildings	3,569,711	-	-	3,569,711	2,184,633	108,550	-	2,293,233	1,276,478	1,385,028
	Plant and Equipment	59,431,976	4,784,069	1,132,100	63,083,945	33,866,247	4,700,372	1,033,621	37,532,997	25,550,948	25,565,729
	Office Equipment	2,460,021	-	-	2,460,021	2,096,793	81,239	-	2,178,032	281,989	363,227
	Computers	4,220,015	-	-	4,220,015	3,696,149	267,132	-	3,963,281	256,734	523,866
	Furniture and Fixtures	4,457,173	373,465	-	4,830,638	3,250,133	235,515	-	3,485,698	1,344,940	1,206,990
	Vehicles	1,042,630	6,492,500	-	7,535,130	778,650	824,213	-	1,602,872	5,932,258	263,971
	TOTAL	75,181,526	11,650,034	1,132,100	85,699,460	45,872,714	6,217,021	1,033,621	51,056,114	34,643,346	29,308,812
(b)	Other intangible assets (Other than internally generated)										
	Computer Software	-	-	-	-	-	-	-	-	-	-
	TOTAL	-	-	-	-	-	-	-	-	-	-

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Notes forming part of the financial statements for the period ended 31st March, 2021

29 a) Expenditure in foreign currency:

Nature of Expenses	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
Miscellaneous expense	-	908,750
Total	-	908,750

b) Earnings in foreign currency:

Nature of Income	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
FOB Value of Export Sales	-	111,915
Installation & commissioning services	-	-

30 Value of imports calculated on C.I.F. basis:

Nature of material	For the Year Ended 31-03-2021	For the Year Ended 31-03-2020
	₹	₹
Raw materials	-	15,630,500
Stock-in-trade	-	-
	-	15,630,500

31 Details of consumption of imported and indigenous raw materials:

Nature	For the year ended 31-03-2021		For the year ended 31-03-2020	
	% to total consumption	Value (₹)	% to total consumption	Value (₹)
Imported	0.0%	-	2.7%	15,630,500
Indigenous	100.0%	482,382,322	97.3%	561,451,541
	100.0%	482,382,322	100.0%	577,082,041

32 Details of dues to micro and small enterprises as defined under the Micro, Small and Medium Enterprises
The information as required under Micro, Small and Medium Enterprises Development Act, 2006, has been determined to the extent such parties have been identified on the basis of information available with the Company and relied upon by Auditors, is as follows:-

Particulars	31-03-21 ₹	31-03-20 ₹
a) Principal amount remaining unpaid to any supplier as at the end of the accounting year	3,981,584	1,299,914
b) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	265,884	168,561
c) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	Nil	Nil
d) The amount of interest due and payable for the year	265,884	168,561
e) The amount of interest accrued and remaining unpaid at the end of the accounting year	265,884	168,561
f) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	265,884	168,561

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33 a) Forward foreign exchange contracts outstanding as at the balance sheet date:

The company enters into Foreign Exchange Contracts being derivative instruments, which are not intended for trading or speculative purposes, but for hedge purposes, to establish the amount of reporting currency required or available at the settlement date of certain payables and receivables.

Currency	Buy/Sell	Cross Currency	Amount in Foreign Currency	
			31-03-21	31-03-20
US Dollar	Sell	INR	Nil	Nil

b) The year end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

Particulars	Currency	31-03-21		31-03-20	
		Foreign Currency	₹	Foreign Currency	₹
Payables in foreign currency					
Trade payables	USD	115,278	8,458,060	115,278	8,672,350
Receivables in foreign currency					
Advances for supply of goods and services	USD	254,430	17,993,762	254,430	17,609,100

34 Earnings Per Share is calculated as follows:

Particulars	As at 31-03-2021 ₹	As at 31-03-2020 ₹
a) Net profit available for equity shareholders (for basic/diluted EPS)	6,959,439	39,309,178
b) Basic earnings per share		
Weighted average number of equity shares (Nos.) (Refer Note No. 4)	2,785,895	2,785,895
Basic EPS	**2.50**	**14.11**
c) Diluted earnings per share		
Weighted average number of equity shares (Nos.) (Refer Note No. 4)	2,785,895	2,785,895
Diluted EPS	**2.50**	**14.11**
d) Face value per share	10	10

35 Employee benefit plan:

Defined contribution plan: Amounts recognised as expenses towards contributions to provident fund, employee state insurance corporation and other funds by the Company are ₹ 30,54,802/- (previous year ₹ 49,61,741/-).

Defined benefit plan:

The following table sets out the status of the gratuity plan (unfunded) as required under AS -15 (Revised):

Particulars	31-03-21 ₹	31-03-20 ₹
(i) Change in benefit obligation:		
Projected benefit obligation at the beginning of the year (Pursuant to demerger)*	5,578,238	4,737,867
Interest Cost	384,341	367,658
Current Service Cost	748,531	614,749
Past Service cost	-	-
Benefits paid	(377,211)	(256,929)
Actuarial (gain) / loss on obligations	(572,522)	114,893
Projected benefit obligation at the end of the year	**5,761,377**	**5,578,238**

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(ii) Liability recognised in the Balance Sheet	**5,761,377**	**5,578,238**
(iii) Gratuity expense / (credit) for the year		
Current Service Cost	748,531	614,749
Interest Cost	384,341	367,658
Net actuarial (gain) / loss recognized	(572,522)	114,893
Net expense / (credit)	**560,350**	**1,097,300**
(iv) Actuarial assumptions		
Discount rate	6.90%	6.89%
Salary escalation	6.00%	6.00%
Attrition Rate	For service 4 years and below 20% p.a. For service 5 years and above 2% p.a.	For service 4 years and below 20% p.a. For service 5 years and above 2% p.a.

*Due to the Demerger, Opening net liability is taken from Fabtech Technologies International Limited for the respective employees.

Notes :

a. The estimates of rate of escalation in salary considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.

b. The discounting rate is considered based on market yield on government bonds having currency and terms consistent with the currency and terms of the post-employment benefit obligations.

c. The above information is certified by the actuary.

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36 Related party disclosures:

(i) Names of related parties and nature of related party relationship where control exists are as under:

Mr. Aasif Khan - individual having substantial interest in the voting power and can also exercise significant influence over the Company.

(ii) Other related parties with whom the Company had transactions:

(a) Subsidiaries	Altair Partition Systems LLP
(b) Associate	Advantek Air system Private Limited
(c) Joint Venture Entity	FTS Installation Services LLP
(d) Companies / Firms in which directors/ KMP have significant influence	Fabtech Turnkey Projects LLP "T" Square Enterprises Pvt. Ltd. Channel U Entertainment Pvt. Ltd. Fabtech Value Edge LLP FTS Buildtech Pvt. Ltd. Fabtech Technologies (FZC) Fablife Process Technologies LLP Fabsafe Technologies Pvt. Ltd. Fabtechnologies Lifesciences Pvt. Ltd. Fabtech Technologies Pvt. Ltd. *(Formerly known as Globeroute Ventures Pvt. Ltd.)* TSA Process Equipment Pvt. Ltd. Fabtech Technologies International Limited
(e) Directors and Key management personnel	Mr. Aasif Khan, Director Mrs. Naseem Khan, Director Mr. Manisha Anavkar, Director Mr. Aarif Khan, KMP Mr. Hemant Anavkar, KMP

(iii) Transactions with subsidiaries, joint venture entity and companies / firm in which directors have significant influence:

Nature of Transaction and Name of the Related Party	Subsidiaries	Joint Venture Entity	Associate	Companies/Firms in which Directors have Significant Influence	Total
Sales during the year					
- FTS Installation Services LLP	- (-)	- (42,00,000)	- (-)	- (-)	- (42,00,000)
- Altair Partition System LLP	7,750 (1,14,391)	- (-)	- (-)	- (-)	7,750 (1,14,391)

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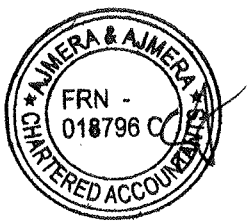
- Fablife Process Technologies LLP	-	-	-	16,480	16,480
	(-)	(-)	(-)	(-)	(-)
- TSA Process Equipments Pvt Ltd	-	-	-	45,568	45,568
	(-)	(-)	(-)	(-)	(-)
Purchases during the year					
- Altair Partition System LLP	43,68,543	-	-	-	43,68,543
	(96,17,941)	(-)	(-)	(-)	(96,17,941)
Rent paid					
- Fabtech Turnkey Projects LLP	-	-	-	70,50,000	70,50,000
	(-)	(-)	(-)	(64,57,800)	(64,57,800)
Closing Balance as at 31st March 2021					
Trade receivables					
- FTS Installation Services LLP	-	91,45,073	-	-	91,45,073
	(-)	(1,61,44,473)	(-)	(-)	(1,61,44,473)
- Altair Partition System LLP	1,44,126	-	-	-	1,44,126
	(1,34,981)	(-)	(-)	(-)	(1,34,981)
- Fablife Process Technologies LLP	-	-	-	19,446	19,446
	(-)	(-)	(-)	(-)	(-)
Security deposits receivable					
- Fabtech Turnkey Projects LLP	-	-	-	35,25,000	35,25,000
	(-)	(-)	(-)	(35,25,000)	(35,25,000)
Loans and advances					
- Fablife Process Technologies LLP	-	-	-	2,48,491	2,48,491
	(-)	(-)	(-)	(-)	(-)
Trade Payables / Advances against supplies					
- Altair Partition System LLP	20,75,257	-	-	-	20,75,257
	(11,23,132)	(-)	(-)	(-)	(11,23,132)
- TSA Process Equipments Pvt Ltd	-	-	-	5,230	5,230
	(-)	(-)	(-)	(-)	(-)

Notes:

(i) No amounts pertaining to related parties have been provided for as doubtful debts. Also, no amounts have been written off or written back during the year.

(ii) Figures in brackets are the corresponding figures in respect of the previous year.



37 Operating Lease

The Company has entered into operating lease arrangements for certain facilities and office premises. The leases are cancellable and are for a period of 1 to 5 years and may be renewed for a further period based on mutual agreement of the parties. Lease payments recognised in the Statement of Profit and Loss ₹ 82,24,708/- (previous year: ₹ 90,53,734/-).

38 FTS Installation Services LLP (Formerly Fabtech Silisbuild Systems LLP) - Joint Venture:

a) In compliance with the Accounting Standard 27 on 'Financial Reporting of Interests in Joint Ventures' as notified by the Companies (Accounting Standards) Rules, 2006, the Company has interest in the following jointly controlled entity:

Name of Joint Venture	Nature of Project	Ownership Interest	Country of Incorporation
FTS Installation Services LLP	Erection, Installation & Commissioning of Clean Room Partition	99.99%	India

b) Financial interest of the Company in jointly controlled entity is as under:

Particulars	31st March, 2021 ₹	31st March, 2020 ₹
Assets	10,852,892	16,630,437
Liabilities	10,446,135	16,413,961
Income	3,007,680	4,622,971
Expenses	2,600,422	4,637,996
Contingent liability	-	-

39 Scheme of Arrangement between Fabtech Technologies International Limited and Fabtech Technologies Cleanrooms Private Limited (Formerly known as Fabtech Turnkey Projects International Pvt. Ltd.)

The Board of Directors at it is meeting held on 30th May 2020 had approved, subject to approval of its Shareholders, Creditors and other regulatory authorities, as may be required, the Scheme of Arrangement amongst Fabtech Technologies International Limited ('Demerged Company') and Globeroute Ventures Private Limited ('GVPL' or Resulting Company 1') and Fabsafe Technologies Private Limited ('FTPL' or Resulting Company 2') and Fabtech Technologies Cleanrooms Private Limited ('FTPIPL' or Resulting Company 3' or 'the Company') and their respective Shareholders and Creditors presented under Section 230 to 232 read with Section 66 of the Companies Act, 2013 ("the Scheme"). The said Scheme has been approved by National Company Law Tribunal, Mumbai Bench ("NCLT") vide their order dated 19th November 2020 and it has become effective from 30th December 2020 on filing of the certified copies of NCLT Order with Registrar of Companies, Mumbai.

As per the Scheme -

i) The Company had acquired Modular Panels Business Division from Fabtech Technologies International Limited;

ii) The transfer of assets and liabilities of Modular Panels business division took effect from the Appointed Date defined in the Scheme, i.e. 1st April 2019

iii) In consideration of demerger, the Company will issue 1 (One) Equity Share of INR 10/- each for every 1 share of INR 10/- each held by the shareholders in FTIL

iv) The demerger were accounted as per the 'Accounting Treatment' specified in the Scheme;

v) FTIL has transferred authorised share capital amounting to INR 5,00,00,000 divided into 50,00,000 shares of INR 10/- each to the Company;

vi) The share capital of the Company held by the Demerged Company will get cancelled as a part of the Scheme

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vii) The details of assets and liabilities acquired are as follows :

Particulars	Amount (INR)
Assets:	
Property, plant & equipment	18,646,760
Other intangible assets	-
Non-current investments	28,379,638
Deferred tax asset (net)	941,841
Long-term loans and advances	9,554,281
Current Investment	-
Inventories	102,522,591
Trade receivables	380,615,270
Cash and bank balances	40,608,290
Short-term loans and advances	63,865,109
Other current assets	1,420
Total Assets (A)	**645,135,200**
Liabilities:	
Long-term borrowings	-
Long-term provisions	5,065,574
Short-term borrowings	23,389,392
Trade payables	242,818,703
Other current liabilities	68,511,819
Short-term provisions	1,119,518
Total Liabilities (B)	**340,905,006**
Net Assets Acquired [(A) – (B)]	**304,230,193**
Purchase Consideration	**27,858,950**
Amounts to be adjusted in Reserves & Surplus	**276,371,243**

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

For and on behalf of the Board of Directors

AJMERA & AJMERA CHARTERED ACCOUNTANTS FRN - 018796 C

FABTECH TECHNOLOGIES CLEANROOMS PRIVATE LIMITED MUMBAI

Naseem Ahsan Khan
Director
DIN No. 00153263

Place : Mumbai
Date: November 22, 2021

Manisha Hemant Anavkar
Director
DIN No. 00733660

Place : Mumbai
Date: November 22, 2021