

SAKETH SEVEN STAR INDUSTRIES PRIVATE LIMITED
CIN:U27300MH2019PTC331404
BALANCE SHEET AS AT 31 MARCH 2020

(Amount in Rs.)

	Particulars	Note No.	As at 31/03/2020 (Rs.)
I	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	2	30,00,000
	(b) Reserves and Surplus	3	-6,06,869
			23,93,131
2	Current Liabilities		
	(a) Trade Payables	4	2,41,258
	(b) Short Term Borrowings	5	39,21,950
	(c) Other Current Liabilities	6	2,47,247
			44,10,455
	Total		68,03,586
II	ASSETS		
1	Non-Current Assets		
	(a) Fixed assets		
	(i) Tangible Assets		28,81,154
	(ia) Capital Work-in-Progress		
	(ii) Intangible Assets		14,600
	(iia) Intangibles Under Development		
	(b) Long Term Loans & Advances	7	5,17,100
			34,12,854
2	Current Assets		
	(a) Cash and Bank Balances	8	12,98,849
	(b) Short Term Loans and Advances	9	18,96,243
	(c) Other Current Assets	10	1,95,640
			33,90,732
	Total		68,03,586

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For R.A. Kuvadia & Co.
Chartered Accountants

F.R.N.: 105487W

M. No. 040087

UDIN: 20040087AAAAFD2570

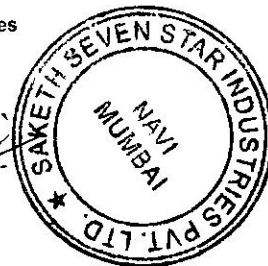
Place: Mumbai

Date: 25.06.2020

For Saketh Seven Star Industries
Private Limited

(Sanjay Patel)
Director
DIN:01958033

(Shalin Patel)
Director
DIN:08579599



SAKETH SEVEN STAR INDUSTRIES PRIVATE LIMITED
CIN:U27300MH2019PTC331404
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31 MARCH 2020

	Particulars	Note	2019-2020 (Rs.)
I	Revenue from operations		-
II	Other income		-
III	Total revenue		-
IV	Expenses:		
	Employee benefits expense	11	2,91,500
	Finance costs	12	75,000
	Depreciation and amortisation expense		-
	Other expenses	13	2,40,369
	Total expenses		6,06,869
V	Profit / (loss) before tax		(6,06,869)
VI	Tax Expense		
	Current Tax		-
	Deferred Tax		-
VII	Profit / (loss) after tax		(6,06,869)
	Earnings per equity share:		
	Basic		(2.02)
	Diluted		(7.17)
	Nominal value of equity share		10.00

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For R. A. Kuvadia & Co.
Chartered Accountants
P.R.N.: 103483W

R. A. Kuvadia
Proprietor
M. No. 040087
UDIN: 20040087AAAAFD2570

Place: Mumbai
Date: 25.06.2020

For Saketh Seven Star Industries
Private Limited

(Sanjay Patel)
Director
DIN:01958033

(Shalin Patel)
Director
DIN:08579599



SAKETH SEVEN STAR INDUSTRIES PRIVATE LIMITED
CIN:U27300MH2019PTC331404
CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 2020

	Particulars	Current Year	
		Rs.	Rs.
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit/(loss) before tax		(6,06,869)
	Adjustments for:		
	Interest expense	75,000	
	Depreciation and amortisation expense	-	
	Interest income	-	
			75,000
	Operating profit/(loss) before working capital changes		(5,31,869)
	Adjustments for:		
	Trade and other receivables	(26,08,983)	
	Trade payables and other liabilities	4,88,505	
			(21,20,478)
	Cash generated from operations		(26,52,347)
	Taxes paid / (refund received)		-
	Net cash from operating activities		(26,52,347)
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchases of fixed assets (including capital work-in-progress)		(28,95,754)
	Interest received		-
	Net cash used in investing activities		(28,95,754)
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Share Capital		30,00,000
	Proceeds (repayment) of borrowings		39,21,950
	Interest paid		(75,000)
	Net cash from / (used) in financing activities		68,46,950
	Net increase/(decrease) in cash and cash equivalents (A+B+C)		12,98,849
	Cash and cash equivalent at beginning of year		-
	Cash and cash equivalent at end of year		12,98,849
	Net increase/(decrease) as disclosed above		12,98,849

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For R.A. Kuvadia & Co.
Chartered Accountants

F.R.N.: 105483W

M. No. 040087

UDIN:20040087AAAAFD2570

Proprietor

M. No. 040087

UDIN:20040087AAAAFD2570

UDIN:20040087AAAAFD2570

UDIN:20040087AAAAFD2570

UDIN:20040087AAAAFD2570

UDIN:20040087AAAAFD2570

UDIN:20040087AAAAFD2570

For Saketh Seven Star
Industries Private Limited

(Sanjay Patel)

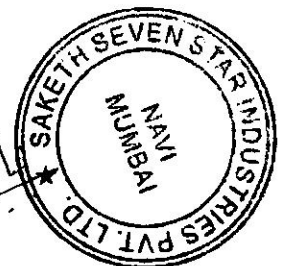
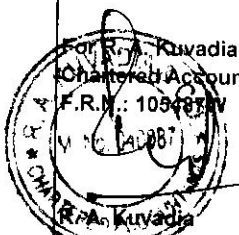
Director

DIN:01958033

(Shalin Patel)

Director

DIN:08579599



Place: Mumbai

Date: 25.06.2020

SAKETH SEVEN STAR INDUSTRIES PRIVATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2020

2 SHARE CAPITAL

Particulars	As at 31/03/2020 Rs.
Authorised: 20,00,000 Equity Shares of Rs. 10 each	2,00,00,000
	2,00,00,000
Issued, subscribed and fully paid-up: 3,00,000 Equity shares of 10 each	30,00,000
	30,00,000

- a) Details of reconciliation of the number of Equity shares outstanding at the beginning and at the end of the reporting year:

Particulars	As at 31/03/2020	
	Number	Rs.
Outstanding at the beginning of the year	-	-
Issued during the year	3,00,000	30,00,000
Outstanding at the end of the year	3,00,000	30,00,000

- b) Terms / rights attached to equity shares:

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of the liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

- c) Details of shareholder holding more than 5% shares in the Company:

Name of Shareholder	As at 31/03/2020	
	No. of shares	% of Holding
Tembo Global Industries Limited	3,00,000	100

SAKETH SEVEN STAR INDUSTRIES PRIVATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2020

3 RESERVES AND SURPLUS

Particulars	As at 31/03/2020 (Rs.)
Surplus/(Deficit) in statement of profit and loss	
Opening balance	-
Add: Profit / (loss) for the year	(6,06,869)
Closing Balance	(6,06,869)
Total	(6,06,869)

4 TRADE PAYABLES

Particulars	As at 31/03/2020 (Rs.)
Trade payables	2,41,258
	2,41,258

The Company has not received any information from its suppliers regarding registration under the 'Micro, Small and Medium Enterprises Development Act, 2006'. Hence the information required to be given in accordance with Section 22 of the said Act, is not

5 SHORT TERM BORROWINGS

Particulars	As at 31/03/2020 (Rs.)
<u>Borrowings From Related Party</u>	
- From Directors	34,00,000
- Inter Corporate Borrowings	5,21,950
	39,21,950

6 OTHER CURRENT LIABILITIES

Particulars	As at 31/03/2020 (Rs.)
Creditors For Expenses	2,34,400
Statutory Liabilities	12,847
	2,47,247

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2020

6 Long Term Loans & Advances

Particulars	As at 31/03/2020 (Rs.)
Security Deposits	5,17,100
	5,17,100

7 TRADE RECEIVABLES

Particulars	As at 31/03/2020 (Rs.)
Debts outstanding for a period exceeding six months from the date they are due for payment	-
Others debts	-
	-

8 CASH AND BANK BALANCES

Particulars	As at 31/03/2020 (Rs.)
Cash and cash equivalents:	
- Bank balances in current accounts	12,31,299
- Cash on hand	67,550
	12,98,849

9 SHORT TERM LOANS AND ADVANCES

Particulars	As at 31/03/2020 (Rs.)
Balances with Revenue Authorities	5,28,280
Advances to suppliers	13,67,963
	18,96,243

10 OTHER CURRENT ASSETS

Particulars	As at 31/03/2020 (Rs.)
Preliminary Expenses (to the extent not Written off)	1,95,640
	1,95,640

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2020

11 EMPLOYEE BENEFITS EXPENSE

Particulars	2019-2020 (Rs.)
Salaries, bonus and allowances	2,91,500
	2,91,500

12 Finance costs

Particulars	2019-2020 (Rs.)
Interest on Loans	75,000
Total	75,000

13 OTHER EXPENSES

Particulars	2019-2020 (Rs.)
Audit Fees	20,000
Professional Fees	25,000
Repairs and maintenance	31,441
Rent	84,000
Travelling and conveyance	7,000
Preliminary Expenses Written off	48,910
Miscellaneous Expenses	24,018
	2,40,369

Payment to Auditor

Particulars	2019-2020 (Rs.)
Audit Fees	20,000

SAKETH SEVEN STAR INDUSTRIES PRIVATE LIMITED

NOTE: 1

NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2020

CORPORATE INFORMATION

These statements comprise financial statements of Saketh Seven Star Industries Private Limited (CIN: U27300MH2019PTC331404) ('the company') for the period ended March 31, 2020. The company is a private company domiciled in India and is incorporated on 09.10.2019 under the provisions of the Companies Act 2013 applicable in India. The Registered Office of the company is situated at D-146/147, MIDC TTC Indl, Estate, Opp Balmer Lawrie, Vanleer, Turbhe, Navi Mumbai 400703

The Company is engaged principally in the business of casting of metals.

SIGNIFICANT ACCOUNTING POLICIES

I. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

These financial statements have been prepared and presented under the historical cost conversion, on the accrual basis of accounting in accordance with the generally accepted accounting principles in India ('Indian GAAP') and comply with Accounting standards prescribed in the Companies (Accounting Standards) Rules, 2006 which continue to apply under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014.

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of product and the time between the acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle to be 12 months for the purpose of current –non-current classification of assets and liabilities.

II. USE OF ESTIMATES:

The Preparation of financial statements in conformity with Indian GAAP requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, asset and liabilities and the disclosures of contingent liabilities at the end of reporting period.

III. FIXED ASSETS AND DEPRECIATION/ AMORTIZATION

- (i) Gross Fixed Assets will be stated at historical cost of acquisition / construction net of Input Tax Credit under Goods and Service Tax Act on capital goods.
Depreciation on tangible assets will be provided on Written Down value Method as specified in Schedule II to The Companies Act, 2013. Intangible Assets will be amortized as per AS-26 issued by The Institute of Chartered Accountants of India.
- (ii) Fixed assets will be eliminated from financial statements either on disposal or when retired from active use. The retired assets are disposed off or discarded immediately. Profit or loss on disposal of assets is recognized in the statement of profit and loss.
- (iii) Depreciation will be provided on pro-rata basis from the day in which assets have been put to use and up to the day on which assets have been used by the company.

IV. IMPAIRMENT OF ASSETS:

The Company shall assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Profit and Loss Account. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

V. FOREIGN CURRENCY TRANSACTIONS:

- a) Transactions denominated in foreign currencies will be recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- b) Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognized as exchange difference and the

premium paid on forward contracts is recognized over the life of the contract.

- c) Any income or expense on account of exchange difference either on settlement or on translation is recognized in the profit and loss account.

VI. REVENUE RECOGNITION:

Revenue will be recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

Revenue from sale of goods is recognized when the significant risk and reward of ownership of the goods have passed to the buyer which normally coincides with the despatch of goods from the factory of the company. Sales are disclosed net of trade discount, Sales returns.

Revenue in respect of insurance, interest, cash subsidy and other claims is recognized only when it is reasonably certain that the ultimate collection will be made.

Export incentives under the Duty Entitlement Pass Book Scheme, Duty Draw Back Scheme, etc. are accounted in the year of export.

VII. OPERATING LEASES:

Lease arrangements where risk and rewards incidental to ownership of an asset, substantially vests with the Lessor, are classified as operating leases.

Rental expenses on assets obtained under operating lease arrangement are recognized on a straight line basis over a term of the lease.

VIII. INVESTMENTS:

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long – term investments. Provisions, if any are made for permanent diminution in value of investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long – term investments are carried at cost.

IX. INVENTORIES:

- i) Raw materials and packing materials will be valued at landed cost determined on FIFO Basis net off Input Tax Credit under Goods and Service Tax Act wherever applicable.

- ii) The finished and trading goods have been valued at cost or net realizable value whichever is less.
- iii) Semi finished goods have been valued at estimated cost, as certified by the management.

X. BORROWING COSTS:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized, as applicable. Other borrowing costs are recognized as an expense in the period in which they are incurred.

XI. TAXES ON INCOME:

Tax expense comprises of Current and Deferred Tax. Current Income tax is measured at the amount expected to be paid to the tax authorities in accordance with the provisions of The Income Tax Act, 1961. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

XII. EARNINGS PER SHARE:

Basic Earnings per Share is computed by dividing the net profit attributable to Equity Shareholders for the year, by weighted average number of Equity Shares outstanding during the year. Diluted earning per share is computed using the weighted average number of Equity and dilutive Equity equivalent share outstanding at year-end.

XIII. CASH & CASH EQUIVALENTS:

Cash and Cash Equivalents in the Balance Sheet comprise of cash at bank and in hand and Term deposits with banks with original maturity of 1 year or more.

XIV. PROVISIONS AND CONTINGENCIES:

Provisions are recognized only when there is a present obligation as a result of past events and when a reliable estimate of the amount of the obligation can be made. Contingent liability is disclosed for (i) Possible obligations which will be confirmed only by future events not wholly within the control of the company or (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

XV. ACCOUNTING POLICIES:

Accounting Policies not specifically referred to, are consistent and in consonance with generally accepted accounting principles.

NOTES TO ACCOUNTS:

1. Estimated amount of Contracts remaining to be executed on account of Capital Account not provided for as on 31.03.2020 is Rs. 5.07 lacs
2. COVID-19 has caused significant disruptions to the business across India. The management has considered the possible effects, if any, that may impact the carrying amount of inventories, receivables, tangible & intangible assets. In making the assumptions and estimates relating to the uncertainties as at the balance sheet in relation to the recoverable amounts, the management has considered subsequent events, internal and external information and evaluated economic conditions prevailing as at the date of approval of these financial results. The management expects no impairment to the carrying value of these assets. The management will continue to closely monitor any changes to future economic conditions and assess its impact on operations.
3. In the opinion of the Board of Directors of the Company, the current assets, loans and advances are approximately of the value stated in the Balance Sheet, if realized in the ordinary course of business.

4. Related Party Transactions:

a) Holding Company

Tembo Global Industries Limited (Formerly Known as Saketh Exim Limited)

b) Key Managerial Personnel (KMP) exercising Significant Control Over the Enterprise:

Mr. Sanjay Jashbhai Patel – Director

Mr. Shalin Sanjay Patel – Director

c) Related Party Transactions

(Rs. in Lacs)

Particulars	Director(s)/ KMP	Relatives	Others
Interest on Loans			
Mr. Sanjay Jashbhai Patel	0.45	-	-
Mr. Shalin Patel	0.30		

5. Earnings Per Share:

2019-20

Profit/(Loss) after Tax (Rs.)	(6,06,869)
No. of Shares Outstanding	3,00,000
Basic Earnings per Share (Rs.)	(2.02)
Weighted No. of Shares Outstanding	84,603
Diluted Earnings per Share (Rs.)	(7.17)

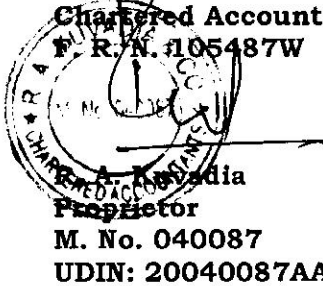
6. Payment to Auditors:

Sr. No.	Particulars	2019-20(Rs.)
a.	Audit Fees	20,000
	Total	20,000

7. Balances for Trade Payables, Trade Receivables, Loans and Advances, Goods and Service Tax are subject to reconciliations and confirmations from the respective parties. In absence of such confirmations, the balances as per books have been relied upon by the auditors.

8. This being the first year of incorporation previous year's figures are not applicable


As per our report of even date
For R. A. Kuvadia & Co.
Chartered Accountants
F. R. N. 105487W

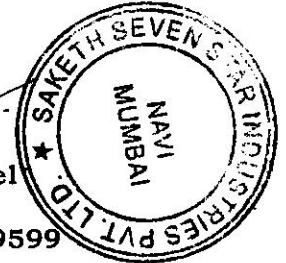


R. A. Kuvadia
Proprietor
M. No. 040087
UDIN: 20040087AAAAFD2570

For Saketh Seven Star Industries
Private Limited


Sanjay Patel
Director
DIN: 01958033


Shalin Patel
Director
DIN: 08579599



Place: Mumbai
Date: 25.06.2020