

*VERACITY ENERGY AND INFRASTRUCTURE*

*PRIVATE LIMITED*

AHMEDABAD

ANNUAL REPORT  
FOR THE YEAR ENDED  
MARCH 31, 2024



## **INDEPENDENT AUDITOR'S REPORT**

To the members of

**VERACITY ENERGY AND INFRASTRUCTURE PRIVATE LIMITED**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Veracity Energy and Infrastructure Private Limited ('the Company'), which comprise the balance sheet as at 31 March 2024, the statement of profit and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Auditor's Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2024 and its profit and its cash flows for the year ended on that date.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the audit of the financial statement section of our report. We are independent of the Company in

accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Key Audit Matters**

Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of Key Audit Matters as per SA 701 is not applicable to the Company as it is an unlisted company.

### **Information other than Financial Statements and the Auditor's Report thereon**

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



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Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of financial statements, our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the 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 the fact. We have nothing to report in this regard.

#### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation,

and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations or has no realistic alternative but to do so.

The board of directors is also responsible for overseeing the Company's financial reporting process.

#### Auditor's Responsibility

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



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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are

inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



• **Materiality**

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

• **Communication with Management**

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143 (3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The balance sheet, the statement of profit and the cash flow statement dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act,
- e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2024 from being appointed as a director in terms of Section 164 (2) of the Act; and



- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, the reporting of Internal Financial Controls is not applicable.
- g) The Company being a private limited company, 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 respect of whether the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act is not applicable; and
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- I. The Company does not have any litigation which would impact its financial position.
  - II. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - III. There were no amounts that were required to be transferred to the Investor Education and Protection Fund by the Company.
- IV. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts,
- i.) no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities 'Intermediaries', with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
  - ii.) no funds have been received by the company from any person(s) or entity (ies), including foreign entities 'Funding Parties', with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



- iii.) Based on audit procedures carried out by us, that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- V. The Company has not declared or paid any dividends during the year and accordingly reporting on the compliance with section 123 of the Companies Act, 2013 is not applicable for the year under consideration.
- VI. Such Other matters as may be prescribed. During the year, the company had not employed the accounting software that maintains audit trail which is prescribed under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

For, Mistry & Shah LLP  
Chartered Accountants

F.R.N:- W100683





CA Krunal Shah  
Partner  
M.No.144596  
UDIN: 24144596BKFRIP2198  
Place: Ahmedabad  
Date: 20<sup>th</sup> April, 2024

## ANNEXURE "A"

### TO THE INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS OF VERACITY ENERGY AND INFRASTRUCTURE PRIVATE LIMITED.

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement of our report of even date to the financial statements of the company for the year ended March 31<sup>st</sup>, 2024:

- I.
- a) In our opinion and according to the information given to us, the Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment;
- b) The Property, Plant & Equipment have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the Property, Plant & Equipment has been physically verified by the management during the year and no material discrepancies between the book's records and the physical Property, Plants & Equipment's have been noticed.
- c) In our opinion and according to the information and explanations given to us company is not holding any immovable assets. Accordingly, paragraph 3 (i) (d) of the Order is not applicable.
- d) The Company has not revalued its property, plant and equipment (including right of use asset) during the year.
- Accordingly, paragraph 3 (i) (d) of the Order is not applicable.
- e) In our opinion and according to the information and explanations given to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, paragraph 3 (i) (e) of the Order is not applicable.
- II.
- a) The inventories have been physically verified by the management during the year. In our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 20% or more in the aggregate for each class of inventory were noticed on such verification.
- b) The Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. The monthly returns or statements filed by the Company with the banks or financial institutions are in agreement with the books of accounts, except in the following cases mentioned in "Annexure B".



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- III. In our opinion and according to information and explanation given to us,
- A) The Company has provided guarantee in the nature of loans, secured or unsecured for its sister concern i.e. Veracity Powertronics Private Limited.
- B) The aggregate amount during the year and balance outstanding at the balance sheet date with respect to loans or advances and guarantees or security to subsidiaries, joint ventures and associates are Rs. Nil respectively.
- C) The aggregate amount during the year with respect to guarantees provided for the concern other than subsidiaries, joint ventures and associates are Rs. 2.5 crores respectively. Such guarantee is provided to HDFC Bank Limited against the CGTMSE working capital loan sanctioned for its sister concern i.e. Veracity Powertronics Private Limited.
- D) In our opinion and according to information and explanation given to us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest.
- E) In our opinion and according to information and explanation given to us, in respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular.
- F) In our opinion and according to information and explanation given to us, there are no amount overdue for more than ninety days.
- G) In our opinion and according to information and explanation given to us, there are loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.
- IV. In our opinion and according to information and explanation given to us, the company has not granted any loans or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3 (iv) of the order is not applicable.
- V. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits during the year. Accordingly, paragraph 3 (v) of the Order is not applicable.
- VI. The Central Government of India has prescribed the maintenance of cost



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records under sub-section (1) of section 148 of the Act for the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.

VII. According to information and explanations given to us and based on our examination of the books of account, and records.

a) Amounts deducted/accrued in the books of account in respect of undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited by the Company with the appropriate authorities.

b) No undisputed amounts payable in respect of goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2024 except the following:

Name of the statute	Nature of the dues	Amount (Rs.)	Period to which the amount related
Income Tax Act 1961	TDS Payable	210.00	Prior Years
Income Tax Act 1961	TDS Payable	1440.00	2020-21
Income Tax Act 1961	TDS Payable	68070.0	2023-24

c) There are no statutory dues referred to in sub-clause (a), which have not been deposited on account of dispute.



**VIII.** In our opinion and according to the information and explanations given to us, there are no transactions not recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, paragraph 3 (viii) of the Order is not applicable.

**IX.**

(a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

(b) In our opinion and according to the information and explanations given to us, the Company is not declared as a wilful defaulter by any bank or financial institution or other lender.

(c) In our opinion and according to the information and explanations given to us, the term loans obtained during the year were applied for the purpose for which they were availed.

(d) In our opinion and according to the information and explanations given to us, funds raised on short term basis have not been utilised for long term purposes.

(e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates and joint venture and accordingly, paragraphs 3

(ix) (e) and 3 (ix) (f) of the Order are not applicable.

(f) In our opinion and according to the information and explanations given to us, the company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

**X.**

(a) In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (x) (a) of the Order is not applicable.

(b) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, paragraph 3 (x) (b) of the Order is not applicable.

**XI.**

(a) 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 any person has been noticed or reported during the year. Accordingly, paragraph 3 (xi) (a) of the Order is not applicable.



(b) Since there is no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year, paragraph 3 (xi) (b) of the Order is not applicable.

(c) To the best of our knowledge and according to the information and explanations given to us, no whistle-blower complaints, have been received by the Company during the year.

**XII.** The Company is not a Nidhi Company and accordingly, Paragraphs 3 (xii) of the Order is not applicable.

**XIII.** In our opinion and according to the information and explanations given to us, the transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

**XIV.**

(a) In our opinion and according to the information and explanations are given to us, the Company does not require an internal audit system as per provision of section 138 of The Companies Act, 2013. Accordingly, paragraph 3 (xiv) (a) of the Order is not applicable.

(b) Since internal audit is not applicable to the Company, paragraph 3(xiv) (b) of the Order is not applicable.

**XV.** In our opinion and according to the information and explanations given to us, the Company has not entered into any

non-cash transactions with its directors or persons connected with them. Accordingly, paragraph 3 (xv) of the Order is not applicable.

**XVI.**

(a) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

(b) In our opinion and according to the information and explanations given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

(c) In our opinion and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi) (c) of the Order is not applicable.

(d) In our opinion and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) and it does not have any other companies in the Group. Accordingly, paragraph 3 (xvi) (d) of the Order is not applicable.

**XVII.** The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.



**XVIII.** There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3 (xviii) of the Order is not applicable.

**XIX.** In our opinion and according to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the board of directors and management plans, there are no material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

**XX.** In our opinion and according to the information and explanations given to us, Provision for Corporate Social Responsibility as per Section 135 (5) of the Companies Act 2013 is not applicable to the company. Accordingly, paragraph 3 (xx) of the Order is not applicable.

**XXI.** In our opinion and according to the information and explanations are given to us, the Company does not have investments in subsidiaries/associates or joint venture companies. Accordingly, paragraph 3 (xxi) of the Order is not applicable.

For Mistry & Shah LLP  
Chartered Accountants  
F.R.N:- W100683

*K. Shah*



CA Krunal Shah  
Partner  
M.No.144596  
UDIN: 21144596BKFRIP2198

Place: Ahmedabad  
Date: 20<sup>th</sup> April, 2024



## ANNEXURE "B"

### TO THE INDEPENDENT AUDITOR'S REPORT ON COMPANIES (Auditor's Report)

Particulars	Data as per Stock Statements			Data as per Books			Differences		
	Stock	Debtors	Sales	Stock	Debtors	Sales	Stock	Debtors	Sales
Apr-23	1,95,41,814.06	1,46,010.00	1,10,49,550.00	1,69,52,350.97	1,24,25,047.00	1,10,49,550.00	25,89,463.09	-1,22,79,037.00	-
May-23	1,74,83,523.58	60,50,149.00	21,03,382.00	1,93,92,968.81	60,34,497.94	21,03,382.00	-19,09,445.23	15,651.06	-
Jun-23	1,63,01,889.18	66,47,154.00	35,18,306.00	1,82,11,334.42	66,21,364.00	35,18,306.00	-19,09,445.24	25,790.00	-
Jul-23	1,74,42,128.00	85,28,913.00	32,32,499.00	2,11,92,345.79	85,28,717.00	32,33,498.00	-37,50,217.79	196.00	-999.00
Aug-23	2,11,17,247.15	26,95,966.00	38,93,200.00	2,13,98,917.92	54,29,604.97	38,93,200.00	-2,81,670.77	-27,33,638.97	-
Sep-23	1,14,06,974.88	2,34,44,781.76	3,09,01,817.00	1,14,26,349.96	3,33,22,825.99	3,16,09,444.00	-19,375.08	-98,78,044.23	-7,07,627.00
Oct-23	1,14,83,359.00	1,73,93,742.00	5,46,98,753.00	1,14,83,359.11	2,45,58,033.45	-	-0.11	-71,64,291.45	5,46,98,753.00
Nov-23	1,96,33,378.31	67,28,830.34	25,49,969.64	1,78,82,701.33	1,38,38,287.37	25,49,969.00	17,50,676.98	-71,09,457.03	0.64
Dec-23	2,10,92,793.00	26,28,254.00	29,19,055.00	1,73,03,787.80	97,72,678.37	29,19,055.50	37,89,005.20	-71,44,424.37	-0.50
Jan-24	1,25,17,345.00	1,13,92,786.00	2,32,49,962.00	1,35,48,392.66	1,14,28,747.37	2,32,49,961.00	-10,31,047.66	-35,961.37	1.00
Feb-24	2,65,16,029.00	-	1,50,30,747.00	2,04,56,907.16	98,67,088.17	1,50,30,747.00	60,59,121.84	-98,67,088.17	-
Mar-24	1,72,99,176.00	2,12,85,267.00	2,27,88,910.00	1,72,99,176.00	2,13,07,426.87	2,27,88,910.00	-	-22,159.87	-
Total	21,18,35,657.16	10,69,41,853.10	17,59,36,150.64	20,65,48,591.93	16,31,34,318.50	12,19,46,022.50	52,87,065.23	-5,61,92,465.40	5,39,90,128.14

\* Figures for reporting to bank were drawn from the unaudited provisional books of accounts



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**Veracity Energy And Infrastructure Private Limited**

(CIN: U40106GJ2012PTC073056)

**Balance Sheet as at 31 March 2024**

(₹ in '000)

Particulars	Note	31 March 2024	31 March 2023
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	3	2,500.00	2,500.00
(b) Reserves and Surplus	4	11,994.02	10,087.57
(c) Money Received against Share Warrants		-	-
<b>Total</b>		<b>14,494.02</b>	<b>12,587.57</b>
<b>(2) Share application money pending allotment</b>			
		-	-
<b>(3) Non-current liabilities</b>			
(a) Long-term Borrowings	5	8,748.36	7,819.30
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long term Liabilities		-	-
(d) Long-term Provisions	6	291.10	103.50
<b>Total</b>		<b>9,039.46</b>	<b>7,922.80</b>
<b>(4) Current liabilities</b>			
(a) Short-term Borrowings	7	13,628.96	15,009.02
(b) Trade Payables	8		
- Due to Micro and Small Enterprises		211.23	213.63
- Due to Others		4,503.08	5,410.08
(c) Other Current Liabilities	9	7,606.11	1,170.54
(d) Short-term Provisions	10	1,218.83	1,042.46
<b>Total</b>		<b>27,168.21</b>	<b>22,845.73</b>
<b>Total Equity and Liabilities</b>		<b>50,701.69</b>	<b>43,356.10</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
<b>(a) Property, Plant and Equipment and Intangible Assets</b>			
(i) Property, Plant and Equipment	11	6,783.62	8,345.86
(ii) Intangible Assets		-	-
(iii) Capital Work-in-progress		-	-
(iv) Intangible Assets under Development		-	-
(b) Non-current Investments		-	-
(c) Deferred Tax Assets (net)	12	52.06	97.94
(d) Long-term Loans and Advances	13	-	-
(e) Other Non-current Assets	14	770.19	655.19
<b>Total</b>		<b>7,605.87</b>	<b>9,098.99</b>
<b>(2) Current assets</b>			
(a) Current investments		-	-
(b) Inventories	15	17,299.18	19,900.20
(c) Trade Receivables	16	24,185.27	11,369.11
(d) Cash and cash equivalents	17	106.98	73.03
(e) Short-term Loans and Advances	18	1,374.94	2,645.25
(f) Other Current Assets	19	129.45	269.52
<b>Total</b>		<b>43,095.82</b>	<b>34,257.11</b>
<b>Total Assets</b>		<b>50,701.69</b>	<b>43,356.10</b>

See accompanying notes to the financial statements

As per our report of even date  
For Mistry & Shah LLP  
Chartered Accountants  
Firm's Registration No. W100683



CA Krunal Shah  
Partner  
Membership No. 144596  
UDIN: 21144596BKFRIP2198  
Place: Ahmedabad  
Date: 20 April 2024

For and on behalf of the Board  
Veracity Energy And Infrastructure Private Limited



Pramit Brahmhatt  
Director  
DIN-02400764

Place: Ahmedabad  
Date: 20 April 2024



Kanaksinh Gohil  
Director  
DIN-02917131



**Veracity Energy And Infrastructure Private Limited**

(CIN: U40106GJ2012PTC073056)

**Statement of Profit and loss for the Period ended 31 March 2024**

(₹ in '000)

Particulars	Note	31 March 2024	31 March 2023
Revenue from Operations	20	1,21,946.03	73,842.53
Other Income	21	248.24	-0.66
<b>Total Income</b>		<b>1,22,194.27</b>	<b>73,841.87</b>
<b>Expenses</b>			
Cost of Material Consumed	22	75,963.25	42,060.09
Purchases of Stock in Trade		-	-
Change in Inventories of work in progress and finished goods	23	464.26	1,928.09
Employee Benefit Expenses	24	6,968.35	4,435.68
Finance Costs	25	2,813.81	1,795.96
Depreciation and Amortization Expenses	26	1,428.23	1,718.08
Other Expenses	27	31,543.97	19,185.30
<b>Total expenses</b>		<b>1,19,181.87</b>	<b>71,123.20</b>
<b>Profit/(Loss) before Exceptional and Extraordinary Item and Tax</b>		<b>3,012.40</b>	<b>2,718.67</b>
Exceptional Item		-	-
<b>Profit/(Loss) before Extraordinary Item and Tax</b>		<b>3,012.40</b>	<b>2,718.67</b>
Prior Period Item		-	-
Extraordinary Item		-	-
<b>Profit/(Loss) before Tax</b>		<b>3,012.40</b>	<b>2,718.67</b>
Tax Expenses	28		
- Current Tax		926.06	606.98
- Deferred Tax		45.88	-109.28
- MAT Credit Entitlement		-	-
- Prior Period Taxes		-	-
- Excess/Short Provision Written back/off		-	-
<b>Profit/(Loss) for the Period from Continuing Operations</b>		<b>2,040.46</b>	<b>2,220.97</b>
Profit/(loss) from Discontinuing Operation (before tax)		-	-
Tax Expenses of Discounting Operation		-	-
Profit/(loss) from Discontinuing Operation (after tax)		-	-
<b>Profit/(Loss) for the period</b>		<b>2,040.46</b>	<b>2,220.97</b>
Earnings Per Share (Face Value per Share Rs.10 each)			
-Basic (In Rs)	29	8.16	8.88
-Diluted (In Rs)	29	8.16	8.88

**See accompanying notes to the financial statements**

As per our report of even date

**For Mistry & Shah LLP**

Chartered Accountants

Firm's Registration No. W100683

**CA Krunal Shah**

Partner

Membership No. 144596

UDIN: 21144596BKFRIP2198

Place: Ahmedabad

Date: 20 April 2024

For and on behalf of the Board

**Veracity Energy And Infrastructure Private Limited****Pramit Brahmhatt**

Director

DIN-02400764

Place: Ahmedabad

Date: 20 April 2024

**Kanaksinh Gohil**

Director

DIN-02917131





**Veracity Energy And Infrastructure Private Limited**

(CIN: U40106GJ2012PTC073056)

(Address: Office No. 301, Ashirvad Paras, Opp Prahladnagar Garden, Ahmedabad, Gujarat-

**Cash Flow Statement for the period ended 31st March 2024**

(Rs in '000)

Particulars	Note	31 March 2024	31 March 2023
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net Profit After tax		2,040.46	2,718.68
Profit/(loss) from Discontinuing Operation (after tax)			
Depreciation and Amortisation Expense		1,428.22	1,718.08
Provision for tax		45.88	-
Finance Costs		2,148.93	201.75
Non Cash Provision - Long Term Gratuity Provision			
Interest Income		(227.75)	-
<b>Operating Profit before working capital changes</b>		<b>5,435.74</b>	<b>4,638.50</b>
<b>Adjustment for:</b>			
Inventories		2,601.02	(404.12)
Trade Receivables		(12,816.16)	(11,917.72)
Loans and Advances		1,270.31	2,267.24
Other Current Assets		140.07	31.69
Other Non current Assets		(115.00)	-
Trade Payables		(909.40)	4,203.90
Other Current Liabilities		6,435.57	(2,458.41)
Short-term Provisions		176.37	543.56
Long-term Provisions		187.60	103.50
			-
Cash (Used in)/Generated from Operations		2,406.12	(2,991.85)
Tax paid(Net)		-	(606.98)
<b>Net Cash (Used in)/Generated from Operating Activities</b>		<b>2,406.12</b>	<b>(3,598.84)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of Property, Plant and Equipment		-	(283.30)
Sale of Property, Plant and Equipment		-	-
Interest received		227.75	-
<b>Net Cash (Used in)/Generated from Investing Activities</b>		<b>227.75</b>	<b>(283.30)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from Long Term Borrowings		929.07	2,781.23
Proceeds from Short Term Borrowings		(1,380.06)	1,371.51
Interest Paid		(2,148.93)	(201.75)
Net Cash (Used in)/Generated from Financing Activities		(2,599.92)	3,950.99
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>		<b>33.95</b>	<b>68.85</b>
Opening Balance of Cash and Cash Equivalents		73.03	4.17
Exchange difference of Foreign Currency Cash and Cash equivalents		-	-
<b>Closing Balance of Cash and Cash Equivalents</b>	<b>17</b>	<b>106.98</b>	<b>73.03</b>

**Note:**

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3

**See accompanying notes to the financial statements**

As per our report of even date

**For Mistry & Shah LLP**

Chartered Accountants

Firm's Registration No. W100683

**CA Krunal Shah**

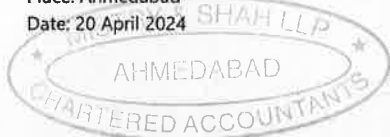
Partner

Membership No. 144596

UDIN: 21144596BKFRIP2198

Place: Ahmedabad

Date: 20 April 2024

**For and on behalf of the Board of****Veracity Energy And Infrastructure Private Limited****Kanaksinh Gohil**

Director

DIN-02917131

Place: Ahmedabad

Date: 20 April 2024

**Pramit Brahmbhatt**

Director

DIN-02400764



# Veracity Energy And Infrastructure Private Limited

(CIN: U40106GJ2012PTC073056)

Notes forming part of the Financial Statements

## 1 COMPANY INFORMATION

The Company is incorporated as veracity energy and infrastructure private limited under the provisions of the Companies Act, 1956 vide CIN: U40106GJ2012PTC073056 dated December 20, 2012, in GUJARAT.

The registered office of the company is situated at Office No. 301, Ashirvad Paras Opp Prahladnagar Garden, satellite, Ahmedabad, Ahmedabad, Gujarat, India, 380051.

Veracity Energy And Infrastructure Private Limited is a subsidiary company of Sahaj Solar Limited and engaged in manufacturing and fabrication of high end mounting solutions for solar industry and customer onboarding and file processing services.

## 2 SIGNIFICANT ACCOUNTING POLICIES

### a Basis of Preparation

The financial statements are prepared in accordance with the applicable Accounting Standards as prescribed under section 133 of The Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules 2014 under the historical cost convention, on mercantile basis.

The Financial Statements are prepared under the mercantile method of Accounting, in accordance with the accounting standards prescribed by the Institute of Chartered Accountants of India. However, the insurance claims and other than cash compensatory Incentives are accounted based on receipt. The company follows the mercantile system of accounting and recognizes income and expenditure on accrual basis, except in case of significant uncertainties relating to the income.

All 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 the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current/noncurrent classification of assets and liabilities.

### b Use of estimates

The preparation of financial statements in conformity with the Accounting Standards requires the Management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosures of contingent liabilities. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from the estimates. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.



## Veracity Energy And Infrastructure Private Limited

(CIN: U40106GJ2012PTC073056)

### Notes forming part of the Financial Statements

#### c Property, Plant and Equipment

Tangible Fixed Assets are stated at cost less accumulated depreciation and provision for impairment, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Borrowing costs that are directly attributable to the acquisition / construction of the qualifying asset are capitalised as part of the cost of such asset, up to the date of acquisition / completion of construction.

Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the Asset is derecognized. The company identifies and determines cost of asset significant to the total cost of the asset having useful life that is materially different from that of the remaining life.

Deprecation on tangible assets is provided on "Written down value Method" over the useful lives of the assets estimated by the Management.

Depreciation in respect of addition to/ deletion from the fixed assets, on pro-rata basis with reference to the month of addition/ deletion of the Assets.

#### d Depreciation / amortisation

In respect of Property, Plant and Equipment (other than freehold land and capital work-in-progress) acquired during the year, depreciation/amortisation is charged on a written down value method so as to write-off the cost of the assets over the useful lives.

Type of	Period
Buildings	30 Years
Plant and Equipment	15 Years
Furniture and Fixtures	10 Years
Vehicles	8 Years
Office equipment	5 Years
Computers	3 Years

#### e Leases

Assets taken on lease by the Company in its capacity as lessee, where the Company has substantially all the risks and rewards of ownership are classified as finance lease. Such a lease is capitalised at the inception of the lease at lower of the fair value or the present value of the minimum lease payments and a liability is recognised for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognised as operating leases. Lease rentals under operating leases are recognised in the statement of profit and loss on a straight-line basis.



## Veracity Energy And Infrastructure Private Limited

(CIN: U40106GJ2012PTC073056)

Notes forming part of the Financial Statements

### f Impairment

At each balance sheet date, the management reviews the carrying amounts of its assets included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognised as income in the statement of profit and loss.

### g Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are recognized as current investments. All other investments are recognized as long-term investments and carried at the cost of acquisition. However, the carrying amount is reduced to recognize a decline, other than temporary, in the value of long-term investments by a charge to the statement of profit and loss. Current investments are stated at lower of cost or fair value determined on individual basis.

### B. Presentation and Disclosure

Investments, which are readily realizable and intended to be held for not more than one year from the balance sheet date, are classified as current investments. All other investments are classified as non-current investments.

Interest and Rentals on Investment from long term and current investments, Gross Income are stated and the amount of Tax deducted at Source is disclosed separately.

### h Revenue recognition

Revenue has been considered as per AS 9- Revenue Recognition issued by Institute of Chartered Accountants of India. Other operating income is also recognized as per AS 9. Revenue is recognized only when risk and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and interest rate applicable.



## **Veracity Energy And Infrastructure Private Limited**

(CIN: U40106GJ2012PTC073056)

### **Notes forming part of the Financial Statements**

#### **i Taxation**

Current income tax expense comprises taxes on income from operations in India. Income taxpayable in India is determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction for relevant tax paying units and where the Company is able to and intends to settle the asset and liability on a net basis.

The Company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

#### **k Inventories**

As per (AS) 2, The inventories are physically verified at regular intervals by the Management.

Raw materials, stores and Spares are valued at cost and net of credits under scheme under GST rules. Finished Goods and Traded Goods are valued at Cost or Market Value/Contract Price Whichever is lower.

Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition. Cost of raw materials, process chemicals, stores and spares, packing materials, trading and other products are determined on weighted average basis.

#### **l Provisions, Contingent liabilities and Contingent assets**

A provision is recognised when the Company 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 reliable estimate can be made. Provisions (excluding retirement benefits and compensated absences) are not discounted to its present value and are determined based on best 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 best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements.



# Veracity Energy And Infrastructure Private Limited

(CIN: U40106GJ2012PTC073056)

## Notes forming part of the Financial Statements

### m Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amount of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

As per our report of even date

**For Mistry & Shah LLP**

Chartered Accountants

Firm's Registration No. W100683



**CA Krunal Shah**

Partner

Membership No. 144596

UDIN: 21144596BKFRIP2198

Place: Ahmedabad

Date: 20 April 2024

**For and on behalf of the Board**

**Veracity Energy And Infrastructure Private Limited**



**Pramit Brahmabhatt**

Director

DIN-02400764

Place: Ahmedabad

Date: 20 April 2024



**Kanaksinh Gohil**

Director

DIN-02917131



**Veracity Energy And Infrastructure Private Limited**  
(CIN: U40106GJ2012PTC073056)  
Notes forming part of the Financial Statements

3 Share Capital		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
<b>Authorised Share Capital</b>			
Equity Shares, Rs. 10 par value, 250000 (Previous Year -250000) Equity Shares	2,500.00	2,500.00	
<b>Issued, Subscribed and Fully Paid up Share Capital</b>			
Equity Shares, Rs. 10 par value 250000 (Previous Year -250000) Equity Shares paid up	2,500.00	2,500.00	
<b>Total</b>	<b>2,500.00</b>	<b>2,500.00</b>	

The company has only one class of shares viz. equity shares having a par value of Rs.10/- each as above. All equity shares, in present and in future, rank pari passu with the existing equity shares of the company and each shareholder is entitled to one vote per share.

(i) Reconciliation of number of shares

Particulars	31 March 2024		31 March 2023	
	No. of shares	(₹ in '000)	No. of shares	(₹ in '000)
Equity Shares				
Opening Balance	2,50,000	2,500.00	2,50,000	2,500.00
Issued during the year	-	-	-	-
Deletion	-	-	-	-
<b>Closing balance</b>	<b>2,50,000</b>	<b>2,500.00</b>	<b>2,50,000</b>	<b>2,500.00</b>

(ii) Rights, preferences and restrictions attached to shares

Equity Shares: The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(iii) Shares held by Holding company, its Subsidiaries and Associates

Particulars	31 March 2024		31 March 2023	
	No of Shares	(' in '000)	No of Shares	(' in '000)
Sahaj Solar Limited	2,00,000	2,000.00	2,00,000	2,000.00

(iv) Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

Equity Shares	31 March 2024		31 March 2023	
	Name of Shareholder	No. of shares	In %	No. of shares
Pramit Brahmbhatt	46,970	18.79%	50,000	20.00%

(v) Shares held by Promoters at the end of the year 31 March 2024

Name of Promoter	Class of Shares	No. of Shares	% of total shares	% Change during the year
Pramit Brahmbhatt	Equity	46,970	18.79%	6.05%



**Veracity Energy And Infrastructure Private Limited**  
(CIN: U40106GJ2012PTC073056)  
Notes forming part of the Financial Statements

**Shares held by Promoters at the end of the year 31 March 2023**

Name of Promoter	Class of Shares	No. of Shares	% of total shares	% Change during the year
Prमित Brahmbhatt	Equity	50,000	20.00%	0.00%

As per records of the company, including its register of shareholder /Members and others declaration received from the shareholder regarding the beneficial interest, the above shareholding represents both the legal and beneficial ownership of shares.

**4 Reserves and Surplus**

(₹ in '000)

Particulars	31 March 2024	31 March 2023
<b>Capital Reserves</b>		
Opening Balance	740.48	904.12
(Add)/Less: Adjustment	134.02	163.63
Closing Balance	606.47	740.48
<b>Statement of Profit and loss</b>		
Balance at the beginning of the year	9,347.09	7,126.12
Add: Profit/(loss) during the year	2,040.46	2,220.97
<b>Balance at the end of the year</b>	<b>11,387.55</b>	<b>9,347.09</b>
<b>Total</b>	<b>11,994.01</b>	<b>10,087.58</b>

Capital reserves includes government grants received for Plant and Machinery.

**5 Long term borrowings**

(₹ in '000)

Particulars	31 March 2024	31 March 2023
Secured Term loans from banks	1,484.73	2,715.96
Unsecured Loans and advances from related parties	7,263.63	5,103.34
<b>Total</b>	<b>8,748.36</b>	<b>7,819.30</b>

**Borrowings includes**

(₹ in '000)

Particulars	31 March 2024	31 March 2023
Term Loan from Bank	1,484.73	2,715.96
Loan from Directors	1,730.00	-
Loan From Corporates	5,533.63	5,103.34
<b>Total</b>	<b>8,748.36</b>	<b>7,819.30</b>

**Particulars of Long term Borrowings**

Name of Lender/Type of Loan	Nature of Security	Rate of Interest	Monthly Installments	No of Installment
Veracity Broking Services Private	Unsecured	9.00	Not Decided	Not Decided
HDFC Bank Ltd	Secured	9.25	136710	67

Loan from HDFC Bank Ltd is secured by hypothecation of Stock, Debtor and Plant & Machinery.





**Veracity Energy And Infrastructure Private Limited**  
(CIN: U40106GJ2012PTC073056)  
Notes forming part of the Financial Statements

<b>6 Long term provisions</b>		(₹ in '000)	
<b>Particulars</b>	<b>31 March 2024</b>	<b>31 March 2023</b>	
Provision for employee benefits	291.10	103.50	
<b>Total</b>	<b>291.10</b>	<b>103.50</b>	

The amount of provision for gratuity is considered as per the actuary report from Government approved valuer Mr. Jayesh D Pandit as on 31st March, 2024.

<b>7 Short term borrowings</b>		(₹ in '000)	
<b>Particulars</b>	<b>31 March 2024</b>	<b>31 March 2023</b>	
Current maturities of long-term debt	1,376.87	1,322.12	
Secured Loans repayable on demand from banks	12,252.09	13,686.90	
<b>Total</b>	<b>13,628.96</b>	<b>15,009.02</b>	

<b>Borrowings includes</b>		(₹ in '000)	
<b>Particulars</b>	<b>31 March 2024</b>	<b>31 March 2023</b>	
Cash Credit Facility	12,252.09	13,686.90	
<b>Total</b>	<b>12,252.09</b>	<b>13,686.90</b>	

**Particulars of Short term Borrowings**

<b>Name of Lender/Type of Loan</b>	<b>Rate of Interest</b>	<b>Nature of Security</b>
HDFC Bank Ltd	9.50	hypothecation of Stock, Debtor and Plant & Machinery.

The cash credit facility sanctioned by HDFC bank amounts to Rs. 1.35 Crore only , This credit facility is secured by hypothecation of stock , Debtors and Plant and Machinery.

<b>8 Trade payables</b>		(₹ in '000)	
<b>Particulars</b>	<b>31 March 2024</b>	<b>31 March 2023</b>	
Due to Micro and Small Enterprises	211.23	213.63	
Due to others	4,503.08	5,410.08	
<b>Total</b>	<b>4,714.31</b>	<b>5,623.71</b>	

<b>8.1 Trade Payable ageing schedule as at 31 March 2024</b>					(₹ in '000)
<b>Particulars</b>	<b>Outstanding for following periods from due date of payment</b>				<b>Total</b>
	<b>Less than 1 year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	
MSME	211.23				211.23
Others	3,999.70		79.56	423.82	4,503.08
Disputed dues- MSME					-
Disputed dues- Others					-
<b>Sub total</b>					<b>4,714.31</b>
MSME - Undue					
Others - Undue					
<b>Total</b>					<b>4,714.31</b>



**Veracity Energy And Infrastructure Private Limited**  
(CIN: U40106GJ2012PTC073056)  
Notes forming part of the Financial Statements

**8.2 Trade Payable ageing schedule as at 31 March 2023**

(₹ in '000)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	213.63				213.63
Others	4,820.37	80.00	503.00	6.71	5,410.08
Disputed dues- MSME					-
Disputed dues- Others					-
<b>Sub total</b>					<b>5,623.71</b>
MSME - Undue					
Others - Undue					
<b>Total</b>					<b>5,623.71</b>

1.The Company has initiated the process of identification of supplier of registered under Micro , Small and Medium Enterprise Development Act , 2006 by Obtaining confirmation from all the supplier . Information has been collated to the extent information received.

2.Balance of Trade Payable are subject to confirmation.

3.Trade Payable Ageing Schedule provided by Management is believed to be accurate and reliable

**9 Other current liabilities**

(₹ in '000)

Particulars	31 March 2024	31 March 2023
Interest accrued but not due on borrowings	21.69	24.10
Statutory dues		
-ESIC Contribution	2.07	1.91
-GST Payable	843.18	30.31
-PF Contribution	39.47	24.53
-Professional Tax	4.20	19.12
-TDS Payable	31.60	137.52
-VAT/CST Payable	23.46	-
Advances from customers	6,550.96	837.03
Payable to Employees	89.48	96.02
<b>Total</b>	<b>7,606.11</b>	<b>1,170.54</b>

**10 Short term provisions**

(₹ in '000)

Particulars	31 March 2024	31 March 2023
Provision for employee benefits	484.29	312.23
Provision for income tax	589.67	620.00
Provision for others		
-Provision for Audit Fees	30.00	81.00
-Provision for Expense	114.87	29.23
<b>Total</b>	<b>1,218.83</b>	<b>1,042.46</b>



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11 Property, Plant and Equipment

Name of Assets	Gross Block		Depreciation and Amortization		Net Block	
	As on 01-Apr-23	Addition Deduction	As on 31-Mar-24	As on 01-Apr-23 for the year	Deduction As on 31-Mar-24	As on 31-Mar-24
<b>(i) Property, Plant and Equipment</b>						
Plant and Equipment	12,903.88	-	12,903.88	1,491.46	6,278.90	6,624.99
Furniture and Fixtures	162.05	-	162.05	23.59	97.21	64.84
Office equipment	190.05	-	190.05	25.04	120.78	69.26
Computers	455.27	-	455.27	26.43	435.02	20.26
<b>Total</b>	<b>13,711.25</b>	<b>-</b>	<b>13,711.25</b>	<b>1,566.52</b>	<b>6,931.90</b>	<b>6,779.35</b>



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12 Deferred tax assets net		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
Deferred Tax Assets	52.06	97.94	
<b>Total</b>	<b>52.06</b>	<b>97.94</b>	

12.1 Significant Components of Deferred Tax		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
<b>Deferred Tax Asset</b>			
Expenses provided but allowable in Income tax on Payment basis	73.35	26.21	
Difference between book depreciation and tax depreciation		71.73	
<b>Gross Deferred Tax Asset (A)</b>	<b>73.35</b>	<b>97.94</b>	
<b>Deferred Tax Liability</b>			
Difference between book depreciation and tax depreciation	21.29		
<b>Gross Deferred Tax Liability (B)</b>	<b>21.29</b>	<b>-</b>	
<b>Net Deferred Tax Asset (A)-(B)</b>	<b>52.06</b>	<b>97.94</b>	

13 Long term loans and advances		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
<b>Total</b>	<b>-</b>	<b>-</b>	

14 Other non current assets		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
Security Deposits			
-Electricity Deposit	107.19	107.19	
-Other Deposit	20.00	20.00	
-Rent Deposit	543.00	528.00	
-Tender Deposit	100.00	-	
<b>Total</b>	<b>770.19</b>	<b>655.19</b>	

15 Inventories		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
Raw materials	195.44	2,332.21	
Work-in-progress	4,745.07	14,309.05	
Finished goods	9,801.90	2,749.47	
Loose Tools	2,556.76	509.48	
<b>Total</b>	<b>17,299.18</b>	<b>19,900.20</b>	

The valuation of inventory is determined in accordance with the applicable provisions of AS-2, where it is valued at the lower of its cost or its net realizable value (NRV).



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16 Trade receivables		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
Unsecured considered good	24,185.27	11,369.11	
<b>Total</b>	<b>24,185.27</b>	<b>11,369.11</b>	

16.1 Trade Receivables ageing schedule as at 31 March 2024						(₹ in '000)
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables- considered good	16,588.44	7,534.30	62.52			24,185.27
Undisputed Trade Receivables- considered doubtful						-
Disputed Trade Receivables considered good						-
Disputed Trade Receivables considered doubtful						-
<b>Sub total</b>						<b>24,185.27</b>
Undue - considered good						
<b>Total</b>						<b>24,185.27</b>

16.2 Trade Receivables ageing schedule as at 31 March 2023						(₹ in '000)
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables- considered good	11,284.43	62.52	22.16			11,369.11
Undisputed Trade Receivables- considered doubtful						-
Disputed Trade Receivables considered good						-
Disputed Trade Receivables considered doubtful						-
<b>Sub total</b>						<b>11,369.11</b>
Undue - considered good						
<b>Total</b>						<b>11,369.11</b>

1. Balance of trade receivable are subject to confirmation.

2. Trade Receivable Ageing Schedule provided by Management is believed to be accurate and reliable

17 Cash and cash equivalents		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
Cash on hand	33.96	-	
Balances with banks in current accounts	73.02	73.03	
<b>Total</b>	<b>106.98</b>	<b>73.03</b>	



**Veracity Energy And Infrastructure Private Limited**  
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<b>18 Short term loans and advances</b>		(₹ in '000)	
<b>Particulars</b>	<b>31 March 2024</b>	<b>31 March 2023</b>	
Loans and advances to employees			
-Advance to employees	25.37	31.88	
-Others	20.00	8.00	
Advances to suppliers	1,027.57	851.58	
Balances with Government Authorities			
-TDS Payable	-	44.59	
-Others	74.65	1,375.11	
Others			
-Prepaid Expenses	227.35	334.09	
<b>Total</b>	<b>1,374.94</b>	<b>2,645.25</b>	

<b>19 Other current assets</b>		(₹ in '000)	
<b>Particulars</b>	<b>31 March 2024</b>	<b>31 March 2023</b>	
Deposit for CST	10.00	10.00	
Deposit for VAT	10.00	10.00	
Government Incentive Receivable	109.45	249.52	
<b>Total</b>	<b>129.45</b>	<b>269.52</b>	

Subsidy represent subsidy received by the company for Interest on term loan.

<b>20 Revenue from operations</b>		(₹ in '000)	
<b>Particulars</b>	<b>31 March 2024</b>	<b>31 March 2023</b>	
Sale of products	1,07,646.99	62,683.60	
Sale of services	14,299.04	11,158.93	
<b>Total</b>	<b>1,21,946.03</b>	<b>73,842.53</b>	

Revenue has been considered as per AS 9- Revenue Recognition issued by Institute of Chartered Accountants of India. Other operating income is also recognized as per AS 9. Revenue is recognized only when risk and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection.

<b>21 Other Income</b>		(₹ in '000)	
<b>Particulars</b>	<b>31 March 2024</b>	<b>31 March 2023</b>	
Interest Income	227.75	-	
Other Non Operating Income	20.49	-0.66	
<b>Total</b>	<b>248.24</b>	<b>-0.66</b>	



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22 Cost of Material Consumed		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
<b>Raw Material Consumed</b>			
Opening stock	2,332.21	-	
Purchases	73,826.48	44,392.30	
Less: Closing stock	195.44	2,332.21	
<b>Total</b>	<b>75,963.25</b>	<b>42,060.09</b>	
<b>Total</b>	<b>75,963.25</b>	<b>42,060.09</b>	

23 Change in Inventories of work in progress and finished goods		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
<b>Opening Inventories</b>			
Finished Goods	2,749.47	17,950.84	
Work-in-progress	14,309.05	724.50	
Loose Tools	509.48	820.74	
<b>Less: Closing Inventories</b>			
Finished Goods	9,801.90	2,749.47	
Work-in-progress	4,745.07	14,309.05	
Loose Tools	2,556.76	509.48	
<b>Total</b>	<b>464.26</b>	<b>1,928.09</b>	

24 Employee benefit expenses		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
Salaries and wages	5,304.13	3,458.36	
Contribution to provident and other funds	544.86	315.60	
Staff welfare expenses	807.83	555.10	
Bonus	123.72	3.00	
Gratuity Expense	187.81	103.62	
<b>Total</b>	<b>6,968.35</b>	<b>4,435.68</b>	

Defined Benefit Plan		(₹ in '000)	
Changes in the present value of the defined benefit obligation			
Particulars	31 March 2024	31 March 2023	
Defined Benefit Obligation	291.43	103.62	
<b>Defined Benefit Obligation at year end</b>	<b>291.43</b>	<b>103.62</b>	
<b>Fair value of plan assets as at the end of the year</b>	<b>-</b>	<b>-</b>	

Reconciliation of present value of defined benefit obligation and fair value of assets		(₹ in '000)	
Particulars	31 March 2024	31 March 2023	
Present value obligation as at the end of the year	291.43	103.62	
<b>Amount classified as:</b>			
Short term provision	0.33	0.12	
Long term provision	291.10	103.50	



**Veracity Energy And Infrastructure Private Limited**  
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**Actuarial assumptions**

Particulars	31 March 2024	31 March 2023
Discount Rate	7.21%	7.49%
Expected Rate of increase in Compensation Level	8.00%	8.00%
Mortality Rate	Indian Assured Lives	Indian Assured Lives
Retirement Rate	4.50%	4.50%
Average Attained Age	60	60

**General Description of the Plan**

The Entity operates gratuity plan through a trust wherein every employee is entitled to the benefit equivalent to fifteen days salary last drawn for each completed year of service. The same is payable on termination of service or retirement, whichever is earlier. The benefit vests after five years of continuous service. In case of some employees, the Entity's scheme is more favourable as compared to the obligation under Payment of Gratuity Act, 1972.

**25 Finance costs**

(₹ in '000)

Particulars	31 March 2024	31 March 2023
Other borrowing costs	241.70	266.22
Bill Discounting Expense	360.92	153.35
Interest on Credit facility	1,366.53	1,174.64
Interest on Income Tax	62.26	-
Interest on Term Loan	304.30	86.51
Interest on Unsecured Loan	478.10	115.24
<b>Total</b>	<b>2,813.81</b>	<b>1,795.96</b>

**26 Depreciation and amortization expenses**

(₹ in '000)

Particulars	31 March 2024	31 March 2023
Depreciation on property, plant and equipment	1,428.23	1,718.08
<b>Total</b>	<b>1,428.23</b>	<b>1,718.08</b>

**27 Other expenses**

(₹ in '000)

Particulars	31 March 2024	31 March 2023
Auditors' Remuneration	60.00	60.00
Advertisement	-	34.50
Direct expenses	25,357.26	13,560.42
Freight Inward	106.73	108.16
Insurance	61.11	40.42
Power and fuel	669.31	491.54
Professional fees	747.03	662.30
Rent	2,936.81	2,508.36
Repairs others	579.08	537.92
Rates and taxes	418.90	431.69
Other Business Administrative Expenses	578.08	718.89
Travelling Expenses	5.09	20.72
Statutory Expense	24.57	10.38
<b>Total</b>	<b>31,543.97</b>	<b>19,185.30</b>





**Veracity Energy And Infrastructure Private Limited**  
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		(₹ In '000)	
28 Tax Expenses		31 March 2024	31 March 2023
Particulars			
Current Tax		926.06	606.98
Deferred Tax		45.88	-109.28
<b>Total</b>		<b>971.94</b>	<b>497.70</b>



**Veracity Energy And Infrastructure Private Limited**

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**Notes forming part of the Financial Statements****28 Earning per share**

Particulars	31 March 2024	31 March 2023
Profit attributable to equity shareholders (₹ in '000)	2,040.46	2,220.97
Weighted average number of Equity Shares	2,50,000	2,50,000
Earnings per share basic (Rs)	8.16	8.88
Earnings per share diluted (Rs)	8.16	8.88
Face value per equity share (Rs)	10	10

**29 Auditors' Remuneration**

(₹ in '000)

Particulars	31 March 2024	31 March 2023
<b>Payments to auditor as</b>		
- for Statutory Auditor	60.00	60.00
<b>Total</b>	<b>60.00</b>	<b>60.00</b>

**30 Related Party Disclosure****(i) List of Related Parties****Relationship**

Pramit Brahmhatt	Director
Sahaj Solar Limited	Holding Company
Veracity Broking Services Private Limited	Common management
Manan Brahmhatt	Relative of Key Managerial Person

**(ii) Related Party Transactions**

(₹ in '000)

Particulars	Relationship	31 March 2024	31 March 2023
Loan Accepted			
- Prमित Brahmhatt	Director	3,130.00	-
Rent Paid			
- Prमित Brahmhatt	Director	424.80	-
- Manan Brahmhatt	Relative of Key Managerial Person	180.00	-
Sale of Goods and Services			
- Sahaj Solar Limited	Holding Company	11,947.27	41,160.00
Purchase of Services			
- Sahaj Solar Limited	Holding Company	8,444.38	-
Interest on Loan			
- Veracity Broking Services Private Limited	Common management	478.10	115.00
Loan Repaid			
- Prमित Brahmhatt	Director	1,400.00	-



**Veracity Energy And Infrastructure Private Limited**  
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(iii) **Related Party Balances**

(₹ in '000)

Particulars	Relationship	31 March 2024	31 March 2023
Unsecured Loan			
- Prमित Brahmbhatt	Director	1,730.00	-
- Veracity Broking Services Private Limited	Common management	5,533.63	5,000.00
Trade Payable			
- Sahaj Solar Limited	Holding Company	1,025.27	-

**32 Security of Current Assets Against Borrowings**

Reconciliation between Current Assets as per Quarterly statement filed with Bank and Current Asset as per Books (₹ in '000)

Particulars	April-June 23	July 23-Sept 23	Oct23-Dec23	Jan 24-March 24
Current Assets as per Quarterly Return filed with Bank	66,170.54	84,636.01	78,960.36	89,010.60
<b>Add:</b>				
Valuation Difference	13,467.02	16,662.75	15,878.49	4,897.14
<b>Current Assets as per Books of Account</b>	<b>79,637.56</b>	<b>1,01,298.76</b>	<b>94,838.85</b>	<b>93,907.74</b>

Reason for the above difference is due to clerical error done while submitting stock statements to the bank

**33 Ratio Analysis**

Particulars	Numerator/Denominator	31 March 2024	31 March 2023	Change in %
(a) Current Ratio	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$	1.59	1.50	5.79%
(b) Debt-Equity Ratio	$\frac{\text{Total Debts}}{\text{Shareholder's Equity}}$	1.54	1.81	-14.87%
(c) Return on Equity Ratio	$\frac{\text{Profit after Tax}}{\text{Average Shareholder's Equity}}$	15.07%	0.00%	
(d) Inventory turnover ratio	$\frac{\text{Total Turnover}}{\text{Average Inventories}}$	6.56	-	
(e) Trade receivables turnover ratio	$\frac{\text{Total Turnover}}{\text{Average Account Receivable}}$	6.86	-	
(f) Trade payables turnover ratio	$\frac{\text{Total Purchases}}{\text{Average Account Payable}}$	14.28	-	
(g) Net capital turnover ratio	$\frac{\text{Total Turnover}}{\text{Net Working Capital}}$	7.66	6.47	18.32%
(h) Net profit ratio	$\frac{\text{Net Profit}}{\text{Total Turnover}}$	1.67%	3.01%	-44.37%
(i) Return on Capital employed	$\frac{\text{Earning before interest and taxes}}{\text{Capital Employed}}$	15.80%	12.75%	23.96%

1. The decline in the net profit ratio is because the increase in the net profit is not in proportion to the increase in turnover i.e the change in turnover is not in proportion to the change in total turnover.



**Veracity Energy And Infrastructure Private Limited**  
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**Notes forming part of the Financial Statements**

**34 Regrouping**

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

**35 Opening Balances**

The predecessor auditor audited the financial statements for the preceding period. The opening balances are derived from the closing balances of the prior period, encompassing the impacts of transactions and events from earlier periods, as well as the application of accounting policies used in the preceding period.

As per our report of even date  
**For Mistry & Shah LLP**  
Chartered Accountants  
Firm's Registration No. W100683



**CA Krunal Shah**  
Partner  
Membership No. 144596

UDIN: 21144596BKFRIP2198  
Place: Ahmedabad  
Date: 20 April 2024



**For and on behalf of the Board**  
**Veracity Energy And Infrastructure Private Limited**



**Pramit Brahmhatt**  
Director  
DIN-02400764

Place: Ahmedabad  
Date: 20 April 2024



**Kanaksinh Gohil**  
Director  
DIN-02917131

