



Srinivasan & Srivathsan

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF POPULAR FOUNDATIONS PRIVATE LIMITED

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of POPULAR FOUNDATIONS PRIVATE LIMITED ("the Company"), which comprise the balance sheet as at March 31, 2020, and the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its Profits, cash flows and changes in equity for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, 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 audit 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, Key Audit Matters are not applicable to the Company as it is an unlisted company.



Information other than the financial statements and auditors' report thereon

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

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

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

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

Management's responsibility for the financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement 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 are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The balance sheet, the statement of profit and loss, the cash flow statement and Statement of changes in equity dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
- (e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, reporting on the same is not applicable to the company.



(g) 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;

- a. The Company does not have any pending litigations which would impact its financial position;
- b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

FOR Srinivasan and Srivathsan,

Chartered Accountants

Firm Reg. No. 012867S



(V.R.SRIVATHSAN)

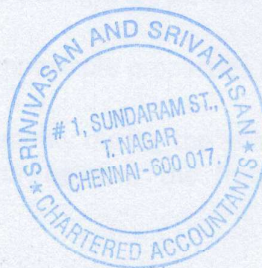
PARTNER

Membership No. 124058

Place: Chennai

Dated: 14-12-2020

UDIN: 21124058AAAABG8973



ANNEXURE A TO INDEPENDENT AUDITORS' REPORT

Referred to in Paragraph 1 under the heading of "report on other legal and regulatory requirements" of our report of even date.

- (i) In respect of its fixed assets:
 - (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
 - (b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.
 - (c) The title deeds of immovable properties are held in the name of the company.
- (ii) a) The Company Management, during the year has verified the inventory physically at frequent intervals. In our opinion, the frequency of verification is reasonable and adequate.
 - b) In our opinion and according to the explanations given to us, the procedures for physical verification of inventory followed by the management were found reasonable and adequate in relation to the size of the company and the nature of its business.
 - c) The company is maintaining proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventories as compared to the book records.
- (iii) (a) Company has not granted loan, secured or unsecured loans to Companies, firms or other parties covered in the register maintained under Section 189 of the Act. Hence this clause is not applicable.
 - (b) The Company has not taken unsecured loans from Companies, firms or other parties covered in the register maintained under Section 189 of the Act. Hence this clause is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security.
- (v) According to the information and explanations given to us during the courses of audit, the Company has not accepted any deposits from the public in terms of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- (vi) The Company maintains cost records as prescribed by the Central Government under sub section (1) of Section 148 of the Companies Act.



(vii) In respect of statutory dues,

(a) According to the information and explanations given to us and the records of the Company, undisputed statutory dues in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues, to the extent applicable have generally been regularly deposited with the appropriate authorities. Further, there were no undisputed amount outstanding at the year-end for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of income tax, wealth tax, service tax, value added tax, sales tax, customs duty, excise duty and cess which have not been deposited on account of any disputes.

(viii) In our opinion and according to the information and explanation given to us, the company has not defaulted in repayment of dues to any financial institution or bank.

(ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

(x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

(xi) As per our verification of books of accounts of the company, managerial remuneration payable under Section 197 read with Schedule V to the Companies Act, 2013 is not applicable to the company and hence reporting under this section does not arise.

(xii) In our opinion, the Company is not a Nidhi Company. Therefore the provisions of Clause 3(xii) of the Order are not applicable to the company.

(xiii) In our opinion, all transactions with the related parties are in compliance with section 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

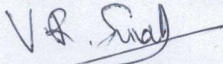
(xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.



(xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

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

FOR SRINIVASAN AND SRIVATHSAN,
Chartered Accountants
Firm Reg. No. 012867S



(V.R.SRIVATHSAN)

PARTNER

Membership No. 124058

Place: Chennai

Dated: 14-12-2020

UDIN: 21124058AAAAABG8973



POPULAR FOUNDATIONS PRIVATE LIMITED
New No 32/1,32/2 Old No 9/1,9/2 Kamatchi Apartment 10th Avenue, Ashok Nagar, CHENNAI-600083
Balance Sheet as at March 31, 2020

		(in Rs)		
	Particulars	Note	As at 31-03-2020	As at 31-03-2019
I.	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	2	1,00,00,000	1,00,00,000
	(b) Reserves and surplus	3	12,69,70,626	12,41,16,316
2	Non-current liabilities			
	(a) Long-term borrowings	4	12,64,96,721	11,45,19,935
	(b) Deferred tax liabilities (Net)		-	-
	(c) Other Long term liabilities	5	-	-
	(d) Long-term provisions		-	-
3	Current liabilities			
	(a) Short-term borrowings		-	-
	(b) Trade payables		5,11,68,566	2,74,32,811
	(c) Other current liabilities	6	5,42,93,876	3,86,10,830
	(d) Short-term provisions	7	-	-
	TOTAL		36,89,29,789	31,46,79,892
II.	ASSETS			
	Non-current assets			
1	(a) Fixed assets	8		
	(i) Tangible assets		5,37,43,223	5,61,12,982
	(b) Non-current investments	9	4,63,700	4,63,700
	(c) Long-term loans and advances	10	-	-
	(d) Deferred tax assets (net)		4,26,816	2,77,012
	(e) Other non-current assets	11	-	-
2	Current assets			
	(a) Inventories	12	4,29,76,802	2,94,28,190
	(b) Trade receivables	13	20,82,58,780	15,11,12,176
	(c) Cash and cash equivalents	14	70,285	70,72,851
	(d) Short-term loans and advances	15	6,29,90,183	7,02,12,981
	(e) Other current assets		-	-
	TOTAL		36,89,29,789	31,46,79,892
III.	NOTES FORMING PART OF FINANCIAL STATEMENTS	1-29		

As per our report of even date attached

For Srinivasan and Srivathsan
Chartered Accountants
FRN 0128675

V.R.Srivathsan
Partner
M.N.124058

Chennai
Date: 14-12-2020



For and on behalf of the Board

A.S.Venkatesh
Managing Director

A.Sankaralingam
Director


POPULAR FOUNDATIONS PRIVATE LIMITED
 New No 32/1, 32/2 Old No 9/1, 9/2 Kamatchi Apartment 10th Avenue, Ashok Nagar, Chennai-600083
 Statement of Profit and Loss for the year ended 31.03.2020

(in Rs)

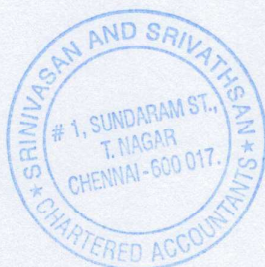
Particulars	Note	For the year ended 31-03-2020	For the year ended 31-03-2019
I. Revenue from operations	17	28,58,46,005	27,35,98,284
II. Other income	18	23,61,449	3,17,08,912
III. Total Revenue		28,82,07,454	30,53,07,196
IV. Expenses:			
Changes in inventories of work-in-progress	19	(1,35,48,612)	1,22,36,873
Employee benefits expense	20	2,44,62,701	2,49,75,270
Finance costs	21	1,75,74,378	1,66,77,558
Depreciation expense		25,13,713	25,32,374
Other expenses	22	24,70,27,929	23,77,58,719
Total expenses		27,80,30,109	29,41,80,794
VII. Profit before tax		1,01,77,346	1,11,26,402
VIII. Tax expense:			
(1) Current tax		73,53,816	2,76,460
(2) MAT Tax		-	20,14,110
(3) Deferred tax		(1,49,804)	(80,441)
(4) MAT tax credit		-	(20,14,110)
IX. Profit (Loss) for the period		29,73,334	1,09,30,383
X. Earnings per equity share:			
(1) Basic		29.73	109.30
XI. Notes forming part of Financial Statements	1-29		

As per our report of even date attached

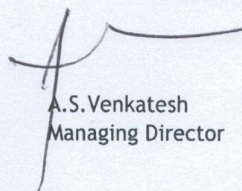
For Srinivasan and Srivathsan
 Chartered Accountants
 FRN 0128675

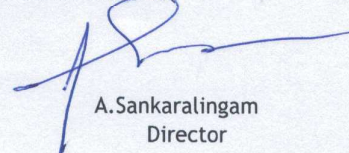

V.R. Srivathsan
 Partner
 M.N. 124058

Chennai
 Date: 14-12-2020



For and on behalf of the Board


A.S. Venkatesh
 Managing Director


A. Sankaralingam
 Director

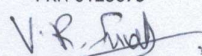
Popular Foundations Private Limited
New No 32/1,32/2 Old No 9/1,9/2 Kamatchi Apartment 10th Avenue, Ashok Nagar, Chennai-600083
Cash Flow Statement for the year ended March 31, 2020

Amount in Rupees

	For the year ended March 31, 2020	For the year ended March 31, 2019
A Cash flow from operating activities :		
Net Profit/(Loss) before tax	1,01,77,346	1,11,26,402
Adjustment for		
Profit on sale of assets	3,00,788	(2,91,94,769)
Depreciation	25,13,713	25,32,374
Operating Profit/(Loss) before working capital changes	1,29,91,847	(1,55,35,993)
Adjustments for:		
(Increase)/Decrease in Trade Receivables	(5,71,46,604)	3,46,76,676
(Increase)/Decrease in Inventories	(1,35,48,612)	1,22,36,873
(Increase)/Decrease in Other non current assets	-	-
(Increase)/Decrease in Short Term Loans and Advances	54,01,517	1,99,07,327
Increase/(Decrease) in Long term liabilities	-	-
Increase/(Decrease) in Trade Payables	2,37,35,755	(2,69,80,419)
Increase/(Decrease) in Other Current Liabilities	1,56,83,046	(2,95,93,081)
Cash used in operations	(1,28,83,051)	(52,88,616)
Direct tax paid	56,51,560	47,21,617
Net cash generated from/(used in) operating activities	(1,85,34,611)	(1,00,10,233)
B Cash flow from Investing activities		
Sale of Fixed Assets	-	4,01,10,000
Purchase of Fixed Assets	(4,44,742)	(4,52,22,254)
Net cash generated from/(used in) investing activities	(4,44,742)	(51,12,254)
C Cash flow from financing activities		
Repayment of Long term Borrowings	1,19,76,787	1,94,97,171
Net cash generated from/(used in) financing activities	1,19,76,787	1,94,97,171
D Net increase / (decrease) in cash and cash equivalents (A+B+C)	(70,02,565)	43,74,684
E Cash and cash equivalents at the beginning of the year	70,72,851	26,98,167
F Cash and cash equivalents at the end of the year (D + E)	70,285	70,72,851
 Cash and cash equivalents as at the close of the year include:		
Cash in Hand	12,774	5,56,466
Balances with scheduled banks		
In Current Accounts	57,511	65,16,385
In Fixed Deposit Accounts	-	-
	70,285	70,72,851

As per our report of even date

For Srinivasan and Srivathsan
Chartered Accountants
FRN 0128675

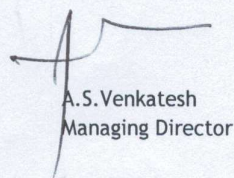


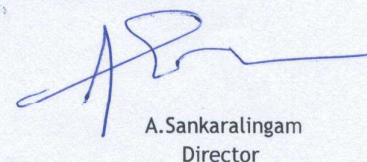
V.R. Srivathsan
Partner
M.N.124058

Place : Chennai
Date: 14-12-2020



For and on behalf of the Board


A.S. Venkatesh
Managing Director


A. Sankaralingam
Director

NOTE 2

Share Capital	As at 31-03-2020	As at 31-03-2019
	(in Rs.)	(in Rs.)
Authorised		
100,000 (P.Y. 100,000) Equity shares of Rs.100 each	1,00,00,000	1,00,00,000
	1,00,00,000	1,00,00,000
Issued, subscribed & fully paid up shares		
100,000 (Previous Period : 100,000) Equity Shares of Rs 100 each fully paid up	1,00,00,000	1,00,00,000
Total	1,00,00,000	1,00,00,000

NOTE 2 A

Particulars	Equity Shares	
	Number	Amount
Shares outstanding at the beginning of the year	1,00,000	1,00,00,000
Shares Issued during the year as bonus shares	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	1,00,000	1,00,00,000

NOTE 2 B

Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.100/- per share. Each holder of equity shares is entitled to one vote per share

NOTE 2 C

Details of shareholders holding more than 5% shares in the company

SR NO		As at 31 March 2020		As at 31 March 2019	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	A.S.Venkatesh	74,997	74.99	74,997	74.99%
2	Vinitha Venkatesh	25,000	25.00	25,000	25.00%
		99,997	99.99%	99,997	99.99%



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NOTE 3

<u>Reserves & Surplus</u>	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
a. Surplus		
Opening balance	12,41,16,316	11,31,85,933
(+) Net Profit/(Net Loss) For the current year	29,73,334	1,09,30,383
(-) Adjustment of tds on Income tax demand	1,19,024	-
Total	12,69,70,626	12,41,16,316

NOTE 4

<u>Long Term Borrowings</u>	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
<u>Secured</u>		
(a) Term loans from banks		
HDFC Bank- Car Loan *	54,99,968	97,03,872
Indian Bank #	7,57,46,753	6,75,66,063
(* Hypothecated against the cars and land of the company)		
(# Against the book debts of the company)		
	8,12,46,721	7,72,69,935
<u>Unsecured</u>		
From Others(Shareholders & Companies) #	4,52,50,000	3,72,50,000
# Personal guarantee by director		
	4,52,50,000	3,72,50,000
Total	12,64,96,721	11,45,19,935

NOTE 5

<u>Other Long Term Liabilities</u>	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
(a) Trade payables	-	-
Total	-	-

NOTE 6

<u>Other Current Liabilities</u>	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
(a) Other payables		
- Statutory Liabilities	2,07,45,025	78,56,237
- Expenses	72,68,052	56,90,594
- Advance from customers	1,16,78,097	1,11,73,672
- Others	1,46,02,702	1,38,90,327
Total	5,42,93,876	3,86,10,830



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NOTE 7

<u>Short Term Provisions</u>	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
(a) Others - Tax	-	-
Total	-	-

NOTE 9

<u>Non-Current Investments</u>	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
Unquoted- At Cost - Fully Paid Up Fully paid equity shares (36,372 (P.Y. - NIL) Shares of Rs.10 each)	4,63,700	4,63,700
Total	4,63,700	4,63,700

NOTE 10

<u>Long Term Loans and Advances</u>	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
<u>a. Security Deposits</u> Unsecured, considered good - Sales Tax Deposit	-	-
Total	-	-

NOTE 11

<u>Other non-current assets</u>	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
(a) Long Term Receivables Unsecured, considered good	-	-
Total	-	-

NOTE 12

<u>Inventories</u>	As at 31 March 2020	As at 31 March 2019
	Amount (in Rs.)	Amount (in Rs.)
a. Work in Progress (as certified by the management)	4,29,76,802	2,94,28,190
Grand Total	4,29,76,802	2,94,28,190



NOTE 13

Trade Receivables	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
Trade receivables outstanding for a period more than six months from the date they are due for payment		
Unsecured, considered good	6,10,00,296	6,31,04,260
Less: Provision for doubtful debts	-	-
	6,10,00,296	6,31,04,260
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Unsecured, considered good	14,72,58,484	8,80,07,916
Less: Provision for doubtful debts	-	-
	14,72,58,484	8,80,07,916
Total	20,82,58,780	15,11,12,176

NOTE 14

Cash and cash equivalents	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
a. Balances with banks		
- In Current Accounts	57,511	65,16,385
- In Deposit Accounts	-	-
b. Cash on hand	12,774	5,56,466
Total	70,285	70,72,851

NOTE 15

Short-term loans and advances	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
a. Others		
Unsecured, considered good	5,30,46,429	5,65,07,718
Balance with revenue authorities	99,43,754	1,37,05,263
Total	6,29,90,183	7,02,12,981

NOTE 16

<u>Contingent liabilities and commitments (to the extent not provided for)</u>	As at 31 March 2020	As at 31 March 2019
	(in Rs.)	(in Rs.)
(i) Contingent Liabilities	-	-
	-	-
(ii) Commitments	-	-
	-	-
	-	-
	-	-



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NOTE 17

Revenue from Operations	For the year ended 31-03-2020	For the year ended 31-03-2019
	(in Rs.)	(in Rs.)
Contract & Project Receipts	28,58,46,005	27,35,98,284
Total	28,58,46,005	27,35,98,284

NOTE 18

Other Income	For the year ended 31-03-2020	For the year ended 31-03-2019
	(in Rs.)	(in Rs.)
Interest Income	5,03,447	14,11,410
Unclaimed Creditors	18,58,002	11,02,733
Profit on sale of assets	-	2,91,94,769
Total	23,61,449	3,17,08,912

NOTE 19

Changes in inventories of work in progress	For the year ended 31-03-2020	For the year ended 31-03-2019
	(in Rs.)	(in Rs.)
Opening Work in Progress	2,94,28,190	4,16,65,063
Closing Work in Progress	4,29,76,802	2,94,28,190
(Increase)/Decrease in Work in Progress	(1,35,48,612)	1,22,36,873

NOTE 20

Employee Benefits Expense	For the year ended 31-03-2020	For the year ended 31-03-2019
	(in Rs.)	(in Rs.)
(a) Salaries and incentives	2,02,66,590	2,06,60,195
(b) Staff welfare expenses	41,96,111	43,15,075
Total	2,44,62,701	2,49,75,270

NOTE 21

Finance costs	For the year ended 31-03-2020	For the year ended 31-03-2019
	(in Rs.)	(in Rs.)
Bank Charges	8,85,436	9,24,839
Interest Expenses	1,66,88,942	1,57,52,719
Total	1,75,74,378	1,66,77,558



NOTE 22

SR No	Project and Administration expenses	For the year ended 31-03-2020	For the year ended 31-03-2019
		(in Rs.)	(in Rs.)
1	Material, Labour, Transport & Other Expenses	23,10,67,256	21,15,76,172
2	Repairs and Maintenance	1,51,570	1,79,051
3	Directors Remuneration	82,00,000	82,00,000
4	Professional & Consultancy Fees	4,61,408	2,98,000
5	Auditor's remuneration (See note below)	1,00,000	1,00,000
6	Electricity Charges	1,91,967	2,32,738
7	Office General Expenses	1,75,123	1,62,137
8	Rent	28,53,333	24,18,000
9	Office Maintenance	1,14,578	1,26,006
10	Petrol, Diesel & Oil	6,78,513	2,48,989
11	Postage & Telephone	2,07,589	1,96,746
12	Printing Stationery	1,30,914	1,36,237
13	Rates & Taxes	37,728	18,942
14	Advertisement	-	50,000
15	Insurance	2,79,046	1,49,999
16	Travelling & Conveyance	3,92,698	4,13,364
17	Business Promotion Expenses	14,71,331	10,33,691
18	Loss On Sale/scrap of Assets	3,00,788	29,655
19	Bad Debts Written off	-	1,21,42,976
20	Miscellaneous Expenses	2,14,087	46,016
Total		24,70,27,929	23,77,58,719

SR No	Audit fees	For the year ended 31-03-2020	For the year ended 31-03-2019
		(in Rs.)	(in Rs.)
1	Payments to the auditor as a. auditor,	75,000	75,000
2	b. for taxation matters,	25,000	25,000



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Note: 8

Fixed Assets

(In Rs.)

Fixed Assets		Gross Block			Accumulated Depreciation			Net Block		
Fixed Assets		As at 31 March 2019	Additions	Disposals	As at 31 March 2020	As at 31 March 2019	Depreciation charge for the year	Adjustments during the year	As at 31 March 2020	As at 31 March 2019
a Tangible Assets	Plant & Machinery	83,05,463	-	64,45,373	18,60,090	64,86,406	2,42,777	61,44,611	5,84,572	12,75,518
	Building	-	-	-	-	-	-	-	-	-
	Furniture & Fittings	12,60,833	-	8,70,785	3,90,048	9,76,655	91,192	8,70,782	1,97,065	1,92,983
	Office Equipments	13,25,397	2,76,445	9,04,104	6,97,738	9,88,175	2,00,923	9,04,081	2,85,017	4,12,721
	Computer	27,000	1,68,297	-	1,95,297	7,003	17,823	-	24,826	1,70,471
	Shed	-	-	-	-	-	-	-	-	-
	software	5,35,185	-	-	5,35,185	3,65,949	67,740	-	4,33,689	1,01,496
	Land	4,49,97,210	-	-	4,49,97,210	-	-	-	-	4,49,97,210
	Car	1,47,34,328	-	-	1,47,34,328	62,48,246	18,93,258	-	81,41,504	65,92,824
	Total	7,11,85,416	4,44,742	82,20,262	6,34,09,896	1,50,72,434	25,13,713	79,19,474	96,66,673	5,37,43,223
Previous Year	4,19,40,279	4,52,22,254	1,59,77,117	7,11,85,416	1,75,72,291	25,32,374	50,32,231	1,50,72,434	5,61,12,982	
										2,43,67,988



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Popular Foundations Pvt.Ltd.		AY 20-21						
Depreciation for Income Tax Purpose								
ASSETS	Rate	WDV as 01/04/19	ADDITION I HALF	ADDITION II HALF	Sale Value Scrap Value	TOTAL	DEP	WDV as 31/03/20
Plant & Machinery	0.15	17,31,255	-	-	-	17,31,255	2,59,688	14,71,567
Furniture & Fittings	0.10	6,00,554	-	-	-	6,00,554	60,055	5,40,499
Office Equipments	0.15	7,36,593	2,76,445	-	-	10,13,038	1,51,956	8,61,082
Computer	0.40	65,872	-	1,68,297	-	2,34,169	60,008	1,74,161
Hoist	0.15	859	-	-	-	859	129	730
Pagers	0.15	-	-	-	-	-	-	-
Software	0.40	1,35,751	-	-	-	1,35,751	54,300	81,451
Shed	0.10	8,065	-	-	-	8,065	807	7,258
Building-Office	0.10	2,23,648	-	-	-	2,23,648	22,365	2,01,283
Land	0.00	-	-	-	-	-	-	-
Ashok Nagar Land	0.00	4,49,97,210	-	-	-	4,49,97,210	-	4,49,97,210
Car	0.15	88,54,918	-	-	-	88,54,918	13,28,238	75,26,680
Building - Kundarttur Godown	0.10	-	-	-	-	-	-	-
		5,73,54,725	2,76,445	1,68,297	-	5,77,99,466	19,37,546	5,58,61,920

Calculation of deferred tax

Depreciation as per IT Act	19,37,546
Depreciation as per Companies Act	25,13,713
Difference	-5,76,167
Tax @ 25%	-1,44,042
Surcharge @ 7%	-
Education cess at 4%	-5,762
Total	-1,49,804

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

1. Significant Accounting Policies

a. Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention on an accrual basis, in accordance with the generally accepted accounting principals in India and the accounting standards as notified under the Companies (Accounting Standards) Rules, 2015.

b. Use of estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of revenue and expenses for the year, reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future years.

c. Revenue recognition

Contract income other income is recognized on an accrual basis.

d. Fixed Assets:

Tangible Fixed Assets are stated at cost, net of tax / duty credits availed, less accumulated depreciation / impairment losses, if any. Cost includes original cost of acquisition, including incidental expenses related to such acquisition and installation.

e. Depreciation / Amortisation:

Depreciation on fixed assets has been provided as per Schedule II of the Companies Act, 2013.

Impairment of Assets:

At each balance sheet date, the Company assesses whether there is any indication that an asset may be impaired, based on internal or external factors. If any such indication exists, the Company estimates the recoverable amount of the asset or the cash generating unit. If such recoverable amount of the asset or 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 recognised in the Profit and Loss Account. If, at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the reassessed recoverable amount. Impairment losses previously recognized are accordingly reversed.

f. Inventories

Inventories are valued at cost or net realizable value, whichever is lower.

g. Earnings per share

Basic earnings per share are computed using the weighted average number of equity shares outstanding during the year. Diluted earnings per share are computed using the weighted average number of equity and dilutive potential equity shares outstanding during the year.



h. Taxation

Income-tax expense comprises current tax (i.e. amount of tax for the year determined in accordance with the income-tax laws) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year). The deferred tax charge or credit and the corresponding deferred tax liabilities and or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that such assets can be realized in future, however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is virtual certainty of realization of such assets.

i. Provisions, Contingent Liabilities and Contingent Assets:

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 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.

Contingent Assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.



23. Related Party Disclosures

a. Key Management Personnel

1. A.S.Venkatesh
2. A.Sankaralingam
3. Vinita Venkatesh

b. Other related parties:

Varuna Venkatesh
Varsha Venkatesh
Popular Estates Private Limited

Summary of transactions with related parties is as follows:

		In Rs	
Sl.No	Nature of transaction	31-03-2020	31-03-2019
1 Other Current Liabilities			
Sundry Creditors- Others			
	A.S.Venkatesh	8,15,905	3,55,031
	A.Sankaralingam	8,96,000	-
	Vinita Venkatesh	2,72,437	1,62,263
	Popular Estates	6,51,714	24,25,910
		26,36,056	29,43,204
2 Non-Current Investments			
	Popular Estates Private Limited	463,700	463,700
3 Trade Receivables			
	Vinita Venkatesh	-	23,90,062
	A.S.Venkatesh	-	27,21,298
		-	51,11,360
4 Director's Remuneration			
	A.S.Venkatesh	7,200,000	7,200,000
	A.Sankaralingam	1,000,000	1,000,000
		8,200,000	8,200,000
6 Rent			
	Varsha Venkatesh	-	900,000
	Varuna Venkatesh	-	900,000
	Vinita Venkatesh	900,000	600,000
	A.S.Venkatesh	18,00,000	-
		2,700,000	2,400,000

- Balance as on 31st March 2020



24. Earnings and Expenditure in Foreign Currency: Nil (P.Y. – Nil)

25. Deferred Tax:

Particulars	31-03-2020	31-03-2019
Opening Balance(Asset)	(277,012)	(196,571)
Additions/Deletions because of Depreciation	(1,49,804)	80,441
Deferred Tax Liability/(Asset)	(426,816)	(277,012)

26. Earning per Share:

Particulars	Amount in Rs.	Amount in Rs.
	For the year ended March 31,2020	For the year ended March 31,2019
Profit/(Loss) available for equity Shareholders (Rs.)	29,73,336	1,09,30,383
Weighted average number of Shares used in computing Basic earning per share	100,000	100,000
Nominal Value of equity Shares - (Rs.)	100.00	100.00
Basic Earnings Per Share - (Rs.)	29.73	109.30

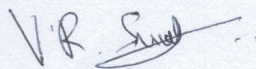
27. As per the best estimate of the management, no provision is required to be made as per Accounting Standard – 29 as notified under the Companies (Accounting Standards) Rules, 2015, in respect of any present obligation as a result of a past event that could lead to a probable outflow of resources, which would be required to settle the obligation.

28. Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 :

Trade Payables includes due to Micro and Small Enterprise of Rs.1,51,77,569/- (P.Y.10,26,200/-). There are no overdues to Micro, Small and Medium Enterprises as at March 31,2020.

29. Previous years' figures have been recast/restated.

For Srinivasan and Srivathsan
Chartered Accountants
FRN 012867S

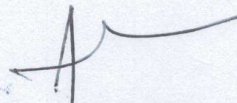


V.R.Srivathsan
Partner
M.N.124058

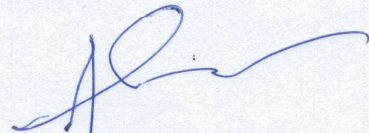
Chennai
Date: 14-12-2020



For and on behalf of the Board



A.S.Venkatesh
Managing Director



A.Sankaralingam
Director