



# 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, 2021, 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, 2021, 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, 2021 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the 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.

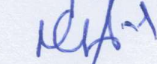




(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;

- 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. 0128675



(C.N. Srinivasan)

PARTNER

Membership No. 018216

Place: Chennai

Dated: 03-11-2021

UDIN: 21018216AAAAABR6246

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## 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.

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- (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.





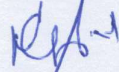
(xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company 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. 0128675



**(C.N. SRINIVASAN)**

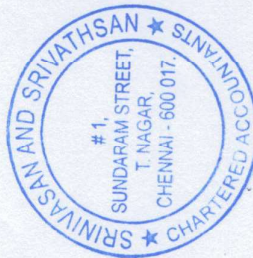
PARTNER

Membership No. 018216

Place: Chennai

Dated: 03-11-2021

UDIN: 21018216AAAAABR6246





**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 31,2021

		(in Rs)		
	Particulars	Note	As at 31-03-2021	As at 31-03-2020
I.	<b>EQUITY AND LIABILITIES</b>			
1	<b>Shareholders' funds</b>			
	(a) Share capital	2	1,00,00,000	1,00,00,000
	(b) Reserves and surplus	3	12,77,01,610	12,69,70,626
2	<b>Non-current liabilities</b>			
	(a) Long-term borrowings	4	14,43,71,173	12,64,96,721
	(b) Deferred tax liabilities (Net)		-	-
	(c) Other Long term liabilities	5	-	-
	(d) Long-term provisions		-	-
3	<b>Current liabilities</b>			
	(a) Short-term borrowings		-	-
	(b) Trade payables		5,98,99,230	5,11,68,566
	(c) Other current liabilities	6	7,26,39,809	5,42,93,876
	(d) Short-term provisions	7	-	-
	<b>TOTAL</b>		<b>41,46,11,822</b>	<b>36,89,29,789</b>
II.	<b>ASSETS</b>			
	<b>Non-current assets</b>			
1	(a) Fixed assets	8		
	(i) Tangible assets		5,49,53,965	5,37,43,223
	(b) Non-current investments	9	4,63,700	4,63,700
	(c) Long-term loans and advances	10	-	-
	(d) Deferred tax assets (net)		5,61,231	4,26,816
	(e) Other non-current assets	11	-	-
2	<b>Current assets</b>			
	(a) Inventories	12	5,17,34,317	4,29,76,802
	(b) Trade receivables	13	22,65,33,004	20,82,58,780
	(c) Cash and cash equivalents	14	19,31,610	70,285
	(d) Short-term loans and advances	15	7,84,33,994	6,29,90,183
	(e) Other current assets		-	-
	<b>TOTAL</b>		<b>41,46,11,822</b>	<b>36,89,29,789</b>
III.	<b>NOTES FORMING PART OF FINANCIAL STATEMENTS</b>	1-29		

As per our report of even date attached

**For Srinivasan and Srivathsan**

Chartered Accountants

FRN 0128675

**C.N. Srinivasan**

Partner

M.N.018216

Chennai

Date: 03-11-2021



**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 31.03.2021**

( in Rs)

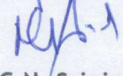
Particulars		Note	For the year ended 31-03-2021	For the year ended 31-03-2020
I.	Revenue from operations	17	20,27,83,538	28,58,46,005
II.	Other income	18	42,82,183	23,61,449
III.	<b>Total Revenue</b>		<b>20,70,65,721</b>	<b>28,82,07,454</b>
IV.	Expenses:			
	Changes in inventories of work-in-progress	19	(87,57,515)	(1,35,48,612)
	Employee benefits expense	20	2,35,78,332	2,44,62,701
	Finance costs	21	1,79,38,553	1,75,74,378
	Depreciation expense		24,51,021	25,13,713
	Other expenses	22	17,06,80,507	24,70,27,929
	<b>Total expenses</b>		<b>20,58,90,897</b>	<b>27,80,30,109</b>
VII.	<b>Profit before tax</b>		<b>11,74,824</b>	<b>1,01,77,346</b>
VIII.	Tax expense:			
	(1) Current tax		5,78,254	73,53,816
	(2) MAT Tax		-	-
	(3) Deferred tax		(1,34,415)	(1,49,804)
	(4) MAT tax credit		-	-
IX.	<b>Profit (Loss) for the period</b>		<b>7,30,985</b>	<b>29,73,334</b>
X.	Earnings per equity share:			
	(1) Basic		7.31	29.73
XI.	<b>Notes forming part of Financial Statements</b>	<b>1-29</b>		

As per our report of even date attached

**For Srinivasan and Srivathsan**

Chartered Accountants

FRN 012867S

  
C.N. Srinivasan

Partner

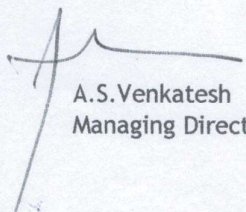
M.N.018216

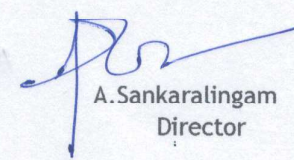
Chennai

Date: 03-11-2021



**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, 2021

Amount in Rupees

	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>A Cash flow from operating activities :</b>		
Net Profit/(Loss) before tax	11,74,824	1,01,77,346
Adjustment for		
Profit on sale of assets	-	3,00,788
Depreciation	24,51,021	25,13,713
<b>Operating Profit/(Loss) before working capital changes</b>	<b>36,25,845</b>	<b>1,29,91,847</b>
Adjustments for:		
(Increase)/Decrease in Trade Receivables	(1,82,74,224)	(5,71,46,604)
(Increase)/Decrease in Inventories	(87,57,515)	(1,35,48,612)
(Increase)/Decrease in Other non current assets	-	-
(Increase)/Decrease in Short Term Loans and Advances	(1,21,36,257)	54,01,517
Increase/(Decrease) in Long term liabilities	-	-
Increase/(Decrease) in Trade Payables	87,30,664	2,37,35,755
Increase/(Decrease) in Other Current Liabilities	1,83,45,933	1,56,83,046
<b>Cash used in operations</b>	<b>(84,65,554)</b>	<b>(1,28,83,051)</b>
Direct tax paid	38,85,812	56,51,560
<b>Net cash generated from/(used in) operating activities</b>	<b>(1,23,51,366)</b>	<b>(1,85,34,611)</b>
<b>B Cash flow from Investing activities</b>		
Sale of Fixed Assets	-	-
Purchase of Fixed Assets	(36,61,762)	(4,44,742)
<b>Net cash generated from/(used in) investing activities</b>	<b>(36,61,762)</b>	<b>(4,44,742)</b>
<b>C Cash flow from financing activities</b>		
Repayment of Long term Borrowings	1,78,74,452	1,19,76,787
<b>Net cash generated from/(used in) financing activities</b>	<b>1,78,74,452</b>	<b>1,19,76,787</b>
<b>D Net increase / (decrease) in cash and cash equivalents ( A+B+C)</b>	<b>18,61,325</b>	<b>(70,02,565)</b>
<b>E Cash and cash equivalents at the beginning of the year</b>	<b>70,285</b>	<b>70,72,851</b>
<b>F Cash and cash equivalents at the end of the year ( D + E )</b>	<b>19,31,610</b>	<b>70,285</b>
 Cash and cash equivalents as at the close of the year include:		
Cash in Hand	4,22,606	12,774
Balances with scheduled banks		
In Current Accounts	15,09,004	57,511
In Fixed Deposit Accounts	-	-
	<b>19,31,610</b>	<b>70,285</b>

As per our report of even date

For Srinivasan and Srivathsan  
Chartered Accountants  
FRN 0128675

C.N. Srinivasan  
Partner  
M.N.018216

Place : Chennai  
Date: 03-11-2021



For and on behalf of the Board

A.S.Venkatesh  
Managing Director

A.Sankaralingam  
Director



**NOTE 2**

Share Capital	As at 31-03-2021	As at 31-03-2020
	( in Rs.)	( in Rs.)
<b>Authorised</b>		
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
<b>Issued, subscribed &amp; fully paid up shares</b>		
100,000 ( Previous Period : 100,000) Equity Shares of Rs 100 each fully paid up	1,00,00,000	1,00,00,000
<b>Total</b>	<b>1,00,00,000</b>	<b>1,00,00,000</b>

**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 2021		As at 31 March 2020	
		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%
		<b>99,997</b>	<b>99.99%</b>	<b>99,997</b>	<b>99.99%</b>





## NOTE 3

<u>Reserves &amp; Surplus</u>	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
<b>a. Surplus</b>		
Opening balance	12,69,70,626	12,41,16,316
(+) Net Profit/(Net Loss) For the current year	7,30,985	29,73,334
(-) Adjustment of tds on Income tax demand	-	1,19,024
<b>Total</b>	<b>12,77,01,610</b>	<b>12,69,70,626</b>

## NOTE 4

<u>Long Term Borrowings</u>	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
<u>Secured</u>		
(a) Term loans from banks		
HDFC Bank- Car Loan *	28,18,286	54,99,968
Indian Bank #	8,84,79,012	7,57,46,753
Others *	-	-
(* Hypothecated against the cars and land of the company)		
(# Against the book debts of the company)		
	<b>9,12,97,298</b>	<b>8,12,46,721</b>
<u>Unsecured</u>		
From Others(Shareholders & Companies) #	5,30,73,875	4,52,50,000
# Personal guarantee by director		
	<b>5,30,73,875</b>	<b>4,52,50,000</b>
<b>Total</b>	<b>14,43,71,173</b>	<b>12,64,96,721</b>

## NOTE 5

<u>Other Long Term Liabilities</u>	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
(a) Trade payables	-	-
<b>Total</b>	<b>-</b>	<b>-</b>



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## NOTE 6

<u>Other Current Liabilities</u>	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
(a) Other payables		
- Statutory Liabilities	3,06,70,083	2,07,45,025
- Expenses	93,66,928	72,68,052
- Advance from customers	1,78,18,213	1,16,78,097
- Others	1,47,84,585	1,46,02,702
<b>Total</b>	<b>7,26,39,809</b>	<b>5,42,93,876</b>

## NOTE 7

<u>Short Term Provisions</u>	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
(a) Others		
- Tax	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

## NOTE 9

<u>Non-Current Investments</u>	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
Unquoted- At Cost - Fully Paid Up	-	
Fully paid equity shares	4,63,700	4,63,700
(36,372 (P.Y.- NIL) Shares of Rs.10 each)		
<b>Total</b>	<b>4,63,700</b>	<b>4,63,700</b>

## NOTE 10

<u>Long Term Loans and Advances</u>	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
<u>a. Security Deposits</u>		
Unsecured, considered good	-	
- Sales Tax Deposit	-	-
<b>Total</b>	<b>-</b>	<b>-</b>



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## NOTE 11

<u>Other non-current assets</u>	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
(a) Long Term Receivables Unsecured, considered good	-	-
<b>Total</b>	-	-

## NOTE 12

Inventories	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
a. Work in Progress (as certified by the management)	5,17,34,317	4,29,76,802
<b>Grand Total</b>	<b>5,17,34,317</b>	<b>4,29,76,802</b>

## NOTE 13

Trade Receivables	As at 31 March 2021	As at 31 March 2020
	( 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	10,57,40,702	6,10,00,296
Less: Provision for doubtful debts	-	-
	10,57,40,702	6,10,00,296
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Unsecured, considered good	12,07,92,302	14,72,58,484
Less: Provision for doubtful debts	-	-
	12,07,92,302	14,72,58,484
<b>Total</b>	<b>22,65,33,004</b>	<b>20,82,58,780</b>

## NOTE 14

Cash and cash equivalents	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
a. Balances with banks		
- In Current Accounts	15,09,004	57,511
- In Deposit Accounts	-	-
b. Cash on hand	4,22,606	12,774
<b>Total</b>	<b>19,31,610</b>	<b>70,285</b>





## NOTE 15

Short-term loans and advances	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
a. Others		
Unsecured, considered good	6,71,04,472	5,30,46,429
Balance with revenue authorities	1,13,29,522	99,43,754
<b>Total</b>	<b>7,84,33,994</b>	<b>6,29,90,183</b>

## NOTE 16

<u>Contingent liabilities and commitments (to the extent not provided for)</u>	As at 31 March 2021	As at 31 March 2020
	( in Rs.)	( in Rs.)
(i) Contingent Liabilities	-	-
(ii) Commitments	-	-
	-	-
	-	-





## NOTE 17

Revenue from Operations	For the year ended 31-03-2021	For the year ended 31-03-2020
	( in Rs.)	( in Rs.)
Contract & Project Receipts	20,27,83,538	28,58,46,005
<b>Total</b>	<b>20,27,83,538</b>	<b>28,58,46,005</b>

## NOTE 18

Other Income	For the year ended 31-03-2021	For the year ended 31-03-2020
	( in Rs.)	( in Rs.)
Interest Income	2,33,027	5,03,447
Unclaimed Creditors	40,49,156	18,58,002
Profit on sale of assets	-	-
<b>Total</b>	<b>42,82,183</b>	<b>23,61,449</b>

## NOTE 19

Changes in inventories of work in progress	For the year ended 31-03-2021	For the year ended 31-03-2020
	( in Rs.)	( in Rs.)
Opening Work in Progress	4,29,76,802	2,94,28,190
Closing Work in Progress	5,17,34,317	4,29,76,802
<b>(Increase)/Decrease in Work in Progress</b>	<b>(87,57,515)</b>	<b>(1,35,48,612)</b>

## NOTE 20

Employee Benefits Expense	For the year ended 31-03-2021	For the year ended 31-03-2020
	( in Rs.)	( in Rs.)
(a) Salaries and incentives	2,05,35,597	2,02,66,590
(b) Staff welfare expenses	30,42,735	41,96,111
<b>Total</b>	<b>2,35,78,332</b>	<b>2,44,62,701</b>

## NOTE 21

Finance costs	For the year ended 31-03-2021	For the year ended 31-03-2020
	( in Rs.)	( in Rs.)
Bank Charges	4,26,454	8,85,436
Interest Expenses	1,75,12,099	1,66,88,942
<b>Total</b>	<b>1,79,38,553</b>	<b>1,75,74,378</b>



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## NOTE 22

SR No	Project and Administration expenses	For the year ended 31-03-2021	For the year ended 31-03-2020
		( in Rs.)	( in Rs.)
1	Material, Labour, Transport & Other Expenses	16,23,72,908	23,10,67,256
2	Repairs and Maintenance	55,777	1,51,570
3	Directors Remuneration	26,40,000	82,00,000
4	Professional & Consultancy Fees	4,54,513	4,61,408
5	Auditor's remuneration (See note below)	1,00,000	1,00,000
6	Electricity Charges	1,12,343	1,91,967
7	Office General Expenses	1,88,185	1,75,123
8	Rent	31,20,000	28,53,333
9	Office Maintenance	24,210	1,14,578
10	Petrol, Diesel & Oil	1,60,908	6,78,513
11	Postage & Telephone	1,26,816	2,07,589
12	Printing Stationery	50,935	1,30,914
13	Rates & Taxes	6,60,622	37,728
14	Advertisement	15,000	-
15	Insurance	1,93,290	2,79,046
16	Travelling & Conveyance	2,96,983	3,92,698
17	Business Promotion Expenses	1,08,016	14,71,331
18	Loss On Sale/scrap of Assets	-	3,00,788
19	Bad Debts Written off	-	-
20	Miscellaneous Expenses	-	2,14,087
<b>Total</b>		<b>17,06,80,507</b>	<b>24,70,27,929</b>

SR No	Audit fees	For the year ended 31-03-2021	For the year ended 31-03-2020
		( 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









Popular Foundations Pvt.Ltd.				AY 21-22						
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	14,71,567	-	-	34,83,670	-	49,55,237	4,82,010	44,73,227
Furniture & Fittings		0.10	5,40,499	-	-	89,856	-	6,30,355	58,543	5,71,812
Office Equipments		0.15	8,61,082	-	-	44,253	-	9,05,335	1,32,481	7,72,854
Computer		0.40	1,74,161	-	-	43,983	-	2,18,144	78,461	1,39,683
Hoist		0.15	730	-	-	-	-	730	110	620
Pagers		0.15	-	-	-	-	-	-	-	-
Software		0.40	81,451	-	-	-	-	81,451	32,580	48,871
Shed		0.10	7,258	-	-	-	-	7,258	726	6,532
Building-Office		0.10	2,01,283	-	-	-	-	2,01,283	20,128	1,81,155
Land		0.00	-	-	-	-	-	-	-	-
Ashok Nagar Land		0.00	4,49,97,210	-	-	-	-	4,49,97,210	-	4,49,97,210
Car		0.15	75,26,680	-	-	-	-	75,26,680	11,29,002	63,97,678
Building - Kundarttur Godown		0.10	-	-	-	-	-	-	-	-
			5,58,61,920	-	-	36,61,762	-	5,95,23,682	19,34,041	5,75,89,641

#### Calculation of deferred tax

Depreciation as per IT Act	19,34,041
Depreciation as per Companies Act	24,51,021
Difference	-5,16,980
Tax @ 25%	-1,29,245
Surcharge @ 7%	-
Education cess at 4%	-5,170
Total	-1,34,415

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## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2021

### 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**

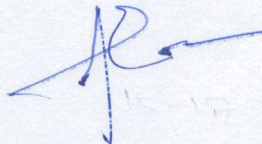
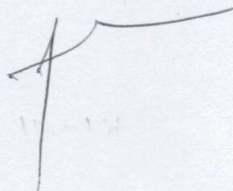
Income-tax expense comprises current tax (i.e. amount of tax for the year determined in accordance with the income-tax laws) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year). The deferred tax charge or credit 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:

Sl.No	Nature of transaction	31-03-2021	31-03-2020
In Rs			
<b>1 Other Current Liabilities</b>			
<b>Sundry Creditors- Others</b>			
	A.S.Venkatesh	20,37,074	8,15,905
	A.Sankaralingam	10,36,000	8,96,000
	Vinita Venkatesh	12,92,107	2,72,437
	Popular Estates	8,04,891	6,51,714
		<b>51,72,572</b>	<b>26,36,056</b>
<b>2 Non-Current Investments</b>			
	Popular Estates Private Limited	463,700	463,700
<b>3 Trade Receivables</b>			
	Vinita Venkatesh	-	-
	A.S.Venkatesh	-	-
		-	-
<b>4 Director's Remuneration</b>			
	A.S.Venkatesh	24,00,000	7,200,000
	A.Sankaralingam	2,40,000	1,000,000
		<b>26,40,000</b>	<b>8,200,000</b>
<b>6 Rent</b>			
	Varsha Venkatesh	-	-
	Varuna Venkatesh	-	-
	Vinita Venkatesh	12,00,000	9,00,000
	A.S.Venkatesh	18,00,000	18,00,000
		<b>30,00,000</b>	<b>2,700,000</b>

- Balance as on 31<sup>st</sup> March 2021

