

Epuja Web Solutions Pvt Ltd

Balance Sheet as at 31st March, 2020

Particulars		Note No.	As at 31.03.2020 Amount Rupees	As at 31.03.2019 Amount Rupees
I	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	1	1,62,33,880	1,62,33,880
	(b) Reserves and surplus	2	(2,26,49,054)	(2,16,41,397)
	(c) Money Received Against Share Warrants	3	-	1,30,00,000
2	Non Current Liabilities		-64,15,174	75,92,483
	(a) Deferred tax liabilities (Net)	9	-	14,273
3	Current liabilities			
	(a) Short-term Borrowings	4	54,15,557	5,76,102
	(b) Trade payables	5	13,32,474	52,89,964
	(c) Other current liabilities	6	1,09,342	1,28,691
	(d) Short-term provisions	7	1,13,220	1,39,500
	TOTAL		69,70,593	61,34,257
			5,55,419	1,37,41,013
II	ASSETS			
1	Non-current assets			
	(a) Property, Plant and Equipment			
	(i) Tangible assets	8	3,31,047	5,41,065
	(ii) Intangible assets			
	(b) Other Non-Current Assets	10	14,857	1,30,10,341
2	Current assets			
	(a) Trade receivables	11	6,249	1,358
	(b) Cash and cash equivalents	12	2,00,576	1,87,012
	(c) Short-term loans and advances	13	-	-
	(d) Other Current Assets	14	2,689	1,237
	TOTAL		5,55,419	1,37,41,013
	Corporate Information and Significant Accounting Policies	21 & 22		
	See accompanying notes (1-26) forming part of the financial statements			

In terms of our report attached.

for **MRV Krishna & Co**

Chartered Accountants

Firm Reg. No: 001642S

R. D. Senthil

Senthil Kumar R K

Partner

M.NO: 029870

UDIN: 20029870AAAAHO7845

Place: Bangalore

Date: 18-Nov-20



For and on behalf of the Board of Directors

Shiva Kumar

Shiva Kumar
Director

Place : Bangalore

Date : 18-Nov-20

Chethan Merchant

Chethan Merchant
Director

2020

PART II - STATEMENT OF PROFIT AND LOSS
Epuja Web Solutions Pvt Ltd
Statement of Profit And Loss for the year ended 31st March, 2019

Particulars	Note No.	For the year ended	For the year ended
		31.03.2020	31.03.2019
		Amount Rupees	Amount Rupees
1 Revenue:			
(a) Revenue from operations	15		
(b) Other Income		40,20,129	34,37,347
Total Revenue (a+b)	16	1,77,899	38,706
		41,98,028	34,76,054
2 Expenses			
(a) Purchase of Stock In trade	17	3,85,703	3,92,155
(b) Employee benefits expense	18	7,76,109	6,66,640
(c) Depreciation and amortisation expense	8	2,10,018	3,44,916
(d) Other expenses	19	38,52,644	33,55,208
(e) Prior Period Expenses	20	-	-
Total Expenses			
		52,24,474	47,58,920
3 Profit/(Loss) before exceptional and extraordinary items and tax (2-3)			
		(10,26,446)	(12,82,866)
4 Exceptional Items			
		-	-
5 Profit/(Loss) before extraordinary items and tax (3-4)			
		(10,26,446)	(12,82,866)
6 Extraordinary items			
		-	-
7 Profit/(Loss) before tax (5-6)			
		(10,26,446)	(12,82,866)
8 Tax expense:			
(a) Current tax			
(d) Deferred tax			
		18,788.99	35,054
			35,054
9 Profit (Loss) for the period from continuing operations (7-8)			
		(10,07,657)	(12,47,812)
10 Profit/(loss) from discontinuing operations			
		-	-
11 Tax expense of discontinuing operations			
		-	-
12 Profit/(loss) from Discontinuing operations (after tax) (10-11)			
		-	-
13 Profit (Loss) for the period (9-12)			
		(10,07,657)	(12,47,812)
14 Basic Earnings per share (of Rs.10/- each):	23.1		
		(0.62)	(0.77)
Corporate Information and Significant Accounting Policies See accompanying notes (1-26) forming part of the financial statements	21 & 22		

In terms of our report attached.

for **MRV Krishna & Co**
Chartered Accountants
Firm Reg. No: 001642S

R. Senthil Kumar
Senthil Kumar R K
Partner
M.NO: 029870

UDIN: 20029870AAAAHO7845

Place: Bangalore
Date: 18-Nov-20



For and on behalf of the Board of Directors

Shiva Kumar
Shiva Kumar
Director

Chethan Merchant
Chethan Merchant
Director

Place : Bangalore
Date : 18-Nov-20

Epuja Web Solutions Pvt Ltd		
Cash Flow Statement (as per AS 3)		
Particulars	For the year ending 31st March, 2020	For the year ending 31st March, 2019
1.CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit Before Tax	(10,07,657)	(12,47,812)
(+) Non cash and Non-operating expenses		
Depreciation and amortization expense	2,10,018	3,44,916
Provision for taxation/Deferred Tax	(18,789)	(35,054)
Non-Cash items(Deferred tax asset)	-	-
Operating profit before working capital changes	(8,16,428)	(9,37,950)
(+/-)Adjustment for changes in Working Capital		
Trade receivables	(4,891)	12,588
short term loans and advances	0	3,22,658
Other current assets	(1,452)	-1,237
Trade payables	(39,57,490)	89,380
Short term borrowings	48,39,455	5,09,686
Other current liabilities	(19,349)	26,959
Short term provisions	(26,280)	25,180
Cash generation from operations	13,565	47,264
(-) Income tax paid		
Cash flow before extraordinary items	13,565	47,264
Extraordinary items		
(a)Net cash flow from operating activities	13,565	47,264
2.CASH FLOWS FROM INVESTING ACTIVITIES:		
Acquisition/Disposal of long term assets	0	15,003
(b) Net cash flow from investing activities	0	15,003
3.CASH FLOWS FROM FINANCING ACTIVITIES:		
Issue of share capital	-	-
Bank loan repayment	-	-
(c) Net cash flow from financing activities	-	-
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	13,565	32,261
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1,87,012	1,54,751
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	2,00,577	1,87,012

for MRV Krishna & Co
Chartered Accountants
Firm Reg. No: 0016425

R. Senthil Kumar
Senthil Kumar R K
Partner
M.NO: 029870
UDIN: 20029870AAAAHO7845
Place: Bangalore
Date: 18-Nov-2020



For and on behalf of the Board of Directors

Shiva Kumar
Shiva Kumar
Director

Chethan K. Merchant
Chethan Merchant
Director

Place : Bangalore
Date : 18-Nov-20

Schedules to Provisional Financial Statements - Balance Sheet

Note 1 - Share capital:

Particulars	As at 31st Mar, 2020		As at 31st March, 2019	
	Number of shares	Amount (in Rs.)	Number of shares	Amount (in Rs.)
(a) Authorised:				
Equity shares of Rs.10/- each	20,00,000	2,00,00,000	20,00,000	2,00,00,000
Preference Shares of Rs. 10/- each	-	-	-	-
(b) Issued:				
Equity shares of Rs.10/- each	16,23,388	1,62,33,880	16,23,388	1,62,33,880
Preference Shares of Rs. 10/- each	-	-	-	-
(c) Subscribed and fully paid up				
Equity shares of Rs.10/- each	16,23,388	1,62,33,880	16,23,388	1,62,33,880
Preference Shares of Rs. 10/- each	-	-	-	-
Less: Calls-in-Arrears	-	-	-	-
Total	16,23,388	1,62,33,880	16,23,388	1,62,33,880

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity shares	As at 31st Mar, 2020		As at 31st March, 2019	
	No.	Amount	No.	Amount
At the beginning of the period	16,23,388	1,62,33,880	16,23,388	1,62,33,880
Issued during the period	-	-	-	-
Less: Calls-in-Arrears	-	-	-	-
Outstanding at the end of the period	16,23,388	1,62,33,880	16,23,388	1,62,33,880

b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10/- per share, and Preference Shares with par value of Rs. 10/- each. Each holder of equity is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholder/s in ensuing Annual General meeting.

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

Total Shares with more than 5% holding

Sl. No.	Equity shares	As at 31st Mar, 2020		As at 31st March, 2019	
		No. of Shares	shareholding %	No. of Shares	shareholding %
1	Chetan Kulin Merchant	10,50,000	64.68%	10,50,000	64.68%
2	Shiva Kumar	4,50,000	27.72%	4,50,000	27.72%
3	Rikin & Leena	1,07,154	6.60%	1,07,144	6.60%
	Total Shares in the class	16,07,154	99.00%	16,07,144	99.00%

As per records of the Company, including its register of shareholders/ members and other declaration received from shareholders regarding beneficial interest, the above shareholding represent both legal and beneficial ownership of shares.



Schedules to Provisional Financial Statements - Balance Sheet

Note 2 - Reserves and Surplus:

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
Securities Premium:		
Opening Balance	45,27,948	45,27,948
Add: Premium on shares Issued during the year	-	-
Less: Utilised during the year	-	-
Closing Balance	45,27,948	45,27,948
Surplus / (Deficit) in Statement of Profit and Loss:		
Opening Balance:	(2,61,69,345)	(2,49,21,533.0)
Add: Profit / (Loss) for the year	(10,07,657)	(12,47,812.1)
Less: Appropriations from Profits	-	-
Closing Balance	(2,71,77,002.2)	(2,61,69,345.1)
Total Of Reserves and Surplus	(2,26,49,054.16)	(2,16,41,397.13)

Note 3 - Money Received Against share Warrants :

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
Share warrants:		
Opening Balance	-	1,30,00,000
ADD: Issued During the year	-	-
Closing balance	-	1,30,00,000

Note 4 - Short-term Borrowings :

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
a) loans and advances from Related parties		
Unsecured - Loans from Chetan	13,28,409	4,39,745
Unsecured - Loans from Rikin	1,50,000	50,000
Unsecured - Loans from Shiva Kumar	38,64,001.00	-
b) loans and advances from others		
Unsecured - Loans from others	73,147	86,357
Total	54,15,557	5,76,102

Note 5 - Trade Payables :

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
Total outstanding dues of creditors other than micro e	13,32,474	52,85,244
Total	13,32,474	52,85,244



Note 6 - Other Current Liabilities :

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
Statutory Dues:		
Franchise Deposit Account	-	-
Duties and Taxes	1,09,342	1,28,691
Total	1,09,342	1,28,691

Note 7- Short-term Provisions:

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
Provision for Audit Fees	1,13,220	88,500
Provision for Other Operating Expenditure	-	51,000
Total	1,13,220	1,39,500

Amount Payable to Auditors

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
For Audits	40,000	35,000
Taxation Matters	-	-
Total	40,000	35,000

Note 10 - Other Non-Current Assets:

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
Deferred tax asset	4,516	
(a) Security Deposits:		
Telephone Advance	10,341	10,341
(b) Advances to BCCL	-	1,30,00,000
Total	14,857	1,30,10,341

Note 11 - Trade Receivables:

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
(a) Trade receivable:		
Unsecured, considered good	6,249	1,358
Closing Balance (a)	6,249	1,358
Total	6,249	1,358



Depreciation as per Income Tax Act:

Sl. No	Particulars	% of Depreciation	Opening balance as per 01.04.2019	Addition more than 180 days	Addition Less than 180 days	Deletions/ Reductions	Total as on 31.03.2020	Depreciation For 2019-20	Net balance as on 31.03.2020
1	Computers - End User Devices: Computers and Laptops	40%	2,64,117.00	-	-	-	2,64,117.00	1,05,646.80	1,58,470.20
2	Furniture and Fittings: Office Furniture and Fixtures	10%	1,14,826.00	-	-	-	1,14,826.00	11,482.60	1,03,343.40
3	Plant and Machinery, cars	15%	1,37,488.00	-	-	-	1,37,488.00	20,623.20	1,16,864.80
				-	-	-	-	-	-
	Total		5,16,431.00	-	-	-	5,16,431.00	1,37,752.6	3,78,678

Note: Depreciation as per Income Tax Act calculated for full year.



Schedules to Financial Statements - Balance Sheet

Note 8 - Property, Plant and Equipment

Sl. No	Particulars	Gross Block				Depreciation and Amortization						Net Block		
		Opening Balance	Additions	Deductions / Reductions	Other Adjustments	Closing Balance	Opening Balance	Depreciation Charge	Revaluation Adjustment	Impairment Losses	Disposals / Reversals	Closing Balance	Opening Balance	Closing Balance
A	Tangible Assets: Computers - End User Devices: i) Freehold Property ii) Leasehold Property	2,49,397	-	-	-	2,49,396.54	2,35,891	8,530	-	-	-	2,44,421	13,506	4,975.53
B	Furniture and Fittings: i) Freehold Property ii) Leasehold Property	1,32,210	-	-	-	1,32,210	92,909	10,175	-	-	-	1,03,084	39,301	29,125.63
C	Vehicles i) Freehold Property ii) Leasehold Property	32,500	-	-	-	32,500	26,481	1,997	-	-	-	28,477	6,019	4,022.75
D	Office Equipments i) Air Conditioner ii) Other Office Equipments	36,500 2,50,542	- -	- -	- -	36,500 2,50,542	32,336 2,36,157	1,922 7,521	- -	- -	- -	34,158 2,43,678	4,264 15,427	2,342.33 7,906.22
E	Website Designing	19,57,900	-	-	-	19,57,900	15,02,865	1,78,829	-	-	-	16,81,694	4,55,035	2,76,206.32
F	Plant and Equipments Mobile Phone	7,999	-	-	-	7,999	485	1,045	-	-	-	1,530	7,514	6,468.59
	Total [(A) + (B)]	26,67,048	-	-	-	26,67,048	21,27,024	2,10,018	-	-	-	23,37,042	5,41,065	3,31,047



Note 8 - Property, Plant and Equipment:

Depreciation as per Companies Act:

Sl. No.	Name of the asset	Rate %	Net Block as at 31.03.2019	Additions	Total	Depreciation for the Year	Net Block as at 31.03.2020
1	Computers - End User Devices: Computers and Laptops	63.16%	13.506	-	13.506	8.530	4.976
2	Furniture and Fittings: Office Furniture and Fixtures	25.89%	39.301	-	39.301	10.175	29.126
3	Office Equipments: Air Conditioner Other office equipments	45.07% 48.75%	4.264 15.427	- -	4.264 15.427	1.922 7.521	2.342 7.906
4	Vehicles: Motor Bike	33.17%	6.019	-	6.019	1.997	4.023
5	Website Designing	39.30%	4.55.035	-	4.55.035	1.78.829	2.76.206
6	Plant and Equipments Mobile phone	13.91%	7.514	-	7513.756219	1045	6469
	Total		5,41,065	-	5,41,065	2,10,018	3,31,047

Note: Depreciation as per Companies Act calculated for 12Months i.e: 1.4.2019 to 31-03-2020.

Note 9 - Deferred Tax Asset:

Sl. No.	Particulars	Amount (in Rs.)
	Opening Balance:	(14273)
i)	Depreciation As per companies Act	2,10,018
	Preliminary Expenses written-off as per AS 26	-
	Sub-Total (A)	2,10,018
ii)	Depreciation as per Income Tax Act	1,37,753
	Preliminary Expenses written-off as per Income Tax Act	-
	Sub-Total (B)	1,37,753
iii)	Excess Depreciation and Preliminary Expenses as per Companies Act [(A) - (B)]	72,265
iv)	Maximum Marginal Rate of Taxation as per Income Tax Act	26.00%
	Deferred Tax Asset/(Liability) for the period [(iii)]	18,789
	Closing Balance:	4,516



Schedules to Provisional Financial Statements - Balance Sheet

Note 12 - Cash and Bank Balance:

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
(I) Cash and Cash equivalent		
(a) Cash on hand	7,819	-
(b) Balances with banks		
(i) In Current Accounts:		
- HDFC Bank -Choepatty Branch 2	-	-
- HDFC Bank -Choepatty Branch	-	-
HDFC Bank Malleswram	66,757	67,012
Canara Bank	6,000	
(II) Other bank balances		
Term deposits	1,20,000	1,20,000
Bank deposits due to mature within 12 months from the reporting date		
Total	2,00,576	1,87,012

Note 13 - Short-term Loans and Advances:

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
Expenses paid in Advance:		
Advance Rent	-	-
Loans to Chetan Merchant	-	-
Total	-	-

Note 14 - Other Current Assets:

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Amount (in Rs.)	Amount (in Rs.)
Interest Receivable		-
TDS Receivable	2,689.00	1,237.00
Total	2,689	1,237



Schedules to Provisional Financial Statements - Statement of Profit and Loss

Note 15 - Revenue from Operations:

Sl. No.	Particulars	As at 31st March, 2020	As at 31st March, 2019
		Amount (in Rs.)	Amount (in Rs.)
	Sale of Services:	-	-
	DURGAINA DEVI TEMPLE	-	9,000
	Grishneshwar Jyothirlinga Shiva Temple	-	12,500
	KANCHI KAMAKSHI AMMAN TEMPLE	-	3,000
	Online Pujas order	9,014	10,664
	Product Sales	-	2,556
	PUJA ORDERS FROM SOTC	-	7,722
	RUDRABHISHEKPUJA AT KASHI	-	13,000
	VISHWANATHA TEMPLE	-	-
	Sales Account	39,84,615	33,43,105
	Shani Sinanapur Temple	-	3,000
	Shirdi Saibaba Temple	-	12,000
	SRI KAMAKYA DEVI TEMPLE	-	6,000
	SRI SAI BABA TEMPLE	-	4,000
	SRI SHANI SIGNAPUR TEMPLE	-	4,800
	Triyambakeshwar Jyothirlinga Shiva	-	6,000
	Pind Daan Ritual	15,000	-
	Rudrabhishek Puja at Kashi Vishwanath	8,000	-
	Tulsi Archana at Vishnupad Temple	3,500	-
	Total	40,20,129	34,37,347

Note 16 - Other Income:

Sl. No.	Particulars	As at 31st March, 2020	As at 31st March, 2019
		Amount (in Rs.)	Amount (in Rs.)
1	Bank Interest	9,001	8,307
	Miscellaneous Income	1,68,898	30,399
3	Prior Period Income	-	-
	Total	1,77,899	38,706

Note 17 - Purchase of Stock in Trade:

Sl. No.	Particulars	As at 31st March, 2020	As at 31st March, 2019
		Amount (in Rs.)	Amount (in Rs.)
1	Purchases	385703	3,92,155
	Total	3,85,703	3,92,155

Note 18 - Employee Benefit Expenses:

Sl. No.	Particulars	As at 31st March, 2020	As at 31st March, 2019
		Amount (in Rs.)	Amount (in Rs.)
1	Salaries and Wages	7,66,100	6,57,200
2	Staff Welfare Expenses	10,009	9,440
	Total	7,76,109	6,66,640

Note 8 - Depreciation and Amortization Expenses:

Sl. No.	Particulars	As at 31st March, 2020	As at 31st March, 2019
		Amount (in Rs.)	Amount (in Rs.)
1	Depreciation on Fixed Assets	2,10,018	3,44,916
2	Amortization of Preliminary Expenses	-	-
	Total	2,10,018	3,44,916



Schedules to Financial Statements - Statement of Profit and Loss

Note 19 - Other Expenses:

Sl. No.	Particulars	As at 31st March, 2020	As at 31st March, 2019
		Amount (in Rs.)	Amount (in Rs.)
1	Advertising Expenses	-	-
2	Audit fee	40,000	40,000
3	Bank Charges	20,127	22,674
4	Bank Charges- MSF	42,996	37,006
5	Business Development charges	-	-
6	Commission	-	-
7	call conferencing service charges	407	-
8	Conveyance Expenses	1,18,336	1,55,783
9	Conference charges	1,69,260	-
10	Directors remuneration	6,72,062	7,38,230
11	Electricity Charges	31,498	26,262
12	EPuja 25% Discount Per Puja	-	288
13	E-Tds Filing Fees and GST filing Fees	-	4,000
14	Franchisee Bazar	-	-
15	Franchisee Commission	-	-
16	Homam Charges	1,74,571	1,44,500
17	Hotel Charges	1,14,262	49,337
18	Internet Charges	64,344	55,380
19	Interest on GST	13,278	91,062
20	Interest on Professional fees	-	-
21	Late filling fee on GST	28,948	-
22	Marketing Expenses	8,50,334	10,02,386
23	Miscellaneous Expenses	4,939	6,840
24	Office Expenses	3,53,029	1,21,501
25	Office Maintainance	1,020	30,500
26	Office Rent	3,65,400	3,58,150
27	P&T Expenses	75,165	1,13,959
28	Printing and Stationary	19,812	26,372
29	Professional Fees	25,300	8,300
30	Paypal Charges	1,291	11,489
31	paypal commission	96,632	-
32	Priest Charges	1,99,254	48,302
33	PU Money Charges	6,445	16,505
34	repairs and maintenance	-	19,200
35	Roc Filing Fees	-	-
36	Shakthi Graphics	-	-
37	Telephone Charges and Mobile Recharges	29,052	39,895
38	Travelling Expenses	3,25,181	1,76,787
39	Visting card expenses	700	-
40	Water Charges	9,000	10,500
	Total	38,52,644	33,55,208

Note:

(I) Payment to auditors Comprises of:		
AS Statutory Auditors Fees	40000	40000
Total	40000	40000

Note 20 - Prior Period Expenses:

Sl. No.	Particulars	As at 31st March, 2020	As at 31st March, 2019
		Amount (in Rs.)	Amount (in Rs.)
1	Prior period Expenses	-	-
	Total	-	-



Note	Particulars
21.00	<p>Corporate information Epuja Web Solutions Pvt Ltd (referred to as "the Company"), is a company is India's first online portal that offers access to religious ceremonies and remedy rituals across 3600 temples in India The Company is a private limited company incorporated in India and has its registered office at Mumbai, Maharashtra, India.</p>
22.00	<p>Significant accounting policies:</p>
22.01	<p>Basis of accounting and preparation of financial statements</p> <p>These financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting and comply with the Generally Accepted Accounting Principles (GAAP) in India. GAAP comprises mandatory accounting standards prescribed under Section 133 of the Companies Act, 2013 ("Act") read with Rule 7 of the Companies (Accounts) Rules, 2014, the provision of the Act (to the extent notified and applicable) and other pronouncements of the Institute of Chartered Accountants of India ('ICAI').</p> <p>The company has incurred losses during the current financial year. However, based on the future operational plans of the Company, the Management believes that going concern assumption is appropriate and accordingly these financial statements have been prepared on a going concern basis.</p>
22.02	<p>Revenue recognition</p> <p>Revenue from contracts priced on a time and material basis are recognised when services are rendered and related costs are incurred.</p> <p>Revenue from turnkey contracts, which are generally time bound fixed price contracts, are recognised over the life of the contract using the proportionate completion method, with contract costs determining the degree of completion. Foreseeable losses on such contracts are recognised when probable.</p> <p>Revenue from the sale of equipment are recognised upon delivery, which is when title passes to the customer.</p> <p>Revenue from sale of software licences are recognised upon delivery.</p> <p>Revenue from maintenance contracts are recognised pro-rata over the period of the contract.</p> <p>In respect of Business Process Services, revenue on time and material and unit priced contracts is recognised as the related services are rendered, whereas revenue from fixed price contracts is recognised using the proportionate completion method with contract cost determining the degree of completion.</p> <p>Revenue is reported net of discounts.</p> <p>Dividend is recorded when the right to receive payment is established. Interest income is recognised on time proportion basis taking into account the amount outstanding and the rate applicable.</p>
22.03	<p>Investments</p> <p>Trade investments are the investments made to enhance the Company's business interests. Investments are either classified as non-current or current based on management intention. Current investments are carried at the lower of cost and fair value of each investment individually. Long term investments are carried at cost less provisions recorded to recognise any decline, other than temporary, in the carrying value of each investment.</p>



Note	Particulars								
22.04	<p>Foreign currency transactions and translations</p> <p>Revenue, expense and cash flow items denominated in foreign currencies are translated using the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit/loss for the period in which the transaction is settled.</p> <p>Foreign currency denominated monetary assets and liabilities are translated at exchange rates in effect at the Balance Sheet date. The gains or losses resulting from such translations are included in the statement of profit and loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of the transaction.</p>								
22.05	<p>Fixed assets</p> <p>Tangible fixed assets and Capital Work in Progress</p> <p>Tangible fixed assets are stated at cost, less accumulated depreciation and impairment, if any. Direct costs are capitalised until such assets are ready for use. Capital work-in-progress comprises the cost of fixed assets that are not yet ready for their intended use at the reporting date.</p> <p>Intangible assets</p> <p>Intangible assets are recorded at the consideration paid for acquisition of such assets and are carried at cost less accumulated amortization and impairment. The costs which can be capitalized include the cost of material, direct labor and overhead costs that are directly attributable to preparing the asset for its intended use.</p>								
22.06	<p>Depreciation and amortisation</p> <p>Depreciation on tangible fixed assets is provided on the Written Down Value method over the useful lives of assets as specified in Schedule II to the Companies Act, 2013. Depreciation for assets purchased / sold during a period is proportionately charged. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, commencing from the date the asset is available to the Company for its use. Leasehold improvements are written off over the lower of the remaining primary period of lease or the life of the asset. The Management estimates the useful lives for the fixed assets as follows:</p> <table border="1" data-bbox="240 1390 1538 1545"> <thead> <tr> <th data-bbox="240 1390 783 1421">Asset Group Description</th> <th data-bbox="783 1390 1538 1452">Useful Life in accordance with Schedule II to the Companies Act,2013(In Years)</th> </tr> </thead> <tbody> <tr> <td data-bbox="240 1452 783 1483">Computer -End User Devices</td> <td data-bbox="783 1452 1538 1483">6</td> </tr> <tr> <td data-bbox="240 1483 783 1514">Furniture and Fixtures</td> <td data-bbox="783 1483 1538 1514">3</td> </tr> <tr> <td data-bbox="240 1514 783 1545">Electrical Equipments</td> <td data-bbox="783 1514 1538 1545">10</td> </tr> </tbody> </table> <p>Amortization:</p> <p>Intangible Assets are amortized in accordance with Accounting Standard 26 - Intangible Assets. Accordingly, the depreciable amount of the Intangible Assets are allocated on a systematic basis over the estimated useful life.</p> <p>The estimated useful life of the Intangible Assets, in general, shall not exceed ten years from the date on which the asset is available for use, unless there is sufficient ground to believe that the future economic benefits accruing from the said assets exceed the said period of ten years.</p> <p>As per Accounting Standard 26, Intangible Assets are to be amortized from the date on which the assets become available for use. As the Intangible Assets shown in the Financial Statements of the current period do not meet this criterion, they have not been amortized.</p> <p>Depreciation and amortization methods, useful lives and residual values are reviewed periodically, including at each financial year end.</p>	Asset Group Description	Useful Life in accordance with Schedule II to the Companies Act,2013(In Years)	Computer -End User Devices	6	Furniture and Fixtures	3	Electrical Equipments	10
Asset Group Description	Useful Life in accordance with Schedule II to the Companies Act,2013(In Years)								
Computer -End User Devices	6								
Furniture and Fixtures	3								
Electrical Equipments	10								



Note	Particulars
22.07	<p>Impairment of assets</p> <p>The Management periodically assesses, using external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognised whenever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is the higher of the asset's net selling price or value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss has been recognized for the asset in prior years.</p>
22.08	<p>Leases</p> <p>Lease payments under operating leases are recognised as an expense on a straight line basis in the statement of profit and loss over the lease term.</p>
22.09	<p>Employee benefits</p> <p>Gratuity The payment of Gratuity Act, 1972 is not applicable to the company as at Balance Sheet date, as the number of employees does not exceed the number as specified under the said Act. Hence, no provision for gratuity has been made for the current Financial Year.</p> <p>Provident fund & Other defined contribution plan The company has not registered under Employees Provident Fund Act, or any other defined contribution statutes prevalent in india as at the end of the Financial Year.</p> <p>Compensated absences The company has no Compensated Absences Policy.</p>
22.10	<p>Taxes on income</p> <p>Income taxes are accrued in the same period that the related revenue and expenses arise. A provision is made for income tax, based on the tax liability computed, after considering tax allowances and exemptions. Provisions are recorded when it is estimated that a liability due to disallowances or other matters is probable. The Company offsets, on a year on year basis, the current tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.</p> <p>The differences that result between the profit considered for income taxes and the profit as per the financial statements are identified, and thereafter a deferred tax asset or deferred tax liability is recorded for timing differences, namely the differences that originate in one accounting period and reverse in another, based on the tax effect of the aggregate amount of timing difference. The tax effect is calculated on the accumulated timing differences at the end of an accounting period based on enacted or substantively enacted regulations. Deferred tax assets in situation where unabsorbed depreciation and carry forward business loss exists, are recognized only if there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax asset can be realized. Deferred tax assets, other than in situation of unabsorbed depreciation and carry forward business loss, are recognized only if there is reasonable certainty that they will be realized. Deferred tax assets are reviewed for the appropriateness of their respective carrying values at each reporting date. Deferred tax assets and deferred tax liabilities have been offset wherever the Company has a legally enforceable right to set off current tax assets against current tax liabilities and where the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority.</p>



Note	Particulars
<p>22.11 Provisions and contingencies</p>	<p>A provision is recognised if, as a result of a past event, the Company has a present legal obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.</p>
<p>22.12 Use of estimates</p>	<p>The preparation of the financial statements in conformity with GAAP requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.</p> <p>Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in the circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made, and, if material, their effects are disclosed in the notes to the financial statements. Examples of such estimates include provisions for doubtful debts, future obligations under employee retirement benefit plans, income taxes and the useful life of the fixed tangible assets and intangible assets.</p>
<p>22.13 Operating Cycle</p>	<p>Based on the nature of activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current</p>
<p>22.14 Earning Per Share</p>	<p>Basic earnings per share is computed by dividing the net profit/loss attributable to equity shareholders for the year, by the weighted average number of equity shares outstanding during the reporting period.</p> <p>The number of equity shares used in computing diluted loss per share comprises the weighted average number of shares considered for deriving basic loss per share and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares except when the result would be anti-dilutive. Diluted potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date.</p>
<p>22.15 Cash and Cash Equivalents</p>	<p>Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value</p>



Note 23 Additional information to the financial statements

23.1 Contingent liabilities and commitments (to the extent not provided for)

(i) Contingent liabilities

(Amount Rupees)

Sl. No.	Particulars	For the year ended	For the year ended
		31.03.2020	31.03.2019
1	Claims not acknowledged as debt	-	-

Note 24 Disclosures under Accounting Standards

24.1 Earnings Per Share

Sl. No.	Particulars	For the year ended 31.03.2020	For the year ended 31.03.2019
I	Total Operations for the year (Continuing and Discontinued operations)	(10,07,657)	(12,47,812)
	Less: Dividends on equity shares and Tax thereon	-	-
	Net Profit/(Loss) after Tax for calculation of Basic EPS	(10,07,657)	(12,47,812)
b)	Net Profit/(Loss) as specified above	(10,07,657)	(12,47,812)
	Add/Less: Adjustments resulting in dilution	-	-
	Net Profit/(Loss) after Tax for calculation of Diluted EPS	(10,07,657)	(12,47,812)
II	Continuing Operations for the year		
a)	Profit/(Loss) after Tax	(10,07,657)	(12,47,812)
	Less: Dividends on equity shares and Tax thereon	-	-
	Net Profit/(Loss) after Tax for calculation of Basic EPS	(10,07,657)	(12,47,812)
b)	Net Profit/(Loss) as specified above	(10,07,657)	(12,47,812)
	Add/Less: Adjustments resulting in dilution	-	-
	Net Profit/(Loss) after Tax for calculation of Diluted EPS	(10,07,657)	(12,47,812)
Sl. No.	Particulars	31st March, 2020 No. of Shares	31st March, 2019 No. of Shares
	Weighted average number of Equity Shares in calculating Basic EPS	16,23,388	16,23,388
	Add/Less: Adjustments resulting in dilution	-	-
	Weighted average number of Equity Shares in calculating Diluted EPS	16,23,388	16,23,388
Sl. No.	Particulars	31st March, 2020 Amount (in Rs.)	31st March, 2019 Amount (in Rs.)
	Basic Earnings per Share:		
	Computed from Profit/(Loss) of Continuing operations	(0.62)	(0.77)
	Computed from Total Profit/(Loss) for the year	(0.62)	(0.77)
	Diluted Earnings per Share:		
	Computed from Profit/(Loss) of Continuing operations	(0.62)	(0.77)
	Computed from Total Profit/(Loss) for the year	(0.62)	(0.77)



Note 25 Disclosures under Accounting Standards (contd.)

25.2 Related party transactions

25.2.a Details of related parties:

Description of relationship	Names of related parties
Key Management Personnel (KMP)	Mr. Siva Kumar, Director Mr. Chetan Merchant, Director Mr. Rikin Jitendar

Note: Related parties are as identified by the Management and relied up on by the auditors

25.2.b Details of related party transactions during the year ended 31 March, 2020 and balances outstanding as at 31 March, 2020:

Particulars	Holding Company	Fellow Subsidiaries	KMP	Amount Rs.
				Total
Professional fee	-	-	-	-

Particulars	Holding Company	Fellow Subsidiaries	KMP	Total
<u>Loan To Directors</u>				
Opening Balnce Mr. Chetan Merchant			-	-
Received During the Financial Year 2019-20 Mr. Chetan Merchant			-	-
Repayments During Financil Year 2019-20 Mr. Chetan Merchant			-	-
Closing Balance Mr. Chetan Merchant			-	-
Note: Figures in bracket relates to the previous year Note: There are no debts due to/ from related parties which are written back/ written off during the year (Previous year: Rs. Nil)				



Particulars	Holding Company	Fellow Subsidiaries	KMP	Total
Loan from Directors				
Opening Balnce				
Mr. Chetan Merchant			4,39,745	4,39,745
Mr. Rikin Jitendar Parekh, Director			50,000	50,000
Mr. Siva Kumar				
Received During the Financial Year 2019-20				
Mr. Chetan Merchant			11,07,000	11,07,000
Mr. Rikin Jitendar Parekh, Director			1,00,000	1,00,000
Mr. Siva Kumar			38,64,001	38,64,001
Repayments During Finencil Year 2019-20				
Mr. Chetan Merchant			2,18,336	2,18,336
Mr. Rikin Jitendar Parekh, Director			-	-
Mr. Siva Kumar				
Closing Balance				
Mr. Chetan Merchant			13,28,409	13,28,409
Mr. Rikin Jitendar Parekh, Director			1,50,000	1,50,000
Mr. Siva Kumar			38,64,001	38,64,001

Note: Figures in bracket relates to the previous year

Note: There are no debts due to/ from related parties which are written back/ written off during the year



Note 25 Disclosures under Accounting Standards (contd.)

25.3 Deferred tax (liability) / asset
Break up of Differed tax assets and Liabilities

Particulars	Amount Rs.	
	For the year ended 31.03.2020	For the year ended 31.03.2019
Tax effect of items constituting deferred tax liability		
On difference between book balance and tax balance of fixed assets	18,789	35,054
Preliminary Expenses Written off	-	-
	18,789	35,054
Tax effect of items constituting deferred tax assets		
Preliminary Expenses Written off	-	-
	-	-
Net	18,789	35,054

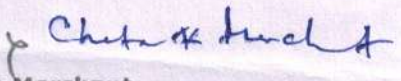
Note 26 Previous year's figures

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

Signatures to Note 1 to 26

For and on behalf of the Board of Directors


Shiva Kumar
Director


Chethan Merchant
Director



Place : Banqalore
Date : 18-Nov-20