

**INDEPENDENT AUDITOR'S REPORT**

To The Members Of  
**CHANDRA SALES PRIVATE LIMITED**

**Report on the audit of the financial statements**

**Opinion**

We have audited the accompanying (Standalone) financial statements of M/S **CHANDRA SALES PRIVATE LIMITED ("the Company")**, which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss for the year ended, and 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, 2023, its profit (or Loss)\* and cash flows 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 there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

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

**Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

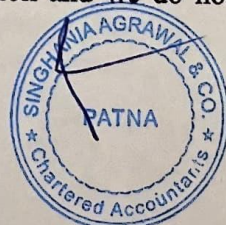
**Information other than the financial statements and auditors' report thereon**

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.

For CHANDRA SALES PVT. LTD

*Shamir*  
DIRECTOR





# Singhania Agrawal & Co.

## Chartered Accountants

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 is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these (Standalone) financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibility for the audit of financial statements:**

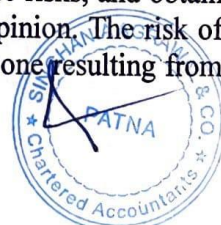
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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

For CHANDRA SALES PVT. LTD

*Shamir*  
DIRECTOR





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## Chartered Accountants

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:**

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

For CHANDRA SALES PVT. LTD

*Shamir*  
DIRECTOR





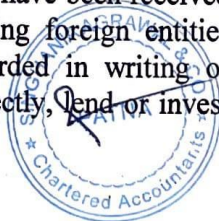
**Singhania Agrawal & Co.**  
**Chartered Accountants**

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- c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow for the year, 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 written representations received from the directors as on March 31, 2023, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, 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, refer to our separate Report in "Annexure-B" Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, we report that section 197 is not applicable on private company. Hence reporting as per section 197(16) is not required
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long – term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company
  - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - v. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest

For CHANDRA SALES PVT. LTD

*Shamir*  
DIRECTOR



# Singhania Agrawal & Co.

## Chartered Accountants

in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

- vi. Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- vii. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.
- As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the company w.e.f. April 1, 2023, reporting under this clause is not applicable.

For SINGHANIA AGRAWAL & CO.

Chartered Accountants

FRN: 005527C

UDIN: 23072510BGWMDG2782

Place: Budh Marg, Patna.

Date: 1<sup>st</sup> Day of September, 2023

For CHANDRA SALES PVT. LTD

*Chandra*  
DIRECTOR

S C Agrawal, M.No. 072510  
(Partner)





To,  
The Members of  
CHANDRA SALES PRIVATE LIMITED

Your directors have pleasure in presenting before you Annual Report on the business and operations of The Company and the Audited Statement of Accounts for the year ended on 31st March, 2023

### FINANCIAL RESULTS, POSITION AND HIGHLIGHTS

Particulars	Current Year		Previous Year	
	Rs.	Rs.	Rs.	Rs.
<b>Revenue from Operation</b>				
From Main Activity	3,369,807.00		2,723,961.00	
From Other Activity	216,839.55	3,586,646.55	103,436.22	2,827,397.22
<b>Less: Expenses</b>				
Cost of Goods Sold	-		-	
Employee benefit Expenses	646,700.00		53,360.00	
Finance Cost	1,077,694.00		296,121.00	-
Depreciation and Amortisation Expenses	43,085.29		34,925.81	-
Other Expenses	225,009.21	1,992,488.50	239,892.16	624,298.97
<b>Profit before Exceptional, Extraordinary Items and Tax</b>		1,594,158.05		2,203,098.25
<b>Less: Extra Ordinary / Exceptional Items</b>		-	-	-
<b>Profit Before Tax</b>		1,594,158.05		2,203,098.25
<b>Less: Provision for Tax</b>				
Income Tax	248,689.00		-	
Taxes for Earlier Year	394,180.00	642,869.00	111,511.00	111,511.00
<b>Profit after Tax</b>		951,289.05		2,091,587.25
Add: Balance brought forward from previous year		20,005,784.34		17,914,197.09
<b>Total</b>		20,957,073.39		20,005,784.34
<b>Share Holders Fund</b>				
Share Capital	498,250.00		498,250.00	
Reserve and Surplus	21,251,823.39	21,750,073.39	20,300,534.34	1,87,07,197.09
<b>Long Term Loan Fund</b>				
From bank			-	
From Other	3,449,905.60		6,50,000.00	
Deferred Tax Liability(Net)	-	3,449,905.60	-	6,50,000.00
<b>Short Term Loan Fund</b>				
From bank	9,856,969.77		5,102,235.18	
From Other	-	9,856,969.77	-	5,102,235.18
<b>Current Liability</b>				
Trade Payable	18,277,638.96		6,193,100.70	



For CHANDRA SALES PVT. LTD

*Shamir*  
DIRECTOR

Other Current Liability	826,608.39	19,104,247.35	667,216.39	11,962,552.27
		<b>54,161,196.11</b>		<b>33,411,336.61</b>
<b>Non Current Assets</b>				
Fixed Assets	21,605,122.54	21,605,122.54	21,648,207.83	21,648,207.83
<b>Current Assets</b>				
Inventories	24,232,749.20		8,074,834.64	
Trade Receivables	330,255.38		233,457.38	
Cash and Cash Equivalent	799,735.99		702,498.76	
Other	7,193,333.00	32,556,073.57	2,752,338.00	11,763,128.78
		<b>54,161,196.11</b>		<b>33,411,336.61</b>

### **DIVIDEND**

In view of future need & expansion of business the directors have not recommended any dividend for the year under review.

### **DESCRIPTION OF THE COMPANY'S WORKING**

1. Your Company is engaged in Construction business.
2. There has been no change in the business of the Company during the financial year ended 31<sup>st</sup> March, 2023.

### **DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES**

The Company does not have any Subsidiary, Joint Venture or Associate Company.

### **INTERNAL FINANCIAL CONTROL**

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

### **AUDITORS**

The Auditor, Singhanian Agrawal & Co., Chartered Accountants (Registration No. 005527C), has been appointed as statutory auditor of the company for five years starting from 2018-19 to 2022-23 in the AGM held in September 2018, you are requested to ratify the appointment of the auditor for current year.

### **AUDIT OBSERVATIONS**

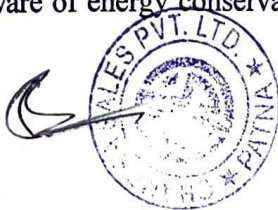
Auditor's observations are suitably explained in notes and are self-explanatory, there is no any qualification or reservation made by the auditors in their report.

### **EXTRACT OF THE ANNUAL RETURN**

Prescribed format MGT – 9 is attached as annexure – 1 to this report.

### **CONSERVATION OF ENERGY**

The Company is not major user of power, however wherever possible energy saving devices and systems have been implemented. The Company is making efforts to keep its staff and workmen aware of energy conservation and is exploring alternate energy systems, wherever necessary.



For CHANDRA SALES PVT. LTD

*Chandra*  
DIRECTOR



### **TECHNOLOGY ABSORPTION**

As the Company is not using any imported technology, no information regarding technology absorption is to be given.

### **FOREIGN EXCHANGE EARNINGS AND OUTGO**

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflow.

### **DIRECTORS**

No director has retired since there are only 2 directors.

There has been no change in the constitution of Board during the year under review i.e. the structure of the Board remains the same.

In view of the applicable provisions of the Companies Act, 2013, the Company is not mandatorily required to appoint any whole time KMPs

### **NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS**

Four (4) no. of meetings of Board of Directors is held during the year.

### **EXTRACT OF ANNUAL RETURN**

The Details forming part of the extract of the Annual Return in form MGT-9 as required under section 92(3) of the Companies Act, 2013 read with rule 12(1) of the Companies (Management and Administration) Rules, 2014 is attached as "Annexure - 1" to this report.

### **CONSOLIDATED FINANCIAL STATEMENTS**

Company doesn't have any subsidiaries so there is no need to prepare consolidated financial statement for the F. Y. 2022-23.

### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186**

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act - 2013 are given in the notes to the Financial Statements, wherever applicable.

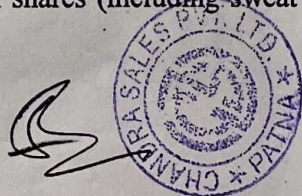
### **RISK MANAGEMENT POLICY**

Your Company has a Risk Management Committee comprises of it's senior employees which has been entrusted with the responsibility to assist the Board in overseeing that all the risks that the organization faces such as in the area of Plant and Machinery maintenance, Product quality control, Customer complaints, Fire risk management, Customer credit, Legal, Market etc.

### **GENERAL**

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Details relating to deposits covered under Chapter V of the Companies Act, 2013.
2. Issue of shares (including sweat equity shares) to employees of the Company under any scheme.



For CHANDRA SALES PVT. LTD

*Chandra*  
DIRECTOR



3. The Company has no subsidiary and neither the Managing Director nor the Whole-time Directors of the Company receive any remuneration or commission from any of its subsidiaries.

4. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

5. CSR is not applicable on the Company.

### **PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE**

The Company is committed to provide a safe and conducive work environment to its employees during the year under review.

Your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

### **DEPOSITS**

The Company has not accepted any deposits during the year under review.

### **TRANSFER TO RESERVE:**

No Amount has been transferred to General Reserve during the financial year ended 31st March, 2023.

### **MATERIAL CHANGES AND COMMITMENTS**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relates and the date of this report

### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

All transactions entered with related parties during the FY 2022-23 were on an arm's length basis and were in the ordinary course of business and provisions of Section 188 of the Companies Act, 2013 are not attracted. There have been no materially significant related party transactions with the Company's promoters, directors, the management, or relatives which may have potential conflict with the interests of the Company at large. Thus, disclosure in form AOC - 2 is not required. The Necessary disclosures regarding the transactions if any are given in the notes to accounts.

### **MANAGERIAL REMUNERATION**

During the financial year there were no employees in the Company who were employed throughout the financial year and were in receipt of the remuneration, in aggregate of more than Rs. 60 Lakhs per annum or employed for part of the financial year and were in receipt of the remuneration, in aggregate of more than Rs. 5 Lakhs per month. Hence information pursuant to Section 197 read with Rule, 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules are not required to be given.



For CHANDRA SALES PVT. LTD

*Shamir*  
DIRECTOR



### **DIRECTORS RESPONSIBILITY STATEMENT**

In compliance with clause (c) of sub – section (3) of Section 134 of The Companies Act 2013, Directors of your company hereby state & confirm that,

1. In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
2. The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
3. The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
4. The directors had prepared the annual accounts on a going concern basis; and
5. The Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company
6. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such system are adequate and operating effectively.

### **ACKNOWLEDGEMENTS**

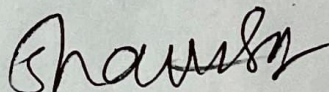
Your Directors take this opportunity to express their thanks to various departments of the Central & State Government, Bankers, Material Suppliers, and Customers & Shareholders for their continued support and guidance.

The Directors wish to place on record their appreciation for the dedicated efforts put in by the employees of the Company at all levels.

Place: Patna

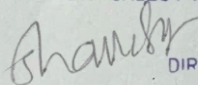
Dated: 01.09.2023

FOR AND BEHALF OF THE BOARD



DIRECTOR

For CHANDRA SALES PVT. LTD

  
DIRECTOR