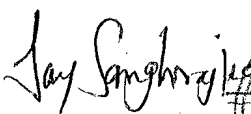


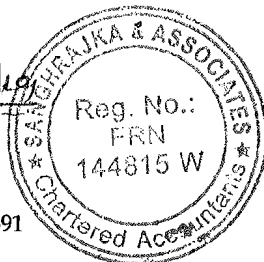
**ORGANIC RECYCLING SYSTEMS PRIVATE LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH 2019**  
(CIN No.- U40106MH2008PTC186309)

Particulars	Note No.	As at	As at
		31st March 2019	31st March 2018
		₹	₹
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	3	4,577,820	4,374,370
Reserves and surplus	4	873,372,549	787,710,118
<b>Non-Current liabilities</b>			
Long-term provisions	5	1,295,612	1,294,803
Other long-term liabilities	6	85,000,000	85,000,000
<b>Current liabilities</b>			
Short-term borrowings	7	410,272,374	326,140,748
Trade payables	8	46,793,647	10,580,453
Other current liabilities	9	90,257,281	103,972,362
Short-term provisions	10	583,224	258,310
<b>TOTAL</b>		<b>1,512,152,507</b>	<b>1,319,331,163</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible assets	11	1,577,514	319,779
Inangible assets		270,566	-
Intangible assets under development		2,469,677	3,079,596
Capital work in progress		10,666,037	10,666,037
Non-current investments	12	589,699,136	589,699,136
Deferred tax asset		3,505,166	3,505,166
Long-term loans and advances	13	796,025,813	634,234,571
<b>Current assets</b>			
Inventories	15	-	4,265,428
Cash and bank balance	17	34,311,237	35,994,953
Short-term loans and advances	18	8,431,031	11,366,628
Trade receivable	16	43,128,382	5,657,894
Other current assets	19	22,067,948	20,541,981
<b>TOTAL</b>		<b>1,512,152,507</b>	<b>1,319,331,163</b>

As per our report of even date attached


For Sanghrajka & Associates  
Chartered Accountants  
Firm Registration No: 144815W

  
Jay Sanghrajka  
Partner  
Membership no. 168691

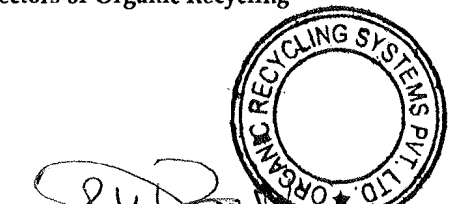


Place : Mumbai  
Date : 29th September 2019

For and on behalf of board of directors of Organic Recycling Systems Private Limited

  
Sarang Bhand  
Director  
DIN - 01633419

Place : Mumbai  
Date : 29th September 2019

  
Venkateswara Suram Rao  
Director  
DIN - 03138031

Place : Mumbai  
Date : 29th September 2019

**ORGANIC RECYCLING SYSTEMS PRIVATE LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2019**  
(CIN No.- U40106MH2008PTC186309)

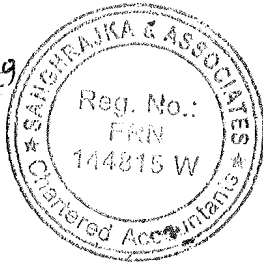
Particulars	Note No.	Year ended	Year ended
		31st March 2019	31st March 2018
		₹	₹
<b>INCOME</b>			
Revenue from operations	20	56,972,699	35,954,544
Other income	21	3,282,778	1,747,729
<b>Total revenue</b>		<b>60,255,477</b>	<b>37,702,273</b>
<b>EXPENSES</b>			
Direct Expenses	22	42,989,304	20,410,525
Change in inventories of work in progress	23	4,265,428	1,407,422
Employee benefits expense	24	16,343,566	21,938,244
Finance costs	25	15,048,090	5,035,409
Depreciation and amortization expense	11	1,412,495	911,932
Other expenses	26	16,400,713	23,606,545
<b>Total expenses</b>		<b>96,459,596</b>	<b>73,310,078</b>
<b>Profit before tax</b>		<b>(36,204,119)</b>	<b>(35,607,804)</b>
Tax expense			
Current tax		-	-
Deferred tax		-	-
<b>Profit/ (loss) for the period</b>		<b>(36,204,119)</b>	<b>(35,607,804)</b>
Earnings per equity share:	27		
Basic		(2,633)	(2,590)
Diluted		(2,633)	(2,590)

As per our report of even date attached

For Sanghrajka & Associates  
Chartered Accountants  
Firm Registration No: 144815W

*Jay Sanghrajka*

Jay Sanghrajka  
Partner  
Membership no. 168691



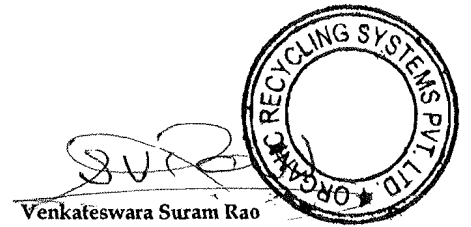
Place : Mumbai  
Date : 29th September 2019

For and on behalf of board of directors of Organic Recycling Systems Private Limited

*Sarang Bhand*

Sarang Bhand  
Director  
DIN - 01633419

Place : Mumbai  
Date : 29th September 2019



*SVR*  
Venkateswara Suram Rao  
Director  
DIN - 03138031

Place : Mumbai  
Date : 29th September 2019

**ORGANIC RECYCLING SYSTEMS PRIVATE LIMITED**  
**CASH FLOW STATEMENT FOR YEAR ENDED 31ST MARCH, 2019**  
(CIN No.- U40106MH2008PTC186309)

Particulars	Year ended 31st March 2019 ₹	Year ended 31st March 2018 ₹
<b>Operating activities</b>		
Profit before tax from continuing operations	(36,204,119)	(35,607,804)
<b>Adjustments for:</b>		
Depreciation	1,412,495	911,932
Balances Written off / Written back (Net)		
Interest income	(3,061,481)	(1,747,729)
	(37,853,105)	(36,443,602)
<b>Adjustments :</b>		
Increase/(decrease) in long term provisions	809	2,484
Increase/(decrease) in trade payable	36,213,194	(702,194)
Increase/(decrease) in other current liabilities	(13,715,081)	6,718,018
Increase/(decrease) in short term provisions	324,914	(244,577)
(Increase)/decrease in inventories	4,265,428	1,407,422
(Increase)/decrease in short term loans and advances	2,935,592	(2,617,349)
(Increase)/decrease in trade receivable	(37,470,488)	10,303,084
(Increase)/decrease in other current Assets	(1,525,967)	(9,317,195)
<b>Net cash flows from/ (used in) operating activities</b>	<b>(46,824,703)</b>	<b>(30,893,910)</b>
<b>Investing activities</b>		
Investment in preference shares of subsidiary	-	-
Investment in equity shares of subsidiary	-	(105,000)
(Increase)/decrease in long term loans and advances	(161,791,242)	(194,204,660)
(Increase)/decrease in intangible asset under development	-	-
(Increase)/decrease in intangible asset	(281,840)	-
(Increase)/decrease in tangible asset	(2,049,037)	(20,146)
(Increase)/decrease in fixed deposit	-	-
(Increase)/decrease in margin money	2,425,000	(1,800,000)
Interest income	3,061,481	1,747,729
<b>Net cash flows from/ (used in) investing activities</b>	<b>(158,635,638)</b>	<b>(194,382,077)</b>
<b>Financing activities</b>		
Net proceeds from issue of share capital	203,450	320,000
Increase/(decrease) in securities premium	121,866,550	159,680,000
Net proceeds from long term borrowings	-	-
Net proceeds from short term borrowings	84,131,626	66,659,678
(Increase)/decrease in other long term liabilities	-	-
<b>Net cash flows from/ (used in) financing activities</b>	<b>206,201,626</b>	<b>226,659,678</b>
Net increase/(decrease) in cash and cash equivalents	741,284	1,383,688
Cash and cash equivalents at 31st March, 2018	1,819,953	436,260
<b>Cash and cash equivalents at 31st March, 2019</b>	<b>2,561,237</b>	<b>1,819,953</b>

**Cash & cash Equivalents comprises of:**

Particulars	As on 31st March 2019 ₹	As on 31st March 2018 ₹
Cash in hand	144,956	3,166
Balances with bank	2,416,281	433,094
<b>Total</b>	<b>2,561,237</b>	<b>436,260</b>

**Other bank balances forming part of investing activities:**

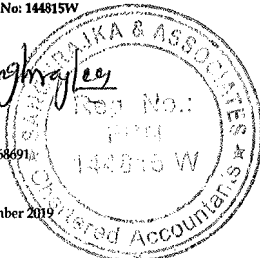
Particulars	As on 31st March 2019 ₹	As on 31st March 2018 ₹
Fixed deposit	31,250,000	31,250,000
Margin Money - IOCL	-	1,125,000
Margin Money - Meerut	-	500,000
Margin Money - SDMC	-	1,300,000
<b>Total</b>	<b>31,250,000</b>	<b>34,175,000</b>

As per our report of even date attached

For Sanghrajka & Associates  
Chartered Accountants  
Firm Registration No: 144815W

Jay Sanghrajka  
Partner  
Membership no. 166691

Place : Mumbai  
Date : 29th September 2019



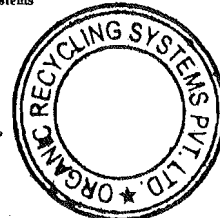
For and on behalf of board of directors of Organic Recycling Systems Private Limited

Sarang Bhand  
Director  
DIN - 01633419

Place : Mumbai  
Date : 29th September 2019

Venkateswara Suram Rao  
Director  
DIN - 03138031

Place : Mumbai  
Date : 29th September 2019



# ORGANIC RECYCLING SYSTEMS PRIVATE LIMITED

## 1 NATURE OF OPERATIONS

Organic Recycling Systems Private Limited ("the Company") is involved in the Construction, Development and Maintenance of Waste-to-Energy projects, particularly in the Municipal Solid Waste sector, through various Special Purpose Vehicles ("SPVs").

The Company operates through bidding for waste management projects and has been awarded contracts by Municipal Corporations currently being executed by the SPVs specifically formed for the purpose, viz. Solapur Bioenergy Systems Private Limited, Pune Urban recyclers Private Limited, Meerut bio-energy Systems Pvt. Ltd. and Organic Waste (India) Private Limited.

The Company intends to undertake such projects on turnkey basis in the environment sector in future.

## 2 SIGNIFICANT ACCOUNTING POLICIES

### (a) Basis of Accounting

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

### (b) Use of Estimates

The preparation of financial statements in conformity with GAAP requires that the management of the Company makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. Actual results could differ from these estimates. Any revision to accounting estimates is recognized in the current and future periods.

### (c) Revenue Recognition

Revenue is recognised to the extent it is probable that economic benefits will flow to the Company and the revenue can be reliably measured.



**(d) Fixed Assets**

Fixed assets are capitalized at acquisition or construction cost, including directly attributable cost such as freight, insurance, brokerage and specific installation charges for bringing the assets to its working condition for use.

Administration and other general overhead expenses are usually excluded from the cost of fixed assets because they do not relate to a specific fixed asset. However, in some circumstances, such expenses as are specifically attributable to construction of a project or to the acquisition of a fixed asset or bringing it to its working condition, may be included as part of the cost of the of project or as a part of the cost of the fixed asset.

Fixed assets are eliminated from financial statements, either on disposal or when retired from active use. Generally such retired assets are disposed of soon thereafter.

**(e) Intangible assets**

Intangible assets are measured at purchase price/cost less accumulated amortisation and impairment losses.

Technology Development:

Expenditure incurred during research and development phase is charged to revenue when no intangible asset arises from such research.

Development expenditure is capitalised to the extent that it is expected that such asset will generate future economic benefits; adequate technical, financial and other resources required to complete the development and to use or sell the asset are available, and the expenditure attributable to the asset during its development can be measured reliably. The Company has filed its patent for 'DRYAD' Technology in June 2014

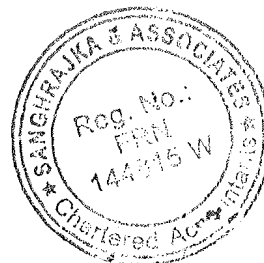
**(f) Depreciation and Amortisation**

Depreciation on tangible fixed assets is provided on the written down value method at the calculated rates on the basis of the useful life specified in Part C and in the manner prescribed under Schedule II of the Companies Act, 2013, as under:

Tangible Assets	Useful Life
Office Equipments	5 years
Furnitures & Fixtures	10 years
Computers & Computer Software	3 years
Vehicles	8 Years

During the year, depreciation is provided at 100% on the written down value of assets which have retired from active use.

The Company has amortized the Technology Development cost over its estimated life over 10 years



**(g) Impairment of assets**

At each balance sheet date, the Company reviews the carrying amounts of its fixed assets to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using pre tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset.

**(h) Investments**

Long term investments are stated at cost less provision for diminution in value, other than temporary, if any. Current investments are stated at lower of cost and fair value.

**(i) Retirement and Other Employee Benefits**

Retirement benefit in the form of Provident Fund is a defined contribution scheme and the contributions are debited to the Profit and loss statement of the year when the contributions to the respective fund are due.

Gratuity liability is a defined benefit plan towards retirement benefits, covering substantially all employees. The benefit is unfunded. The cost of providing benefits under the defined benefit plan is determined using the Project Unit Credit Actuarial Valuation Method. Actuarial gains or losses are recognised immediately in the Profit and Loss statement and are not deferred.

**(j) Leases**

Lease arrangements where risks and rewards incidental to ownership of an asset substantially vest with the lessor are classified as operating lease. Lease payments under an operating lease are recognized as expense in the statement of Profit & Loss as per terms of lease agreement.

**(k) Foreign Currency transactions**

Transactions denominated in foreign currency are recorded at the exchange rates prevailing on the date of the transaction. Exchange rate difference arising on settlement of transactions and translation of monetary items are recognised as income or expense in the year in which they arise, including the exchange difference related to the acquisition of fixed assets from a country outside India.

**(l) Taxes on Income**

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961 and based on expected outcome of assessment / appeals.

Deferred tax is recognised subject to the consideration of prudence on timing differences , being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets on unabsorbed depreciation and losses carried forward are recognised only to the extent there is a virtual certainty of its realization



**(m) Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognized in the financial statements when the Company has a present obligation as a result of past event and it is probable that an outflow of economic benefits will be required to settle the obligation. The provisions are determined on the basis of a reliable estimate of expected outflows of economic benefits after considering the risk specific to the liability.

Disclosure for contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. No provision is recognized or disclosure for contingent liability is made when there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote. Contingent Asset is neither recognized nor disclosed in the financial statements.

**(n) Allocation and Apportionment of Overheads**

The Holding company, being the promoter of the Company, incurs administrative and other general expenditure, whether direct or indirect in nature, on behalf of the Company. Expenditure directly relatable to the Company is allocated to the Company entirely. Expenditure which is indirect in nature is apportioned to the Company on a reasonable basis.

**(o) Earnings per share**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss attributable for the period attributable to the ordinary shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential ordinary shares

**(p) Borrowing Costs**

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of that asset in accordance with AS 16.

To the extent that funds are borrowed specifically for the purpose of obtaining a qualifying asset, the amount of borrowing costs eligible for capitalisation on that asset are determined as the actual borrowing costs incurred on that borrowing during the period less any income on the temporary investment of those borrowings.



### 3 Share Capital

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Authorised</b>		
40,000 (Previous year : 40,000) Equity shares of Rs.10 each (Previous year : Rs 10 each)	400,000	400,000
300,000 (Previous year : 3,00,000) 0% Optionally convertible preference shares of Rs.10 each (Previous year : Rs 10 each)	3,000,000	3,000,000
1,60,000 (Previous year : 1,60,000) 0% Non-cumulative redeemable preference shares of Rs.10 each (Previous year : Rs 10 each)	1,600,000	1,600,000
	<b>5,000,000</b>	<b>5,000,000</b>
<b>Issued, subscribed &amp; fully paid up</b>		
13,750 (Previous year : 13,750) Equity shares of Rs.10 each (Previous year : Rs 10 each)	137,500	137,500
2,86,400 (Previous Year : 2,86,400) 0% Optionally convertible preference shares of Rs.10 each (Previous year : Rs 10 each)	2,864,000	2,864,000
1,57,632 (Previous Year : 1,37,287) 0% Non-cumulative redeemable preference shares of Rs.10 each (Previous year : Rs 10 each)	1,576,320	1,372,870
<b>Total</b>	<b>4,577,820</b>	<b>4,374,370</b>

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

Particulars	2018-19		2017-18	
	Number	₹	Number	₹
<b>Equity shares</b>				
Shares at the beginning of the year	13,750	137,500	13,750	137,500
Changes during the year	-	-	-	-
<b>Shares at the end of the year</b>	<b>13,750</b>	<b>137,500</b>	<b>13,750</b>	<b>137,500</b>
<b>Optionally convertible preference shares</b>				
Shares at the beginning of the year	286,400	2,864,000	286,400	2,864,000
Changes during the year	-	-	-	-
<b>Shares at the end of the year</b>	<b>286,400</b>	<b>2,864,000</b>	<b>286,400</b>	<b>2,864,000</b>
<b>Redeemable preference shares</b>				
Shares at the beginning of the year	137,287	1,372,870	105,287	1,052,870
Changes during the year	20,345	203,450	32,000	320,000
<b>Shares at the end of the year</b>	<b>157,632</b>	<b>1,576,320</b>	<b>137,287</b>	<b>1,372,870</b>





(b) Rights, preferences and restrictions attached to Shares

(i) Equity shares

- The Company has one class of equity shares having a par value of Rs 10/- per share.
- Each shareholder is eligible for one vote per share held.
- The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.
- In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(ii) Optionally Convertible Preference shares (OCPS)

- Conversion and/ or redemption of OCPS shall be as per the terms contained in the Share Subscription Agreement dated 16th September, 2013 and any subsequent addendums thereof.
- Transferability of OCPS is subject to the terms contained in the Share Subscription Agreement dated 16th September, 2013 and any subsequent addendums thereof.
- OCPS holder shall be entitled to rights and privileges as are contained in the Share Subscription Agreement dated 16th September, 2013 and any subsequent addendums thereof.
- No dividend is payable on the OCPS of the Company.

(iii) 0% Non-Cumulative Redeemable Preference shares (Preference shares)

- Preference shareholders shall be entitled to rights and privileges as are contained in the Preference Share Agreement dated 16th September, 2013 and any subsequent addendums thereof subject to the Companies Act, 1956 and any subsequent re-enactments thereof.
- Preference Shares are redeemable / transferable in accordance with the terms contained in the Preference Share Agreement dated 16th September, 2013 and any subsequent addendums thereof.
- No dividend is payable on the preference shares of the Company.

(c) Equity Shares in the company held by Each Shareholder holding more than 5% shares

Name of shareholder	As on 31.03.19		As on 31.03.18	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Sarang Bhand	5,000	36.36%	5,000	36.36%
Vipul Modi	2,062	15.00%	2,062	15.00%
Leena Modi	2,063	15.00%	2,063	15.00%
Mahendra Modi	2,062	15.00%	2,062	15.00%
Niketa Modi	2,063	15.00%	2,063	15.00%

(d) Information regarding issue of shares in the last five years

- The company has not issued any shares without payment being received in cash.
- The company has not issued any bonus shares.
- The company has not undertaken any buy-back of shares.



4 Reserves & Surplus

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Surplus in the statement of Profit and Loss</b>		
Opening balance	(9,66,06,012)	(6,09,98,208)
(+) Net profit/(Net loss) for the current year	(3,62,04,119)	(3,56,07,804)
<b>Closing balance</b>	<b>(13,28,10,131)</b>	<b>(9,66,06,012)</b>
<b>Securities premium</b>		
Opening balance	88,43,16,130	72,46,36,130
(+) Premium on shares issued during the year	12,18,66,550	15,96,80,000
<b>Closing balance</b>	<b>1,00,61,82,680</b>	<b>88,43,16,130</b>
	<b>87,33,72,549</b>	<b>78,77,10,118</b>

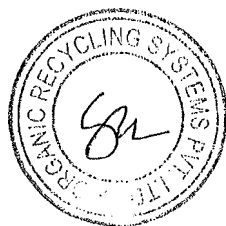
5 Long term provisions

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Provision for employee benefits</b>		
Gratuity (unfunded)	12,95,612	12,94,803
<b>Total</b>	<b>12,95,612</b>	<b>12,94,803</b>

6 Other Long term Liabilities

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Other Long term Liabilities</b>		
	8,50,00,000	8,50,00,000
<b>Total</b>	<b>8,50,00,000</b>	<b>8,50,00,000</b>

The Company has received sum of Rs 775 lacs from West Coast India Pvt Ltd and Rs 75 lacs from Sunlet Systems (West Coast Group) aggregating to Rs 850 lacs as part of their equity contribution as per MOU dated 10th Nov 2014 As per the said MOU West Coast Group was required to infuse Rs 4300 lacs towards development of projects on BOOT basis. However, due to breach of the contract terms by West Coast Group to contribute the entire portion of equity, the company has intiated arbitration proceedings. Further the Company has claimed damages arising out of breach of contractual obligation by West Coast Group. Accordingly the said amount of Rs 850 lacs is treated as a part of non-current liabilities.



7 Short Term Borrowings

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Loans and advances from related parties *</b>		
Unsecured	5,119,077	7,420,519
<b>Loans repayable on demand</b>		
From parties other than related parties		
Unsecured	344,687,475	318,720,229
<b>Bank O/D</b>	60,465,822	-
<b>Total</b>	<b>410,272,374</b>	<b>326,140,748</b>

<b>Loans and advances from related parties *</b>		
- From Directors	5,119,077	7,420,519
<b>Total</b>	<b>5,119,077</b>	<b>7,420,519</b>

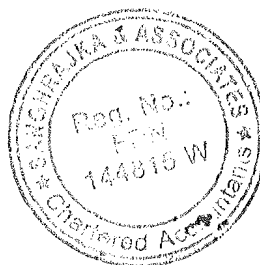
Note: Out of the above, cumulative loan repayable on demand amounting to approx. 7.86 crores carries an interest rate of 12%. Loan amounting to Rs 1.5 crores carries an interest rate of 9%.

8 Trade payables

Particulars	As at 31st March	
	2019	2018
	₹	₹
Trade payables - MSME	38,994,953	-
Trade payables - Others	7,798,694	10,580,453
<b>Total</b>	<b>46,793,647</b>	<b>10,580,453</b>

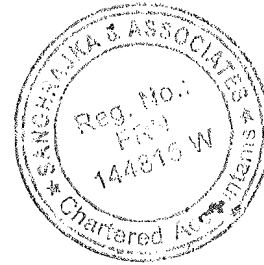
9 Other Current Liabilities

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Current maturities of long-term debt</b>		
Car Loan	1,749,946	-
<b>Other payables</b>		
Statutory dues	32,754,474	36,754,727
Short term Advance	48,628,005	58,897,026
Payable towards expenses	2,076,289	1,111,850
Accrual for expenses	5,048,567	7,208,759
<b>Total</b>	<b>90,257,281</b>	<b>103,972,362</b>



10 Short Term Provisions

Particulars	As at 31st March	
	2019	2018
	₹	₹
Provision for employee benefits		
Gratuity Payable	583,224	258,310
<b>Total</b>	<b>583,224</b>	<b>258,310</b>

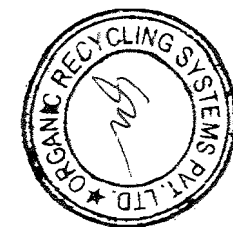


11 Fixed Assets

Fixed Assets	Gross Block				Accumulated Depreciation			Net Block		
	Balance as at 31 March 2018	Additions	Deduction	Balance as at 31 March 2019	Balance as at 31 March 2018	Depreciation for the year	On disposals	Balance as at 31 March 2019	Balance as at 31 March 2019	Balance as at 31 March 2018
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
<b>Tangible Assets (Not under lease)</b>										
Motor Car / Vehicle	575,105	2,038,071	-	2,613,176	497,104	699,197	-	1,196,301	1,416,875	78,001
Office Equipments	553,015	16,262	17,500	551,777	388,837	64,742	-	453,579	98,198	164,178
Computers	626,703	12,204	-	638,907	584,416	18,390	-	602,806	36,101	42,287
Furniture & Fixtures	108,151	-	-	108,151	72,838	8,973	-	81,811	26,340	35,313
	<b>1,862,974</b>	<b>2,066,537</b>	<b>17,500</b>	<b>3,912,011</b>	<b>1,543,195</b>	<b>791,302</b>	<b>-</b>	<b>2,334,497</b>	<b>1,577,514</b>	<b>319,779</b>
<b>Intangible Assets (Not under lease)</b>										
Computer Software	-	281,840	-	281,840	-	11,274	-	11,274	270,566	-
	-	281,840	-	281,840	-	11,274	-	11,274	270,566	-
<b>Intangible Asset under Development</b>										
Technology Development *	6,099,191	-	-	6,099,191	3,019,596	609,919	-	3,629,514	2,469,677	3,079,596
	6,099,191	-	-	6,099,191	3,019,596	609,919	-	3,629,514	2,469,677	3,079,596
<b>Capital Work in Progress</b>										
Plastic-to-Fuel Project	10,666,037	-	-	10,666,037	-	-	-	-	10,666,037	10,666,037
	10,666,037	-	-	10,666,037	-	-	-	-	10,666,037	10,666,037
<b>Total</b>	<b>18,628,202</b>	<b>2,348,377</b>	<b>17,500</b>	<b>20,959,079</b>	<b>4,562,791</b>	<b>1,412,495</b>	<b>-</b>	<b>5,975,285</b>	<b>14,983,794</b>	<b>14,065,412</b>
<b>Previous Year</b>	<b>19,745,136</b>	<b>38,580</b>	<b>18,434</b>	<b>19,765,282</b>	<b>4,787,938</b>	<b>911,932</b>	<b>-</b>	<b>5,699,869</b>	<b>14,065,412</b>	<b>14,957,198</b>

\* Development expenditure is capitalised to the extent that it is expected that such asset will generate future economic benefits; adequate technical, financial and other resources required to complete the development and to use or sell the asset are available, and the expenditure attributable to the asset during its development can be measured reliably. The Company has filed its patent for 'DRYAD' Technology in June 2014.

The Company has amortized the Technology Development and Computer Software cost over its estimated life of 10 years and 3 years respectively.



12 Non-Current Investments

Particulars	As at 31 March	
	2019	2018
	₹	₹
Investment in Equity instruments	365,499,136	365,499,136
Investment in 0% Non-Cumulative Redeemable Preference shares	193,000,000	193,000,000
Investment in Optionally Convertible Preference shares	31,200,000	31,200,000
<b>Total</b>	<b>589,699,136</b>	<b>589,699,136</b>

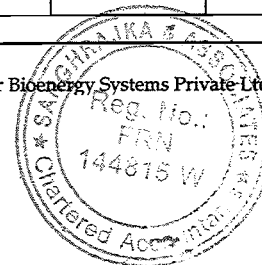
Particulars	As at 31 March	
	2019	2018
	₹	₹
Aggregate amount of unquoted investments	589,699,136	589,699,136

Details of Non-Current Investments

Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No of shares/Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Basis of valuation
		2019	2018			2019	2018	2019	2018	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Investment in Equity Instruments of :										
- Solapur Bioenergy Systems Pvt Ltd*#	Wholly owned	6,100,000	6,100,000	Unquoted	Fully paid up	100%	100%	257,000,000	257,000,000	At par
- Organic Waste (India) Pvt Ltd#	Wholly owned	198,504	198,504	Unquoted	Fully paid up	100%	100%	108,284,136	108,284,136	Cost of Acquisition
- Pune urban Recyclers Private Limited#	Wholly owned	10,000	10,000	Unquoted	Fully paid up	100%	100%	100,000	100,000	Cost of Acquisition
- Five Elements Environment Ventures Pvt Ltd	Common Control	1,000	1,000	Unquoted	Fully paid up	10%	10%	10,000	10,000	At par
- Meerut Bioenergy Systems Pvt Ltd*#	Subsidiary	10,000	10,000	Unquoted	Fully paid up	100%	100%	100,000	100,000	At par
- Pune Bioenergy Systems Pvt Ltd*#	Others	500	500	Unquoted	Fully paid up	5%	5%	5,000	5,000	At par
Investment in Optionally Convertible Preference shares of Organic Waste (India) Pvt Ltd	Wholly owned	22,379	22,379	Unquoted	Fully paid up	N.A.	N.A.	31,200,000	31,200,000	Cost of Acquisition
Investment in 0% Non-Cumulative Redeemable Preference shares of Solapur Bioenergy Systems Pvt Ltd*	Wholly owned	1,480,000	1,480,000	Unquoted	Fully paid up	N.A.	N.A.	193,000,000	193,000,000	Cost of Acquisition
<b>Total</b>								<b>589,699,136</b>	<b>589,699,136</b>	

\* Investment in shares of Solapur Bioenergy Systems Private Ltd. are pledged with the bank for term loans taken by Solapur Bioenergy Systems Private Ltd.

# Out of total shareholding, 1 share is held by nominee shareholder.



### 13 Deferred Tax Asset/Liability

Particulars	Tax Rate	As at 31st March	
		2019	2018
		₹	₹
<b>Deferred Tax Liability on:</b>			
<b>Fixed assets</b>			
Book Value of Depreciable Assets as per books of account		4,317,757	3,399,375
Written Down Value for tax purposes		3,291,227	1,780,491
<b>DTL to be recognised</b>	26%	<b>(266,898)</b>	<b>(416,863)</b>
<b>Deferred Tax Asset on</b>			
B/fwd accumulated income tax losses		72,200,043	50,813,694
Disallowance of Expenses on which TDS not deducted		14,234,546	-
Others		-	-
Disallowance of Expenditure under Section 37		458,137	517,600
Disallowance of Expenditure under Section 43B		-	227,665
<b>DTA to be recognised</b>	26%	<b>22,592,108.78</b>	<b>13,276,432</b>
<b>Net Deferred Tax Asset/ (Liability) on above</b>		<b>22,325,211</b>	<b>12,859,569</b>

In accordance with the provisions of Accounting Standard-22, Deferred Tax Asset of Rs. 94,65,462/- as at 31st March, 2019 (Previous Year Rs.37,84,082/-) has not been recognised in absence of virtual certainty of future taxable income as on the Balance sheet date.

### 14 Long Term Loans and Advances

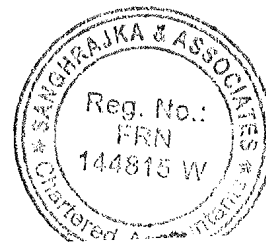
Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Capital Advances</b>		
Advance for land purchase	2,200,000	2,200,000
	<b>2,200,000</b>	<b>2,200,000</b>
<b>Security Deposits</b>		
Unsecured, considered good	2,533,200	3,069,700
	<b>2,533,200</b>	<b>3,069,700</b>
<b>Loans and advances to related parties *</b>		
Unsecured, considered good		
Loans to related parties	789,379,128	626,743,023
	<b>789,379,128</b>	<b>626,743,023</b>
<b>Other loans and advances</b>		
Unsecured, considered good		
Advance taxes	1,913,485	2,221,848
	<b>1,913,485</b>	<b>2,221,848</b>
<b>Total</b>	<b>796,025,813</b>	<b>634,234,571</b>

#### \* Loans and advances to related parties

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Loans Given</b>		
Subsidiary companies	789,379,128	626,743,023
<b>Total</b>	<b>789,379,128</b>	<b>626,743,023</b>

Note: The company, being the holding company, is exempted from the provisions of Section 185, thereby able to advance loans to subsidiaries with common directors.

The said loans are advanced to the subsidiaries and associates at Nil interest p.a.



## 15 Inventories

Particulars	As at 31st March	
	2019	2018
	₹	₹
IOCL - consumables	-	4,265,428
<b>Total</b>	<b>-</b>	<b>4,265,428</b>

## 16 Trade Receivables

Particulars	As at 31st March	
	2019	2018
	₹	₹
Trade Receivables	43,128,382	5,657,894
<b>Total</b>	<b>43,128,382</b>	<b>5,657,894</b>

## 17 Cash &amp; bank balances

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Cash and cash equivalents</b>		
Balances with banks	2,416,281	1,818,113
Cash in hand	144,956	1,840
	<b>2,561,237</b>	<b>1,819,953</b>
<b>Other Bank Balances</b>		
Fixed deposits*	31,250,000	31,250,000
Margin money - IOCL	-	1,125,000
Margin money - Meerut	500,000	500,000
Margin money - SDMC	-	1,300,000
	<b>31,750,000</b>	<b>34,175,000</b>
<b>Total</b>	<b>34,311,237</b>	<b>35,994,953</b>

\* Mortgaged against term loan of wholly owned subsidiary company, Solapur Bioenergy Systems Private Limited

## 18 Short Term Loans and Advances

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Advances to related parties *</b>		
Unsecured, considered good		
Advance against salary	1,593,122	1,593,122
Advance against expenses	3,418,100	2,794,460
	<b>5,011,222</b>	<b>4,387,582</b>
<b>Other loans and advances</b>		
Unsecured, considered good		
Advance to creditors	2,318,383	3,822,827
Advance against salary	39,323	17,323
Advance against expenses	467,426	556,385
Advance against guest house rent	-	144,000
Loan to staff	167,388	351,500
Prepaid expenses	176,539	70,012
Tender deposits	250,750	2,017,000
	<b>3,419,809</b>	<b>6,979,046</b>
<b>Total</b>	<b>8,431,031</b>	<b>11,366,628</b>





**\* Advances to related parties**

Particulars	As at 31st March	
	2019	2018
	₹	₹
Directors	1,248,083	1,157,375
Relative of director	3,763,139	3,230,207
<b>Total</b>	<b>5,011,222</b>	<b>4,387,582</b>

**19 Other current assets**

Particulars	As at 31st March	
	2019	2018
	₹	₹
Trade deposit	16,351,029	17,400,050
Interest accrued		
Fixed deposit	5,716,919	2,998,009
Margin money - IOCL	-	114,732
Margin money - Meerut	-	28,359
Margin money - SDMC	-	831
	5,716,919	3,141,931
<b>Total</b>	<b>22,067,948</b>	<b>20,541,981</b>

**20 Sales**

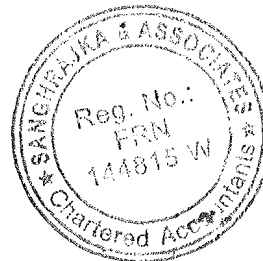
Particulars	Year ended 31st March	
	2019	2018
	₹	₹
Modular electricity to waste plant	48,489,794	23,242,680
Mobilisation fee towards EPC contract	8,482,905	12,711,864
<b>Total</b>	<b>56,972,699</b>	<b>35,954,544</b>

**21 Indirect Income**

Particulars	Year ended 31st March	
	2019	2018
	₹	₹
Interest income	3,061,481	1,747,729
Miscellaneous Income	221,297	-
<b>Total</b>	<b>3,282,778</b>	<b>1,747,729</b>

**22 Direct expenses**

Particulars	Year ended 31st March	
	2019	2018
	₹	₹
Direct Purchases	42,989,304	20,410,525
<b>Total</b>	<b>42,989,304</b>	<b>20,410,525</b>



23 Changes in inventories

Particulars	As at 31st March	
	2019	2018
	₹	₹
(a) Stock in Process		
WIP at the beginning of the year	4,228,300	4,228,300
WIP at the end of the year	-	4,228,300
	4,228,300	-
(b) Consumables		
Consumables at the beginning of the year	37,128	1,444,550
Consumables at the end of the year	-	37,128
	37,128	1,407,422
<b>Total</b>	<b>4,265,428</b>	<b>1,407,422</b>

24 Employee Benefit Expense

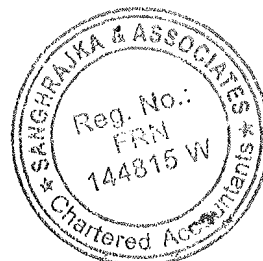
Particulars	Year ended 31st March	
	2019	2018
	₹	₹
Salary	15,090,150	20,814,183
Employers Contribution for ESIC	68,213	107,360
Employers Contribution for PF	465,121	562,031
Gratuity	583,224	139,487
Other Expenses	136,859	315,183
<b>Total</b>	<b>16,343,566</b>	<b>21,938,244</b>

25 Finance Costs

Particulars	Year ended 31st March	
	2019	2018
	₹	₹
Interest on car loan	105,402	4,092
Interest on unsecured loan	11,695,479	4,623,171
Interest on Bank o/d	3,247,209	408,146
<b>Total</b>	<b>15,048,090</b>	<b>5,035,409</b>

26 Other Expenses

Particulars	Year ended 31st March	
	2019	2018
	₹	₹
Payment to auditors	125,000	125,000
Bank charges	61,342	306,483
Business development & promotion expenses	5,918,571	6,575,416
Computer expenses	477,198	471,470
Consultancy charges	1,236,090	1,115,420
Demo plant expenses	-	403,789
Donation	250,000	500,000
Electricity Charges	285,948	534,005
Legal & professional fees	4,762,016	8,104,444
Rent, Rates & taxes	1,048,580	2,517,092
Other project related expenses	-	82,630
Miscellaneous Expenses	2,235,969	2,870,796
<b>Total</b>	<b>16,400,713</b>	<b>23,606,545</b>



26.1 Payment to Auditors

Particulars	Year ended 31st March	
	2019	2018
	₹	₹
Audit Fees	100,000	100,000
Tax Fillings	25,000	25,000
<b>Total</b>	<b>125,000</b>	<b>125,000</b>

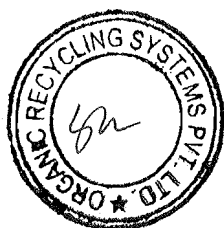
27 Earnings Per Share

Particulars	Year ended 31st March	
	2019	2018
	₹	₹
Basic Earning Per Share (₹)*	(2,633.03)	(2,589.66)
Profit After Tax as Per Profit and Loss Account (₹)	(36,204,119)	(35,607,804)
Weighted Average Number of Equity Shares Outstanding (Nos)	13,750	13,750
Nominal Value Per Equity Share (₹)	10	10

On account of losses of the company, the potential equity shares on account of conversion of preference shares will decrease the loss per share resulting to Anti-dilution for which it has not been considered in the calculation of Dilutes EPS for the specified year, the Diluted EPS will be same as Basic EPS

28 Gratuity

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Net Benefit expenses:</b>		
Current Service Cost	299,303	364,294
Interest Cost	121,453	127,819
Actuarial (Gain) / loss	162,468	(233,803)
<b>Expense recognised in Profit and Loss statement</b>	<b>583,224</b>	<b>258,310</b>
<b>Projected Benefit Obligation:</b>		
Projected Benefit Obligation at the beginning of the year	1,553,113	1,795,206
Current service cost	299,303	364,294
Interest Cost	121,453	127,819
Actuarial (Gain) / loss	162,468	(233,803)
Benefits paid	(257,501)	(500,403)
<b>Projected Benefit Obligation at the end of the year</b>	<b>1,878,836</b>	<b>1,553,113</b>
<b>Fair Value of Plan Assets:</b>		
Fair value of asset at the beginning of the year	-	-
Fair value of asset at the end of the year	-	-
<b>Principal Actuarial Assumptions:</b>		
Discount rate	7.54%	7.82%
Future salary increases	5%	5%
Attrition rate	5% & 15%	5% & 15%



- a) The discount rate is based on the prevailing market yields of Government Securities as at the balance sheet date for the estimated terms of the obligations.
- b) The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market.
- c) Part of gratuity expense for the year has been apportioned to the subsidiary company on a reasonable basis. However, provision for gratuity liability is retained in the Company, since principal liability is that of the Company.

**29 Related Party Disclosures:**

a) **ENTERPRISES THAT ARE DIRECTLY UNDER THE CONTROL**

Solapur Bioenergy Systems Private Limited  
Organic Waste (India) Private Limited  
Pune Urban Recyclers Private Limited  
Meerut Bioenergy Systems Private Limited

b) **KEY MANAGERIAL PERSONNEL AND RELATIVES:**

Sarang S. Bhand	Director
Ashok Kapoor	Director (uptil 28.2.2019)
Suhas Bhand	Relative of Director
Smita Bhand	Relative of Director
Yashas Bhand	Relative of Director

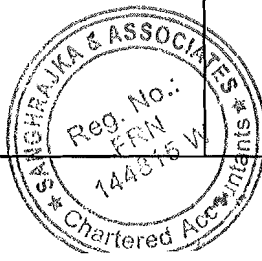
c) **ENTERPRISES THAT ARE UNDER COMMON CONTROL**

Five Elements Environment Ventures Private Limited

Note: Related party relationship is as identified by the Management and relied upon by the Auditors.  
Transactions carried out with related parties referred in above in the ordinary course of business.

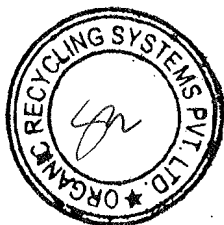
**Related Party Transactions during the year:**

Particulars	(a)	(b)	(c)
	₹	₹	₹
<b>Unsecured Loan received/ (refunded)/ (adjusted)</b>			
Current Year	-	(2,301,442)	-
Previous Year	-	(2,621,176)	-
<b>Unsecured Loan given/ (adjusted)</b>			
Current Year	162,636,105	-	-
Previous Year	193,434,037	-	-
<b>Trade deposit given</b>			
Current Year	-	-	1,996,676
Previous Year	-	-	4,698,542
<b>Investment in Equity shares</b>			
Current Year	-	-	-
Previous Year	100,000	-	-
<b>Consultancy Charges given</b>			
Current Year	-	535,500	-
Previous Year	-	612,000	-
<b>Directors Remuneration</b>			
Current Year	-	4,520,969	-
Previous Year	-	5,414,890	-
<b>Advances given</b>			
Current Year	-	623,640	-
Previous Year	-	590,894	-



Balance at the end of the year:

Particulars	(a)	(b)	(c)
	₹	₹	₹
<b>Unsecured Loan received/ (refunded)/ (adjusted)</b>			
Current Year	-	5,119,077	-
Previous Year	-	7,420,519	-
<b>Unsecured Loan given/ (adjusted)</b>			
Current Year	789,379,128	-	-
Previous Year	626,743,023	-	-
<b>Investment in Equity shares</b>			
Current Year	365,489,136	-	10,000
Previous Year	365,489,136	-	10,000
<b>Investment in Preference shares</b>			
Current Year	193,000,000	-	-
Previous Year	193,000,000	-	-
<b>Investment in Optionally Convertible Preference shares</b>			
Current Year	31,200,000	-	-
Previous Year	31,200,000	-	-
<b>Shares pledged against Term Loans taken by third parties</b>			
Current Year	51,800,000	-	-
Previous Year	51,800,000	-	-
<b>Guarantee given to banks on behalf of third parties</b>			
Current Year	408,200,000	-	-
Previous Year	408,200,000	-	-
<b>Trade Deposit Given</b>			
Current Year	-	-	16,351,029
Previous Year	-	-	14,354,353
<b>Consultancy Charges Payable</b>			
Current Year	-	139,500	-
Previous Year	-	189,500	-
<b>Advances given</b>			
Current Year	-	5,011,222	-
Previous Year	-	4,387,582	-



**30 Contingent Liabilities**

Particulars	As at 31st March	
	2019	2018
	₹	₹
<b>Contingent Liabilities</b>		
Guarantees given by the Company for Term Loans taken by 100% subsidiary Solapur Bioenergy Systems Pvt Ltd	408,200,000	408,200,000
<b>Total</b>	<b>408,200,000</b>	<b>408,200,000</b>

Note: As on 31st March, 2019, there are no capital commitments for the company

**31 Details of foreign currency earnings and expenditure.****a) Expenditure in foreign currency**

There were no foreign currency expenditure during the year (Previous Year Nil).

**b) Earnings in foreign currency**

There were no foreign currency earnings during the year (Previous Year Rs. NIL).

**32** The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, consequently disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/ payable as required under the said Act have not been given

**33 Segment Reporting**

The company is operating in single business segment i.e. manufacturing of packaging products. Hence AS-17 - "Segment Reporting" is not applicable.

**33** In the opinion of the Board, the provision for all the known liabilities is adequate and not in excess of the amount reasonably necessary.

**34** In the opinion of the Board, all assets other than fixed assets and non current investments, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated.

**35** The figures for the previous year have been regrouped, rearranged and reclassified, wherever necessary, to correspond with the current year classification / disclosure.

As per our report of even date attached

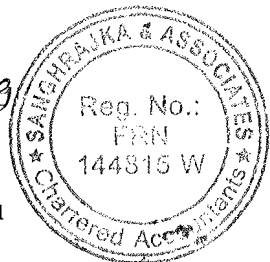
For Sanghrajka & Associates

Chartered Accountants

Firm Registration No: 144815W

*Jay Sanghrajka*

Jay Sanghrajka  
Partner  
Membership no. 168691



Place : Mumbai  
Date : 29th September 2019

For and on behalf of board of directors of Organic Recycling Systems Private Limited

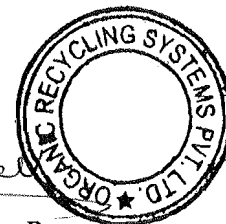
*Sarang Bhand*

Sarang Bhand  
Director  
DIN - 01633419

Place : Mumbai  
Date : 29th September 2019

*Venkateswara Suram Rao*

Venkateswara Suram Rao  
Director  
DIN - 03138031



Place : Mumbai  
Date : 29th September 2019