



# SANGHRAJKA & ASSOCIATES

## CHARTERED ACCOUNTANTS

### Independent Auditors' Report

To,  
The Members of  
**Pune Urban Recyclers Private Limited**

### Report on the audit of the Financial Statements

#### Opinion

We have audited the accompanying Financial Statements of **Pune Urban Recyclers Private Limited** (the "Company"), which comprise the balance sheet as at March 31, 2023, the Statement of Profit and Loss and the Statement of cash flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

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





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### **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 Annexure to Board's Report but does not include the Financial Statements and our auditor's report thereon. Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material Misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Management's responsibility for the Financial Statements**

The Company's board of directors are responsible for the matters stated in Section 134 (5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's responsibilities for the audit of the Financial Statements**

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

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

*Joy*



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We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements.

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.





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### 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 Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c. In our opinion, the balance sheet, the Statement of profit and loss, and the cash flow Statement dealt with by this report are in agreement with the books of account;
  - d. In our opinion, the aforesaid Financial Statements comply with the Companies (Accounting Standards) Rules, 2021 specified under Section 133 of the Act;
  - e. On the basis of the written representations received from the directors as on March 31, 2023 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 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. (a) The management has represented that, to the best of its knowledge and belief, 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
      - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or
      - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.



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(b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:

- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or
- provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures that have been 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) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- v. The Company has not declared or paid any dividend during the year.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.
- h. With respect to the matter to be included in the Auditor's Report under Section 197 (16) of the Act:

According to the information and explanations given to us, the Company has not paid any remuneration to its directors.

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

CA Jay Sanghrajka  
Partner  
Membership No.: 168691  
UDIN: 23168691BGYJVM2030



Place: Mumbai  
Date: June 9, 2023



# SANGHRAJKA & ASSOCIATES

## CHARTERED ACCOUNTANTS

### Annexure "A" to the Independent Auditor's Report\*

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' Section of our report to the members of Pune Urban Recyclers Private Limited of even date)

|      |     |  |
|------|-----|--|
| i.   | (a) | The Company does not have any Property, Plant and Equipment and Intangible Assets. Accordingly, the requirement to report on Clause 3(i)(a) of the Order is not applicable to the Company.   |
|      | (b) | The Company does not have any Property, Plant and Equipment. Accordingly, the requirement to report on Clause 3(i)(b) of the Order is not applicable to the Company.   |
|      | (c) | There is no immovable property held by the Company. Accordingly, the requirement to report on Clause 3(i)(c) of the Order is not applicable to the Company.  |
|      | (d) | The Company does not have any Property, Plant and Equipment and Intangible Assets. Accordingly, the requirement to report on Clause 3(i)(d) of the Order is not applicable to the Company.   |
|      | (e) | There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.   |
| ii.  | (a) | The Company does not have any inventories. Accordingly, the requirement to report on Clause 3(ii)(a) of the Order is not applicable to the Company.  |
|      | (b) | According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on Clause 3(ii)(b) of the Order is not applicable to the Company. |
| iii. | (a) | During the year, the Company has not made investments, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnerships or any other parties. Accordingly, the requirement to report on Clause 3(iii)(a) of the Order is not applicable to the Company.  |
|      | (b) | During the year, the Company has not made any investment, provided guarantees or given securities. Accordingly, the requirement to report on Clause 3(iii)(b) of the Order is not applicable to the Company.   |
|      | (c) | During the year, the Company has not granted any loans or advances in the nature of loans. Accordingly, the requirement to report on Clause 3(iii)(c) of the Order is not applicable to the Company.   |
|      | (d) | During the year, the Company has not granted any loans or advances in the nature of loans. Accordingly, the requirement to report on Clause 3(iii)(d) of the Order is not applicable to the Company.   |
|      | (e) | During the year, the Company has not granted any loans or advances in the nature of loans. Accordingly, the requirement to report on Clause 3(iii)(e) of the Order is not applicable to the Company.   |
|      | (f) | During the year, the Company has not granted any loans or advances in the nature of loans. Accordingly, the requirement to report on Clause 3(iii)(f) of the Order is not applicable to the Company.   |

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| iv.                             |   | The Company has not made investments, provided any loans, guarantees and securities in respect of which provisions of Sections 185 and 186 of the Act are applicable.   |            |   |                        |      |                                 |      |              |             |
|---------------------------------|---|---|------------|---|------------------------|------|---------------------------------|------|--------------|-------------|
| v.                              |   | The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on Clause 3(v) of the Order is not applicable to the Company.   |            |   |                        |      |                                 |      |              |             |
| vi.                             |   | The Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.   |            |   |                        |      |                                 |      |              |             |
| vii.                            | (a)   | <p>The Company is not regular in depositing with appropriate authorities, undisputed statutory dues including, Provident Fund and Income-tax, and there have been serious delays in large number of cases. The provisions relating to duty of excise, sales tax, service tax &amp; value added tax are not applicable to the company. The following are the details of undisputed amounts payable in respect of statutory dues outstanding, at the year end, for a period of more than six months from the date they became payable.</p> <table border="1"><thead><tr><th>Particular</th><th>Amount Outstanding as on March 31, 2023<br/>(INR in Lakhs)</th></tr></thead><tbody><tr><td>Tax Deducted at Source</td><td>0.85</td></tr><tr><td>Interest on Late Payment of TDS</td><td>0.11</td></tr><tr><td><b>Total</b></td><td><b>0.96</b></td></tr></tbody></table> <p>(For Details, Refer Annexure 'C' to this report)</p> | Particular | Amount Outstanding as on March 31, 2023<br>(INR in Lakhs) | Tax Deducted at Source | 0.85 | Interest on Late Payment of TDS | 0.11 | <b>Total</b> | <b>0.96</b> |
| Particular                      | Amount Outstanding as on March 31, 2023<br>(INR in Lakhs) |   |            |   |                        |      |                                 |      |              |             |
| Tax Deducted at Source          | 0.85  |   |            |   |                        |      |                                 |      |              |             |
| Interest on Late Payment of TDS | 0.11  |   |            |   |                        |      |                                 |      |              |             |
| <b>Total</b>                    | <b>0.96</b>   |   |            |   |                        |      |                                 |      |              |             |
|                                 | (b)   | There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, customs duty, cess, and other statutory dues which have not been deposited on account of any dispute. The provisions relating to duty of excise, sales tax, service tax & value added tax are not applicable to the Company.   |            |   |                        |      |                                 |      |              |             |
| viii.                           |   | The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on Clause 3(viii) of the Order is not applicable to the Company.   |            |   |                        |      |                                 |      |              |             |
| ix.                             | (a)   | The Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.  |            |   |                        |      |                                 |      |              |             |
|                                 | (b)   | The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.  |            |   |                        |      |                                 |      |              |             |
|                                 | (c)   | The Company did not have any term loans outstanding during the year. Accordingly, the requirement to report on Clause (ix)(c) of the Order is not applicable to the Company.  |            |   |                        |      |                                 |      |              |             |
|                                 | (d)   | The Company did not raise any funds on short term basis during the year. Accordingly, the requirement to report on Clause (ix)(d) of the Order is not applicable to the Company.  |            |   |                        |      |                                 |      |              |             |
|                                 | (e)   | The Company does not have its subsidiaries, associates or joint ventures. Accordingly, the requirement to report on Clause (ix)(e) of the Order is not applicable to the Company.   |            |   |                        |      |                                 |      |              |             |

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|       |     |   |
|-------|-----|---|
| x.    | (a) | The Company has not raised any money during the year by way of an initial public offer / further public offer (including debt instruments). Accordingly, the requirement to report on Clause 3(x)(a) of the Order is not applicable to the Company.   |
|       | (b) | The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the requirement to report on Clause 3(x)(b) of the Order is not applicable to the Company.   |
| xi.   | (a) | No fraud by the Company or no material fraud on the Company has been noticed or reported during the year.   |
|       | (b) | During the year, no report under Sub-Section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.   |
|       | (c) | As per information and explanation given to us by the management, Vigil mechanism / whistle blower policy is not applicable to the Company. Accordingly, the requirement to report on Clause 3(xi)(c) of the Order is not applicable to the Company.  |
| xii.  | (a) | The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on Clause 3(xii)(a) of the Order is not applicable to the Company.  |
|       | (b) | The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on Clause 3(xii)(b) of the Order is not applicable to the Company.  |
|       | (c) | The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on Clause 3(xii)(c) of the Order is not applicable to the Company.  |
| xiii. |     | Transactions with the related parties are in compliance with Sections 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the Financial Statements, as required by the applicable Accounting Standards. The provisions of Section 177 are not applicable to the Company. Accordingly, the requirement to report under Clause 3(xiii) of the Order insofar as it relates to Section 177 of the Act is not applicable to the Company. |
| xiv.  |     | According to the information and explanations given to us and on the basis of our examination of the records of the Company, the provision of Section 138 of the Companies Act, 2013 is not applicable to the Company. Accordingly, the requirement to report on Clause 3(xiv) of the Order is not applicable.  |
| xv.   |     | The Company has not entered into any non-cash transactions with its directors or persons connected with its directors. Accordingly, requirement to report on Clause 3(xv) of the Order is not applicable to the Company.  |
| xvi.  | (a) | The provisions of Section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on Clause (xvi)(a) of the Order is not applicable to the Company.  |
|       | (b) | The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on Clause (xvi)(b) of the Order is not applicable to the Company.   |
|       | (c) | The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on Clause 3(xvi) of the Order is not applicable to the   |

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# SANGHRAJKA & ASSOCIATES

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|       |     |  |
|-------|-----|--|
|       | (d) | There is no Core Investment Company as a part of the Group. Accordingly, the requirement to report on Clause 3(xvi)(d) of the Order is not applicable to the Company.  |
| xvii. |     | The Company has incurred cash losses of INR 1.38 Lakhs in the current year and incurred cash losses of INR 0.94 Lakhs in immediately preceding financial year.   |
| xviii |     | There has been no resignation of the statutory auditors during the year. Accordingly, paragraph 3(xviii) of the Order is not applicable to the Company.  |
| xix.  |     | The Company has accumulated losses and its net worth is fully eroded. The Company has incurred a loss during the current financial year and has not generated any revenue. The Company's current liabilities exceeded its current assets by INR 5.98 Lakhs as at the Balance Sheet date. The above factors cast significant uncertainty on the Company's ability to continue as a going concern. |
| xx.   | (a) | The provisions of Section 135 to the Companies Act, 2013 in relation to Corporate Social Responsibility is not applicable to the Company. Accordingly, the requirement to report on Clause 3(xx)(a) of the Order is not applicable to the Company.   |
|       | (b) | The provisions of Section 135 to the Companies Act, 2013 in relation to Corporate Social Responsibility is not applicable to the Company. Accordingly, the requirement to report on Clause 3(xx)(b) of the Order is not applicable to the Company.   |

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

*Jay Sanghrajka*

CA Jay Sanghrajka  
Partner  
Membership No.: 168691  
UDIN: 23168691BGYJVM2030



Place: Mumbai  
Date: June 9, 2023



# SANGHRAJKA & ASSOCIATES

## CHARTERED ACCOUNTANTS

### Annexure "B" to the Independent Auditor's Report

(Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' of our report to the Members of Pune Urban Recyclers Private Limited of even date)

### Report on the internal financial controls over financial reporting under Clause (i) of sub - Section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Pune Urban Recyclers Private Limited (the "Company") as at March 31, 2023, in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

### Management's responsibility for internal financial controls

The board of directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### Auditors' responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the guidance note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement in the Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial control system over financial reporting.

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## CHARTERED ACCOUNTANTS

### Meaning of internal financial controls over financial reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the Financial Statements.

### Limitations of internal financial controls over financial reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management of override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Opinion

In our opinion and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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

CA Jay Sanghrajka  
Partner  
Membership No.: 168691  
UDIN: 23168691BGYJVM2030



Place: Mumbai  
Date: June 9, 2023



# SANGHRAJKA & ASSOCIATES

CHARTERED ACCOUNTANTS

## Annexure "C" to the Independent Auditor's Report

(Referred to in Clause vii (a) under 'Annexure "A" of our report' to the Members of Pune Urban Recyclers Private Limited of even date)

| Name of the Statute | Nature of Dues                  | Amount (INR) | Period | Due Date  |
|---------------------|---------------------------------|--------------|--------|-----------|
| Income Tax          | TDS on Professional Fees (194)  | 5,000.00     | Mar-15 | 30-Apr-15 |
| Income Tax          | TDS on Professional Fees (194)  | 11,517.00    | May-15 | 07-Jun-15 |
| Income Tax          | TDS on Professional Fees (194)  | 750.00       | Sep-15 | 07-Oct-15 |
| Income Tax          | TDS on Professional Fees (194)  | 750.00       | Oct-15 | 07-Nov-15 |
| Income Tax          | TDS on Professional Fees (194)  | 35,000.00    | Dec-15 | 07-Jan-16 |
| Income Tax          | TDS on Professional Fees (194)  | 750.00       | Feb-16 | 07-Mar-16 |
| Income Tax          | TDS on Professional Fees (194)  | 5,750.00     | Mar-16 | 30-Apr-16 |
| Income Tax          | TDS on Professional Fees (194)  | 750.00       | Jul-16 | 07-Aug-16 |
| Income Tax          | TDS on Professional Fees (194)  | 750.00       | Oct-16 | 07-Nov-16 |
| Income Tax          | TDS on Professional Fees (194)  | 750.00       | Jan-17 | 07-Feb-17 |
| Income Tax          | TDS on Professional Fees (194)  | 5,000.00     | Mar-17 | 30-Apr-17 |
| Income Tax          | TDS on Professional Fees (194)  | 1,500.00     | Jun-17 | 07-Jul-17 |
| Income Tax          | TDS on Professional Fees (194)  | 750.00       | Jan-18 | 07-Feb-18 |
| Income Tax          | TDS on Professional Fees (194)  | 2,250.00     | Mar-18 | 30-Apr-18 |
| Income Tax          | TDS on Professional Fees (194)  | 750.00       | Jul-18 | 07-Aug-18 |
| Income Tax          | TDS on Professional Fees (194)  | 750.00       | Oct-18 | 07-Nov-18 |
| Income Tax          | TDS on Professional Fees (194)  | 750.00       | Jan-19 | 07-Feb-19 |
| Income Tax          | TDS on Professional Fees (194)  | 7,500.00     | Mar-19 | 30-Apr-19 |
| Income Tax          | TDS on Professional Fees (194)  | 4,250.00     | Mar-22 | 30-Apr-22 |
| Income Tax          | Interest on Late Payment of TDS | 10,852.00    | Mar-16 | 30-Apr-16 |
| Income Tax          | Interest on Late Payment of TDS | 294.00       | Mar-18 | 30-Apr-18 |



Jay

405, Hind Rajasthan Centre, D.S. Phalke Rd, Dadar (C. Rly.), Mumbai 400014, Maharashtra

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**Pune Urban Recyclers Private Limited**  
CIN : U40300MH2005PTC150860  
**Balance Sheet as at March 31, 2023**

(INR in Lakhs)

| Particulars                                | Notes | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|--|-------|-------------------------|-------------------------|
| <b>Equity and liabilities</b>              |       |                         |                         |
| <b>Shareholders' funds</b>                 |       |                         |                         |
| Share capital                              | 4     | 1.00                    | 1.00                    |
| Reserves and surplus                       | 5     | (235.55)                | (234.18)                |
|  |       | <u>(234.55)</u>         | <u>(233.18)</u>         |
| <b>Non-current liabilities</b>             |       |                         |                         |
| Long-term borrowings                       | 6     | 228.57                  | 227.49                  |
| Other Long-term liabilities                | 7     | -                       | -                       |
|  |       | <u>228.57</u>           | <u>227.49</u>           |
| <b>Current Liabilities</b>                 |       |                         |                         |
| Short-term borrowings                      | 6     | -                       | -                       |
| Other current liabilities                  | 7     | 6.14                    | 5.85                    |
|  |       | <u>6.14</u>             | <u>5.85</u>             |
| <b>Total</b>                               |       | <u><u>0.17</u></u>      | <u><u>0.17</u></u>      |
| <b>Assets</b>                              |       |                         |                         |
| <b>Current assets</b>                      |       |                         |                         |
| Cash and cash equivalents                  | 8     | 0.17                    | 0.17                    |
|  |       | <u>0.17</u>             | <u>0.17</u>             |
| <b>Total</b>                               |       | <u><u>0.17</u></u>      | <u><u>0.17</u></u>      |
| Summary of significant accounting policies | 3     |                         |                         |

As per our report of even date.

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

*Jay Sanghrajka*

**Jay Sanghrajka**  
Partner  
Membership No.: 168691



Place: Mumbai  
Date: June 09, 2023

For and on behalf of the Board of Directors  
**Pune Urban Recyclers Private Limited**

*Sarang Bhand*

**Sarang Bhand**  
Director  
DIN : 01633419

Place: Mumbai  
Date: June 09, 2023

*Kirit Sheth*

**Kirit Sheth**  
Director  
DIN : 08005989

Place: Mumbai  
Date: June 09, 2023



Statement of Profit and Loss for the year ended March 31, 2023

(INR in Lakhs except earning per share)

| Particulars   | Notes | For the Year Ended<br>March 31, 2023 | For the Year Ended<br>March 31, 2022 |
|---|-------|--------------------------------------|--------------------------------------|
| <b>Income</b>   |       |                                      |                                      |
| Revenue from operations   |       | -                                    | -                                    |
| Other income  | 9     | -                                    | 0.05                                 |
| <b>Total Income (i)</b>   |       | <b>-</b>                             | <b>0.05</b>                          |
| <b>Expenses</b>   |       |                                      |                                      |
| Other expenses  | 10    | 1.38                                 | 0.99                                 |
| <b>Total expenses (ii)</b>  |       | <b>1.38</b>                          | <b>0.99</b>                          |
| <b>Loss before exceptional and extraordinary item and tax (iii = i-ii)</b>  |       | <b>(1.38)</b>                        | <b>(0.94)</b>                        |
| Exceptional items (iv)  |       | -                                    | -                                    |
| <b>Loss before Extraordinary item and tax (v= iii-iv)</b>   |       | <b>(1.38)</b>                        | <b>(0.94)</b>                        |
| Extraordinary Items (vi)  |       | -                                    | -                                    |
| <b>Loss before Tax (vii= v-vi)</b>  |       | <b>(1.38)</b>                        | <b>(0.94)</b>                        |
| <b>Tax Expenses (viii)</b>  |       |                                      |                                      |
| Current tax   |       | -                                    | -                                    |
| Deferred tax  |       | -                                    | -                                    |
| Short/(Excess) provision of tax of earlier years  |       | -                                    | -                                    |
| <b>Total tax expenses</b>   |       | <b>-</b>                             | <b>-</b>                             |
| <b>Loss for the year (ix= vii-viii)</b>   |       | <b>(1.38)</b>                        | <b>(0.94)</b>                        |
| <b>Earnings per equity share (in INR) [nominal value of INR 10 per share (March 31, 2022 - INR 10 per share)]</b> | 11    |                                      |                                      |
| Basic   |       | (13.75)                              | (9.37)                               |
| Diluted   |       | (13.75)                              | (9.37)                               |
| <b>Summary of significant accounting policies</b>   | 3     |                                      |                                      |

As per our report of even date.

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

*Jay Sanghrajka*

Jay Sanghrajka  
Partner  
Membership No.: 168691

Place: Mumbai  
Date: June 09, 2023



For and on behalf of the Board of Directors  
Pune Urban Recyclers Private Limited

*Sarang Bhand*

Sarang Bhand  
Director  
DIN : 01633419

Place: Mumbai  
Date: June 09, 2023

*Kirit Sheth*

Kirit Sheth  
Director  
DIN : 08005989

Place: Mumbai  
Date: June 09, 2023



**Pune Urban Recyclers Private Limited**  
CIN : U40300MH2005PTC150860  
**Cash Flow Statement for the year ended March 31, 2023**

(INR in Lakhs)

| Particulars   | For the Year Ended<br>March 31, 2023 | For the Year Ended<br>March 31, 2022 |
|---|--------------------------------------|--------------------------------------|
| <b>Cash flow from operating activities</b>                              |                                      |                                      |
| Profit / (Loss) before Tax  | (1.38)                               | (0.94)                               |
| Adjustment to reconcile profit before tax to net cash flows             |                                      |                                      |
| Sundry balance written back   | -                                    | (0.05)                               |
| <b>Operating profit before working capital changes</b>                  | <b>(1.38)</b>                        | <b>(0.99)</b>                        |
| <b>Movement in working capital :</b>                                    |                                      |                                      |
| Increase/ (Decrease) in Other liabilities                               | 0.29                                 | 0.38                                 |
| <b>Cash generated from/(used in) operations</b>                         | <b>(1.08)</b>                        | <b>(0.60)</b>                        |
| Direct Taxes paid (net of refunds)                                      | -                                    | -                                    |
| <b>Net cash flow from operating activities (A)</b>                      | <b>(1.08)</b>                        | <b>(0.60)</b>                        |
| <b>Cash flow from investing activities</b>                              |                                      |                                      |
| Purchase of property, plant and equipments including capital advances   | -                                    | -                                    |
| Purchase of intangible asset including capital advances                 | -                                    | -                                    |
| <b>Net cash used in investing activities (B)</b>                        | <b>-</b>                             | <b>-</b>                             |
| <b>Cash flow from financing activities</b>                              |                                      |                                      |
| Net Proceeds from long-term borrowings                                  | 1.08                                 | 0.60                                 |
| <b>Net cash used in financing activities (C)</b>                        | <b>1.08</b>                          | <b>0.60</b>                          |
| <b>Net increase/(decrease) in cash and cash equivalents (A + B + C)</b> | <b>(0.00)</b>                        | <b>(0.00)</b>                        |
| <b>Cash and Cash Equivalents at the beginning of the year</b>           | <b>0.17</b>                          | <b>0.17</b>                          |
| <b>Cash and cash equivalents at end of the year</b>                     | <b>0.17</b>                          | <b>0.17</b>                          |
| <b>Components of cash and cash equivalents</b>                          |                                      |                                      |
| Cash in hand  | 0.04                                 | 0.04                                 |
| Balances with banks:  |                                      |                                      |
| - on current accounts   | 0.12                                 | 0.12                                 |
| <b>Total cash &amp; cash equivalents (Note 8)</b>                       | <b>0.17</b>                          | <b>0.17</b>                          |

**Summary of significant accounting policies**

As per our report of even date.

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

*Jay Sanghrajka*

**Jay Sanghrajka**  
Partner  
Membership No.: 168691



Place: Mumbai  
Date: June 09, 2023

For and on behalf of the Board of Directors  
**Pune Urban Recyclers Private Limited**

*Sarang Bhand*

**Sarang Bhand**  
Director  
DIN : 01633419

*Kirit Sheth*

**Kirit Sheth**  
Director  
DIN : 08005989

Place: Mumbai  
Date: June 09, 2023

Place: Mumbai  
Date: June 09, 2023



**1 Nature of Operation**

The company is an SPV for Construction, Development and Maintenance of Municipal Solid Waste-to-Energy project at Pune. It is wholly owned by Organic Recycling Systems Limited ("formerly known as Organic Recycling System Private Limited).

**2 Basis of accounting and preparation of financial statements**

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis and under the historical cost convention unless otherwise specified. The accounting policies adopted in the preparation of the financial statements are consistent with those of previous year unless otherwise specified.

All assets and liabilities have been classified as current or non-current as per the company's normal operating cycle, and other criteria set out in the schedule III to the companies Act, 2013. Based on the nature of product and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as up to twelve months for the purpose of current/non-current classification of assets and liabilities.

**Current-Non current classification**

All assets and liabilities are classified into current and non-current as follows:

**Assets:**

An asset is classified as current when it satisfies any of the following criteria:

- a. It is expected to be realised in, or is intended for sale or consumption in, the company's normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is expected to be realised within 12 months after the reporting date; or
- d. It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

**Liabilities:**

A liability is classified as current when it satisfies any of the following criteria:

- a. It is expected to be settled in the company's normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is due to be settled within 12 months after the reporting date; or
- d. The Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

**Operating cycle:**

Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. The company has taken Operating cycle to be twelve months.

**3 Summary of significant accounting policies**

**a. Presentation and disclosure**

The Company has prepared the Financial Statements along with the relevant notes in accordance with the requirements of Schedule III of the Act.

**b. Use of estimates**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and disclosure that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities, at the end of the reporting period. Although, these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in the current and future periods.

**c. Cash and Cash Equivalent**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

**d. Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.





**3 Summary of significant accounting policies**

**e. Earnings Per Share**

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

**f. Income taxes**

Tax expenses comprise current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted at the reporting date.

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 realisation.

**g. Provisions and Contingencies**

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. No provision is recognised or disclosure for contingent liability is made when there is a possible obligation and the likelihood of outflow of resources is remote. Contingent asset is neither recognised nor disclosed in the financial statements.



(INR in Lakhs)

| 4 Share capital  | Number of Shares | Number of Shares | As at          | As at          |
|--|------------------|------------------|----------------|----------------|
|  | March 31, 2023   | March 31, 2022   | March 31, 2023 | March 31, 2022 |
| <b>Authorized share capital</b>                            |                  |                  |                |                |
| Equity shares of INR 10 each (Previous year : INR 10 each) | 10,000           | 10,000           | 1.00           | 1.00           |
| <b>Total</b>   |                  |                  | <b>1.00</b>    | <b>1.00</b>    |
| <b>Issued, subscribed and fully paid up share capital</b>  |                  |                  |                |                |
| Equity shares of INR 10 each (Previous year : INR 10 each) | 10,000           | 10,000           | 1.00           | 1.00           |
| <b>Total</b>   |                  |                  | <b>1.00</b>    | <b>1.00</b>    |

**Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting period:**

| Particulars                               | March 31, 2023 |              | March 31, 2022 |              |
|---|----------------|--------------|----------------|--------------|
|   | No. of Shares  | INR in Lakhs | No. of Shares  | INR in Lakhs |
| At the beginning of the year              | 10,000         | 1.00         | 10,000         | 1.00         |
| Add: Shares issued during the year        | -              | -            | -              | -            |
| Less: Shares Bought Back during the year  | -              | -            | -              | -            |
| <b>Outstanding at the end of the year</b> | <b>10,000</b>  | <b>1.00</b>  | <b>10,000</b>  | <b>1.00</b>  |

**Terms/Rights attached to equity shares**

The Company has only one class of equity shares having a par value of INR 10 per share. Each holder of equity shares is entitled for voting rights in proportion to its actual shareholding in the Company. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of shares will 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 shares held by the shareholders.

**Shares held by Holding Company**

(INR in Lakhs)

| Particulars   | Number of Shares | As at          | Number of Shares | As at          |
|---|------------------|----------------|------------------|----------------|
|   | March 31, 2023   | March 31, 2023 | March 31, 2022   | March 31, 2022 |
| Equity Shares held by Organic Recycling Systems Limited ("formerly known as Organic Recycling System Private Limited) | 9,999            | 0.99           | 9,999            | 0.99           |

**Details of Shareholders holding more than 5% Equity Shares**

| Name of shareholder   | March 31, 2023     |              | March 31, 2022     |              |
|---|--------------------|--------------|--------------------|--------------|
|   | No. of shares held | % of Holding | No. of shares held | % of Holding |
| Organic Recycling Systems Limited ("formerly known as Organic Recycling System Private Limited) | 9,999              | 99.99%       | 9,999              | 99.99%       |

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

The company has not issued shares pursuant to any contract for consideration other than cash, Bonus shares and shares bought back during 5 preceding years.

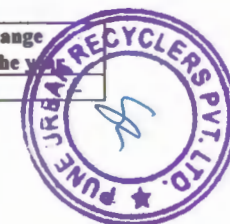
**Disclosure of Shareholding of Promoters**

Disclosure of shareholding of Promoter as at March 31, 2023 is as follow:

| Name of Promoter  | As at March 31, 2023 |                   | As at March 31, 2022 |                   | % change during the year |
|---|----------------------|-------------------|----------------------|-------------------|--------------------------|
|   | No. of Shares        | % of total shares | No. of Shares        | % of total shares |                          |
| Organic Recycling Systems Limited ("formerly known as Organic Recycling System Private Limited) | 9,999                | 99.99%            | 9,999                | 99.99%            | -                        |

Disclosure of shareholding of Promoter as at March 31, 2022 is as follow:

| Name of Promoter  | As at March 31, 2022 |                   | As at March 31, 2021 |                   | % change during the year |
|---|----------------------|-------------------|----------------------|-------------------|--------------------------|
|   | No. of Shares        | % of total shares | No. of Shares        | % of total shares |                          |
| Organic Recycling Systems Limited ("formerly known as Organic Recycling System Private Limited) | 9,999                | 99.99%            | 9,999                | 99.99%            | -                        |



|  |  | (INR in Lakhs)          |                         |
|--|--|-------------------------|-------------------------|
|  |  | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
| <b>5</b>   | <b>Reserves and surplus</b>              |                         |                         |
| <b>Surplus in the Statement of Profit and Loss</b> |  |                         |                         |
|  | Balance as at the beginning of the year  | (234.18)                | (233.24)                |
|  | Add: Profit / (Loss) for the year        | (1.38)                  | (0.94)                  |
|  | <b>Balance as at the end of the year</b> | <b>(235.55)</b>         | <b>(234.18)</b>         |
|  | <b>Total reserves and surplus</b>        | <b>(235.55)</b>         | <b>(234.18)</b>         |

|                    |                                      | (INR in Lakhs)          |                         |                         |                         |
|--------------------|--------------------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
|                    |                                      | Short term              |                         | Long term               |                         |
|                    |                                      | As at<br>March 31, 2023 | As at<br>March 31, 2022 | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
| <b>6</b>           | <b>Borrowing</b>                     |                         |                         |                         |                         |
| <b>Unsecured :</b> |                                      |                         |                         |                         |                         |
|                    | From related parties (Refer Note 13) | -                       | -                       | 228.57                  | 227.49                  |
|                    | <b>Total</b>                         | <b>-</b>                | <b>-</b>                | <b>228.57</b>           | <b>227.49</b>           |

|  |                  | (INR in Lakhs)          |                         |                         |                         |
|--|------------------|-------------------------|-------------------------|-------------------------|-------------------------|
|  |                  | Short term              |                         | Long term               |                         |
|  |                  | As at<br>March 31, 2023 | As at<br>March 31, 2022 | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
| <b>Unsecured loan taken from related parties :</b> |                  |                         |                         |                         |                         |
| <b>Particular</b>                                  |                  |                         |                         |                         |                         |
|  | Holding company* | -                       | -                       | 228.57                  | 227.49                  |
|  | <b>Total</b>     | <b>-</b>                | <b>-</b>                | <b>228.57</b>           | <b>227.49</b>           |

**Terms and conditions of unsecured borrowings :**

\* There is no specific repayment schedule of this long term loan. However as per the agreement executed, this loan will have to be repaid on or after March 31, 2028 carries interest @ 0%.

|          |  | (INR in Lakhs)          |                         |                         |                         |
|----------|--|-------------------------|-------------------------|-------------------------|-------------------------|
|          |  | Current                 |                         | Long-term               |                         |
|          |  | As at<br>March 31, 2023 | As at<br>March 31, 2022 | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
| <b>7</b> | <b>Other Liabilities</b>   |                         |                         |                         |                         |
|          | Statutory dues including provident fund and tax deducted at source | 1.07                    | 0.96                    | -                       | -                       |
|          | Sundry Creditors for Expenses                                      | 4.43                    | 4.20                    | -                       | -                       |
|          | Payable for Expenses   | 0.64                    | 0.68                    | -                       | -                       |
|          | <b>Total</b>   | <b>6.14</b>             | <b>5.85</b>             | <b>-</b>                | <b>-</b>                |

|                                  |                                  | (INR in Lakhs)          |                         |
|----------------------------------|----------------------------------|-------------------------|-------------------------|
|                                  |                                  | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
| <b>8</b>                         | <b>Cash and cash equivalents</b> |                         |                         |
| <b>Cash and cash equivalents</b> |                                  |                         |                         |
|                                  | Cash on Hand                     | 0.04                    | 0.04                    |
|                                  | Bank Balances                    |                         |                         |
|                                  | - In current accounts            | 0.12                    | 0.12                    |
|                                  | <b>Total</b>                     | <b>0.17</b>             | <b>0.17</b>             |



**Pune Urban Recyclers Private Limited**

CIN : U40300MH2005PTC150860

**Notes to financial statements for the year ended March 31, 2023**

|                             | (INR in Lakhs)                               |  |
|-----------------------------|--|--|
| <b>9 Other income</b>       | <b>For the Year Ended<br/>March 31, 2023</b> | <b>For the Year Ended<br/>March 31, 2022</b> |
| Sundry balance written back | -  | 0.05   |
| <b>Total</b>                | <b>-</b>                                     | <b>0.05</b>                                  |

|  | (INR in Lakhs)                               |  |
|--|--|--|
| <b>10 Other expenses</b>                 | <b>For the Year Ended<br/>March 31, 2023</b> | <b>For the Year Ended<br/>March 31, 2022</b> |
| Rates and taxes                          | 0.01   | 0.03   |
| Legal and professional charges           | 0.77   | 0.50   |
| Payment to auditor (Refer details below) | 0.60   | 0.45   |
| Miscellaneous expenses                   | -  | 0.00   |
| <b>Total</b>                             | <b>1.38</b>                                  | <b>0.99</b>                                  |

**\* Payment to Auditors**

As Auditors:

Audit Fees

Other matters

**Total**

|             |             |
|-------------|-------------|
| 0.60        | 0.45        |
| -           | -           |
| <b>0.60</b> | <b>0.45</b> |



**11. Earning Per Share**

Net profit attributable to equity shareholders and the weighted number of shares outstanding for basic and diluted earning per share are as summarised below:

| Particulars   | For the Year Ended<br>March 31, 2023 | For the Year Ended<br>March 31, 2022 |
|---|--------------------------------------|--------------------------------------|
| Net profit for calculation of basic and diluted EPS (INR in Lakhs) (A)  | (1.38)                               | (0.94)                               |
| Weighted average number of equity shares for calculating basic EPS, Nominal value of Shares Rs. 10 each (B)   | 10,000                               | 10,000                               |
| Weighted average number of equity shares for calculating diluted EPS, Nominal value of Shares Rs. 10 each (C) | 10,000                               | 10,000                               |
| <b>Basic Earning per Share (A/B)</b>  | <b>(13.75)</b>                       | <b>(9.37)</b>                        |
| <b>Diluted Earning per Share (A/C)</b>  | <b>(13.75)</b>                       | <b>(9.37)</b>                        |

**12. Contingent Liabilities & Commitments**

There is no contingent liability & Commitment as on March 31, 2023

**13. Related party disclosures**

Names of related parties and related party relationship

Related parties under AS 18

|   |   |
|---|---|
| Key Management Personnel  | Sarang S. Bhand (Director)  |
|   | Kirit Sheth (Director)  |
| Holding Company   | Organic Recycling Systems Limited ("formerly known as Organic Recycling System Private Limited) |
| Entities in which Key Management Personnel exercise significant influence | Solapur Bioenergy Systems Private Limited   |
|   | Organic Waste (India) Private Limited   |
|   | Meerut Bioenergy Systems Private Limited  |
|   | Wachstum Trading Private Limited  |

**i) Related Party transactions (including provisions and accruals)**

(INR in Lakhs)

| Name of Related Party   | Relationship    | Nature of Transaction   | For the Year Ended<br>March 31, 2023 | For the Year Ended<br>March 31, 2022 |
|---|-----------------|-------------------------|--------------------------------------|--------------------------------------|
| Organic Recycling Systems Limited ("formerly known as Organic Recycling System Private Limited) | Holding Company | Unsecured Loan Received | 1.08                                 | 0.60                                 |

**ii) Closing Balances of Related Parties (including provisions and accruals)**

(INR in Lakhs)

| Name of Related Party   | Relationship    | Nature of Transaction      | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|---|-----------------|----------------------------|-------------------------|-------------------------|
| Organic Recycling Systems Limited ("formerly known as Organic Recycling System Private Limited) | Holding Company | Unsecured Loan Outstanding | 228.57                  | 227.49                  |

**14. Outflow in Foreign Currency**

There were no foreign currency expenditure during the period (Previous Year INR Nil)



**Pune Urban Recyclers Private Limited**

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Notes to financial statements for the year ended March 31, 2023

**15. Inflow in Foreign Currency**

There were no foreign currency earnings during the period (Previous Year INR Nil)

**16. Going Concern**

The financial statement indicates that the company has accumulated losses and its net worth is fully eroded. The Company has incurred net loss and has not generated revenue during the current financial period. The above factors cast a significant uncertainty on the Company's ability to continue as a going concern. Pending the resolution of the above uncertainties, the Company has prepared the aforesaid statement on a going concern basis.

**17. Ratio Analysis**

| Particulars                      | Basis  | As at March 31, 2023 | As at March 31, 2022 | Variance % |
|----------------------------------|--|----------------------|----------------------|------------|
| Current ratio                    | Current Assets<br>Current Liabilities                                      | 0.03                 | 0.03                 | -          |
| Debt-Equity Ratio                | Total Debt<br>Shareholder's Equity   | (0.97)               | (0.98)               | -0.11%     |
| Debt Service Coverage Ratio      | Earnings available for debt service*<br>Debt Service**                     | NA                   | NA                   | -          |
| Return on Equity Ratio           | Net Profit after Tax - Preference Dividend<br>Average Shareholder's Equity | -0.59%               | -0.40%               | 46.07%     |
| Inventory turnover ratio         | Cost of Goods Sold<br>Average Inventory                                    | NA                   | NA                   | -          |
| Trade Receivables turnover ratio | Net Credit Sales<br>Average Accounts Receivables                           | NA                   | NA                   | -          |
| Trade payables turnover ratio    | Net Credit Purchases<br>Average Trade Payables                             | NA                   | NA                   | -          |
| Net capital turnover ratio       | Net Sales<br>Average Working Capital                                       | NA                   | NA                   | -          |
| Net profit ratio                 | Net Profit<br>Net Sales  | NA                   | NA                   | -          |
| Return on Capital employed       | Earning Before Interest and Tax<br>Capital Employed***                     | -23.01%              | -16.49%              | 39.55%     |
| Return on investment             | Interest on Investment<br>Average Current Investments                      | NA                   | NA                   | -          |

\*Earning for debts Services = Net Profit Before Tax + Non Cash Operating Expenses + Interest + Other adjustment like loss on sale of property, plant and equipment etc.

\*\*Debts Service = Interest + Principal Repayment

\*\*\*Capital Employed = Tangible Net worth + Debts + Deferred Tax Liability

**Explanations for significant variation (i.e. change of 25% or more as compared to FY 2021-22) in ratios:**

(a) Return on Equity Ratio : The ratio has declined due to increase in losses in current year.

(b) Return on Capital Employed : The ratio has declined due to increase in losses before interest and tax in current year.



**Pune Urban Recyclers Private Limited**

CIN : U40300MH2005PTC150860

Notes to financial statements for the year ended March 31, 2023

**18. Segment Reporting**

The company is operating in single business segment i.e. construction, development and maintenance of municipal solid waste-to-energy project. Hence AS-17 - "Segment Reporting" is not applicable.

**19. Details of dues to micro and small enterprises as defined under the MSMED Act, 2006**

The details of amounts outstanding to Micro, Small and Medium Enterprises based on information available with the Company is as under:

| Particulars  | As at<br>March 31, 2023 | As at<br>March 31, 2022 |
|--|-------------------------|-------------------------|
| Principal amount due and remaining unpaid                                | -                       | -                       |
| Interest accrued and due on above and the unpaid interest                | -                       | -                       |
| Interest paid  | -                       | -                       |
| Payment made beyond the appointed day during the year                    | -                       | -                       |
| Interest due and payable for the period of delay                         | -                       | -                       |
| Interest accrued and remaining unpaid                                    | -                       | -                       |
| Amount of further interest remaining due and payable in succeeding years | -                       | -                       |

**20. Deferred Tax**

According to the Accounting Standard AS-22, deferred tax assets should be recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Since there is no reasonable certainty of sufficient future taxable income, deferred tax assets has not been recognised.

**21. Other Disclosures**

No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended Schedule III:

- (a) Crypto Currency or Virtual Currency
- (b) Benami Property held under Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder
- (c) Registration of charges or satisfaction with Registrar of Companies
- (d) Wilful defaulter
- (e) Transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956.



**Pune Urban Recyclers Private Limited**

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**Notes to financial statements for the year ended March 31, 2023**

22. Balance under the head 'Other current liabilities' are shown as per books of accounts subject to confirmation by concerned parties and adjustment if any, on reconciliation thereof.

**23. Previous year figure**

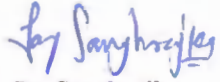
Previous year's figures have been regrouped where necessary to confirm to current year's classification.

As per our report of even date.

**For Sanghrajka & Associates**

Chartered Accountants

Firm Registration No: 144815W



**Jay Sanghrajka**

Partner

Membership No.: 168691

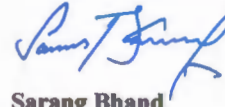
Place: Mumbai

Date: June 09, 2023



For and on behalf of the Board of Directors

**Pune Urban Recyclers Private Limited**



**Sarang Bhand**

Director

DIN : 01633419

Place: Mumbai

Date: June 09, 2023



**Kirit Sheth**

Director

DIN : 08005989

Place: Mumbai

Date: June 09, 2023