

STATUTORY AUDIT REPORT

[UNDER THE COMPANIES ACT, 2013]

FOR THE FINANCIAL YEAR 2021-2022

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<u>Name of the Assessee</u>	: A.R.S. International Pvt. Limited
<u>Address</u>	: Survey No. 42, Plot-11, Meghpar Borichi, Anjar
<u>P A N</u>	: AALCA4690E
<u>Status</u>	: Private Limited Company
<u>Financial Year</u>	: 2021-2022
<u>Assessment Year</u>	: 2022-2023

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AUDITORS

LAHOTI & LAHOTI

CHARTERED ACCOUNTANTS

“AKSHAT HOUSE” 01ST FLOOR

PLOT NO. 220, SECTOR - 1/A

GANDHIDHAM – KUTCH – 370201



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INDEPENDENT AUDITORS' REPORT

**To the Members of
A.R.S. International Private Limited**

Opinion

We have audited the financial statements of **A.R.S. International Private Limited** ("the Company"), which comprise the balance sheet as at **31st March 2022**, and the statement of Profit and Loss and the statement of Cash Flow 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 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, 2022, and profit/loss, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 Companies Act, 2013 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.

Responsibility of Management for Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("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,



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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. Those 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 material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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



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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 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.

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.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
- (c) The Balance Sheet, the Statement of Profit and Loss, 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 Accounting Standards



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specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(d) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

(e) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, same is not applicable as per exemption issued by MCA to Private Limited Companies on 13th June 2017.

(f) 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:

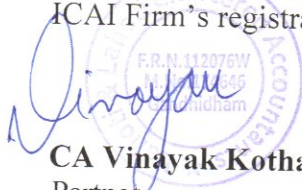
- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For and on behalf of

Lahoti & Lahoti

Chartered Accountants

ICAI Firm's registration number: 112076W


F.R.N. 112076W
112076W
Gandhidham

CA Vinayak Kothari

Partner

Membership number: 174646

Place: Gandhidham

Date: 30.05.2022



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“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2022 :

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
(c) The title deeds of immovable properties are held in the name of the company.
- 2) (a) There are management has conducted the physical verification of inventory at reasonable intervals.
b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central



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Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2020 for a period of more than six months from the date on when they become payable.

b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute. However, if any demand has aroused, proper appeal has been filed by the assessee.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.



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- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For and on behalf of

Lahoti & Lahoti

Chartered Accountants

ICAI Firm's registration number: 112076W

CA Vinayak Kothari

Partner

Membership number: 174646

Place: Gandhidham

Date: 30.05.2022

A.R.S. INTERNATIONAL PRIVATE LIMITED
CIN NO. U63020GJ2013PTC074018
BALANCE SHEET AS AT 31st MARCH, 2022

Particulars	Note No	As at March 31, 2022	As at March 31, 2021
I ASSETS			
1 Non-current assets			
(a) Property, Plant and Equipment & Intangible Assets			
(i) Property, Plant and Equipment	2	15,729,738	1,630,124
(ii) Other Intangible Assets		1,236,030	-
(b) Financial Assets			
(i) Investments		-	-
(ii) Loans		-	-
(iii) Other Financial Assets	3	715,070	124,400
(c) Deferred Tax Assets (Net)		14,588	94,520
		17,695,426	1,849,044
2 Current assets			
(a) Inventories	4	23,040,116	5,279,933
(a) Financial assets			
(i) Trade Receivables	5	4,677,910	28,245,392
(ii) Cash and Cash Equivalents	6	1,703,663	2,844,991
(iii) Bank balances other than (ii) above		-	-
(iv) Other Current Financial Assets		-	-
(b) Other Current Assets	7	20,207,904	11,812,891
(c) Current Tax Assets (Tax)		3,023,748	2,436,519
		52,653,341	50,619,726
Total Assets		70,348,767	52,468,770
II. EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	8	3,000,000	3,000,000
(b) Other Equity		44,247	(1,221,114)
		3,044,247	1,778,886
Liabilities			
1 Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	9	312,243	417,302
(b) Provisions		-	-
(c) Deferred Tax Liabilities (Net)		-	-
		312,243	417,302
2 Current liabilities			
(a) Financial liabilities			
(i) Borrowings	10	105,059	93,235
(ii) Trade payables			
- Total outstanding dues to Micro Enterprise & Small Enterprise	11	-	-
- Total outstanding dues of Creditors other than Micro Enterprise & Small Enterprise	11	25,899,833	40,571,875
(iii) Other Financial Liabilities			
(b) Other Current Liabilities	12	40,987,385	9,607,472
(c) Current Tax Liabilities (Tax)			-
		66,992,277	50,272,582
Total Equity and Liabilities		70,348,767	52,468,770

Significant Accounting Policies

Notes forming part of the financial statements

As per our report of even date

1

2 to 21

For, Lahoti & Lahoti
Chartered Accountants
Firm Reg. No.: 112076W

CA Vinayak Kothari
Partner
Membership No.: 174646
Place: Gandhidham
Date: May 30, 2022
UDIN: 22174646ALRXZI2878

For and on behalf of the Board of Directors of
A.R.S. International Private Limited

Vinay Dhananath Tripathi
Director
Din: 02344536

Rama Vinay Tripathi
Director
Din: 05133579

A.R.S. INTERNATIONAL PRIVATE LIMITED
CIN NO. U63020GJ2013PTC074018
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2022

Particulars	Note No.	For Year ended March 31, 2022	For Year ended March 31, 2021
1 Revenue from operations	13	139,306,677	195,222,568
2 Other Income	14	1,114,717	161,178
3 Total Income (1+2)		140,421,394	195,383,746
4 Expenses			
(a) Cost of materials consumed and traded goods	15	137,388,350	186,519,409
(a) Purchase of Stock in Trade		-	-
(a) Change in Inventories	16	(17,760,183)	(27,134)
(b) Employee benefits expense	17	6,835,982	4,227,277
(c) Finance Cost	18	56,249	50,736
(d) Depreciation and amortisation expense	2(b)	1,103,941	369,205
(e) Other expenses	19	11,451,732	3,786,479
Total expenses		139,076,071	194,925,973
5 Profit \ (Loss) before exceptional items and tax (3-4)		1,345,323	457,773
6 Exceptional items		-	-
7 Profit \ (Loss) before tax (5-6)		1,345,323	457,773
8 Tax expense:			
(a) Current tax expense		209,900	71,500
(b) Deferred tax		79,932	5,089
(c) MAT Credit		209,870	71,413
9 Profit \ (Loss) for the year (7-8)		1,265,361	462,775
10 Other comprehensive income			
(i) Items that will not be reclassified to Profit / (Loss)			
- Actuarial Gain / (Loss) on defined benefit Plan		-	-
- Deferred Tax on above		-	-
11 Total Comprehensive income for the year (9+10)		1,265,361	462,775
12 Earnings per share (Face Value of ` 10/- each):	20		
(a) Basic (in `)		4.22	1.54
(b) Diluted (in `)		4.22	1.54
Significant Accounting Policies	1		
Notes forming part of the financial statements	2 to 21		
As per our report of even date			

For, Lahoti & Lahoti
Chartered Accountants
Firm Reg. No.: 112076W

CA Vinayak Kothari
Partner
Membership No.: 174646
Place: Gandhidham
Date: May 30, 2022

For and on behalf of the Board of Directors of
A.R.S. International Private Limited

Vinay Dinanath Tripathi
Director
Din: 02344536

Rama Vinay Tripathi
Director
Din: 05133579

A.R.S. INTERNATIONAL PRIVATE LIMITED
CIN NO. U63020GJ2013PTC074018
CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2022

Particulars		2021-2022	2020 - 2021
A	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit before tax & exceptional items	1,345,323	457,773
	- Depreciation	1,103,941	369,205
	- MAT Credit	209,870	71,413
	- Interest Expense	56,249	37,736
	- Interest Income	-	-
	Changes in Working Capital:-		
	Adjustment for (Increase) / Decrease in Operating Assets		
	- Trade Receivables	23,567,482	(27,865,943)
	- Inventories	(17,760,183)	(27,134)
	- Other Non Current Financial Assets	(590,670)	-
	- Current Tax (Asset)	(587,229)	-
	- Other Current Assets	(8,395,013)	(5,570,833)
	Adjustment for Increase / (Decrease) in Operating Liabilities		
	- Current Financial Liabilities-Borrowings	11,824	93,235
	- Other Current Liabilities	31,379,913	996,172
	- Provisions	-	-
	- Current Tax (Net)	-	-
	- Trade Payables	(14,672,042)	34,753,440
	Cash generated from Operations	15,669,465	3,315,064
	Direct taxes paid	(209,900)	(71,500)
	Cash flow before extraordinary items	15,459,565	3,243,564
	Net cash from Operating Activities (A)	15,459,565	3,243,564
B	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Fixed Assets and CWIP	(16,457,591)	(833,092)
	Sale of Fixed Assets	18,006	-
	Adjustment for Increase / (Decrease) in Long Term Loans & Advances	-	-
	Interest Received	-	-
	Net Cash used in Investing Activities (B)	(16,439,584)	(833,092)
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds / (Repayment) from / (of) Borrowings (Net)	(105,059)	417,302
	Interest Paid	(56,249)	(37,736)
	Net cash used Financing Activities (C)	(161,308)	379,566
	Net increase in cash and cash equivalents (A+B+C)	(1,141,328)	2,790,038
	Cash and cash equivalents at the beginning of the year	2,844,991	54,953
	Cash and cash equivalents at the end of the year	1,703,663	2,844,991
	Components of Cash & Cash Equivalents		
	Cash on Hand	35,116	1,516
	Balances with banks:		
	a) In current account	1,668,547	2,843,475
	Total Cash and Bank Equivalents (As per Note 6)	1,703,663	2,844,991

Note : The above Cash Flow Statement has been prepared under the indirect method set out in IND AS - 07 "Statement of Cash Flow" issued by the Central Government under Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (Companies Indian Accounting Standard Rules, 2015)

Significant Accounting Policies and Notes on Financial Statements.
Notes forming part of the financial statements

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2 to 21

The Notes referred to above form an Integral part of this statement
As per our attached report of even date

For, Lahoti & Lahoti
Chartered Accountants
Firm Reg. No.: 112076W

CA Vinayak Kothari
Partner
Membership No. : 174646
Place: Gandhidham
Date: May 30, 2022

For and on behalf of the Board of Directors of
A.R.S. International Private Limited

Vinay Dinanath Tripathi
Director
Din: 02344536

Rama Vinay Tripathi
Director
Din: 05133579

Notes to financial statements for the year ended 31 March 2022

(All amounts are in Indian Rupees, unless otherwise stated)

1 Corporate Information

A.R.S. International Private Limited "the Company" is a Private Limited Company involved in providing truck trolley, trailers and body manufacturing and its repairs and maintenance and other ancillary services, it is also engaged in trading of steel and manufacturing of agricultural produce. The company was incorporated under the Companies Act, 1956 in the year 2013 as A.R.S. International Private Limited.

2 Significant Accounting Policies

a Basis of 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 section 133 of the Companies Act, 2013 ('the Act'), read with rule 7 of the companies (Accounts) Rules, 2014 and relevant provisions of the Act. The financial statements have been prepared on an accrual basis and under the historical cost convention. The Accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current / non-current classification. An asset is treated as current when it is:

- expected to be realised in normal operating cycle or twelve months after reporting period,
- held primarily for the purpose of trading or
- cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is treated as current when it is:

- expected to be settled in normal operating cycle or within twelve months after reporting period,
- it is held primarily for the purpose of trading or
- there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

Deferred tax assets and liabilities are classified as noncurrent assets and liabilities.

c Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the 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 future periods.

d Tangible Assets

Fixed assets, are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.



Notes to financial statements for the year ended 31 March 2022

(All amounts are in Indian Rupees, unless otherwise stated)

e Depreciation

Depreciation on fixed assets is calculated on a written down value method using the rates arrived at based on useful life estimated by the management. The Company has used the following useful life to provide depreciation on its fixed assets.

	Useful life
Motor Vehicles	8 Years
Office Equipment	5 Years
Furniture and electrical fittings	10 Years
Plant & Machinery	15 Years

f Inventories

Inventories of stores and spares are valued at cost or net realisable value whichever is lower. The cost is determined on first in first out basis and includes all charges incurred for bringing the inventories to their present condition and location. Net realisable value is the estimated selling price in the ordinary course of business, less estimated cost necessary to make sale.

h Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made.

i Retirement and other employee benefits

(a) Short- term employee benefits

Employee benefits payable wholly within twelve months of availing employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short term employee benefits such as salaries and wages, bonus and ex-gratia to be paid in exchange of employee services are recognized in the period in which the employee renders the related service

(b) Post employment benefits

Defined contribution plans:

A defined contribution plan is a postemployment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The Company makes specified monthly contributions towards Provident Fund. The Company's contribution is recognized as an expense in the Statement of Profit and Loss during the period in which employee renders the related service. There are no other obligations other than the contribution payable to the Provident Fund.

j Income and Deferred Taxes

Tax expense 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 Indian Income Tax Act, 1961. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws.

Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. Unrecognised deferred tax assets of earlier years are re-assessed and recognised to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realized. The carrying amount of deferred tax assets are reviewed at each balance sheet date.



Notes to financial statements for the year ended 31 March 2022

(All amounts are in Indian Rupees, unless otherwise stated)

k Earnings per share

The basic earnings per share are computed by dividing the net profit or loss attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. 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 are adjusted for the effects of all dilutive potential equity shares, if any.

l Provisions

A provision is recognised when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

m Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

n Cash and cash equivalents

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



A.R.S. INTERNATIONAL PRIVATE LIMITED

Notes to financial statements for the year ended 31 March 2022

2. Property, Plant and Equipments

2a. Property, Plant and Equipments

Particulars	GROSS BLOCK (AT COST)				DEPRECIATION & AMORTISATION				NET BLOCK	
	As at 1st April, 2021	Additions during the period	Deductions during the period	As at 31st March 2022	As at 1st April, 2021	For the period	Deductions during the period	As at 31st March 2022	As at 31st March 2022	As at 31st March, 2021
1	2	3	4	5	6	7	8	9	10	11
Computer & Printer	58,262	270,051	-	328,313	2,406	64,234	-	66,640	261,673	55,856
Furniture & Fixture	95,522	-	-	95,522	80,546	3,837	-	84,383	11,139	14,976
Vehicles	1,013,300	699,769	32,000	1,681,069	795,178	130,655	13,994	911,839	769,230	218,122
Building	-	7,902,402	-	7,902,402	-	311,202	-	311,202	7,591,200	-
Plant & Machinery	2,467,001	3,367,540	-	5,834,541	1,206,167	391,695	-	1,597,862	4,236,679	1,260,834
Electric Equipments	-	482,085	-	482,085	-	34,931	-	34,931	447,154	-
Office Equipments	145,085	590,745	-	735,830	64,749	158,417	-	223,166	512,664	80,336
Freehold Land	-	1,900,000	-	1,900,000	-	-	-	-	1,900,000	-
Total Tangible Assets	3,779,170	15,212,591	32,000	18,959,761	2,149,046	1,094,971	13,994	3,230,023	15,729,738	1,630,124
Previous Year	2,946,078	833,092	-	3,779,170	1,779,841	369,205	-	2,149,046	16,301,274	1,166,237
Capital Work in Progress	-	-	-	-	-	-	-	-	-	-

2b. Intangible Assets

Particulars	GROSS BLOCK (AT COST)				DEPRECIATION & AMORTISATION				NET BLOCK	
	As at 1st April, 2021	Additions during the period	Deductions during the period	As at 31st March 2022	As at 1st April, 2021	For the period	Deductions during the period	As at 31st March 2022	As at 31st March, 2021	As at 31st March, 2021
1	2	3	4	5	6	7	8	9	10	11
Software	-	245,000	-	245,000	-	7,978	-	7,978	237,022	-
License	-	1,000,000	-	1,000,000	-	992	-	992	999,008	-
Total Intangible Assets	-	1,245,000	-	1,245,000	-	8,970	-	8,970	1,236,030	-
Previous Year	-	-	-	-	-	-	-	-	-	-
Capital Work in Progress	-	-	-	-	-	-	-	-	-	-

2c. Depreciation and Amortization for the period

Particulars	(' in millions)	
Depreciation and amortisation for the period on tangible assets as per Note 2 A	2021-22	2020-21
Amortisation for the period on intangible assets as per Note 2 B	1,094,971	369,205
Total	1,103,941	369,205

A.R.S. INTERNATIONAL PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2022

Note 3 Other Financial Assets	As at March 31, 2022	As at March 31, 2021
Particulars		
(a) Security deposits & Earnest money deposits	715,070	124,400
Total	715,070	124,400

Note 4 Inventories	As at March 31, 2022	As at March 31, 2021
Particulars		
-Stores & Spares	23,040,116	5,279,933
Total	23,040,116	5,279,933

Note 5 Trade receivables	As at March 31, 2022	As at March 31, 2021
Particulars		
(a) Unsecured Considered good	4,677,910	28,245,392
(b) Unsecured Considered doubtful	-	-
Total	4,677,910	28,245,392



Particulars	As at March 31, 2022			
	Outstanding for following periods from the date of payments			
	Less than 6 months	6 months-1 year	1-2 years	2-3 years
(i) Undisputed Trade Receivables - considered good	4,677,910	-	-	-
				Total
				4,677,910

Note 5.2 Trade receivables ageing schedule

Particulars	As at March 31, 2022			
	Outstanding for following periods from the date of payments			
	Less than 6 months	6 months-1 year	1-2 years	2-3 years
(i) Undisputed Trade Receivables - considered good	28,245,392	-	-	-
				Total
				28,245,392



Note 6 Cash and Cash Equivalents		As at March 31, 2022	As at March 31, 2021
Particulars			
Cash and cash equivalents			
(a) Cash on hand	35,116		1,516
(b) Balances with Banks	1,668,547		2,843,475
Total	1,703,663		2,844,991

Note 7 Other current assets (Unsecured, considered goods)		As at March 31, 2022	As at March 31, 2021
Particulars			
(a) Advances other than Capital Advances	15,915,175		10,758,561
(b) Balance with Revenue Authorities	4,246,861		1,034,284
(c) Prepaid expenses	45,868		20,046
Total	20,207,904		11,812,891



A.R.S. INTERNATIONAL PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2022

Note 8 Equity Share capital		As at March 31, 2022	As at March 31, 2021
Particulars			
Authorised			
3,00,000 (Previous year 3,00,000) Equity Shares of ` 10 each fully paid-up		3,000,000	3,000,000
Total		3,000,000	3,000,000
Issued, Subscribed and fully paid up			
3,00,000 (Previous year 3,00,000) Equity Shares of ` 10 each fully paid-up		3,000,000	3,000,000
Total		3,000,000	3,000,000

a. The reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2021 & March 31, 2020 is set out below:

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	Rs.	No. of Shares	Rs.
Numbers of shares at the Beginning	300,000	3,000,000	300,000	3,000,000
Add: Shares issued during the year	-	-	-	-
Numbers of shares at the End	300,000	3,000,000	300,000	3,000,000

b. Shares held by holding / ultimate holding company and / or their subsidiaries / associates:

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% of holding	No. of Shares	% of holding
Accuracy Shipping Limited	299999	99.9997	299999	99.9997

c. Details of shares held by each shareholder holding more than 5% shares:

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% Holding	No. of Shares	% Holding
Vinay Dinanath Tripathi	1	0.0003	1	0.0003

d. Details of Shareholding of Promoters:

Promoter Name	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% Holding	No. of Shares	% Holding
Vinay Dinanath Tripathi	1	0.0003	1	0.0003

d. The company has only one class of equity shares having a par value of ` 10 per share. Each holder of equity shares is entitled to one vote per share. Equity Shareholders are eligible to dividend proposed by the Board of Directors as approved by Shareholders in the ensuing Annual General Meeting.

e. In the event of liquidation of the company, the holders of equity 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 equity shares held by the shareholders.



A.R.S. INTERNATIONAL PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2022

Note 9 Borrowings

Particulars	As at March 31, 2022		As at March 31, 2021	
	Non Current	Current	Non Current	Current
Secured				
a) Term Loans				
(i) Vehicle Loan	312,243	105,059	417,302	93,235
Total	<u>312,243</u>	<u>105,059</u>	<u>417,302</u>	<u>93,235</u>

Note 10 Borrowings

Particulars	As at March 31, 2022	As at March 31, 2021
(a) Current Maturity of Long Term Debts	105,059	93,235
Total	<u>105,059</u>	<u>93,235</u>

Note 11 Trade payables

Particulars	As at March 31, 2022	As at March 31, 2021
Trade payables - Other than acceptances*		
(a) Total outstanding dues of micro enterprises and small enterprises	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	25,899,833	40,571,875
Total	<u>25,899,833</u>	<u>40,571,875</u>

Note 11.1 Trade Payables ageing schedule

Note 11.1 Trade Payables ageing schedule		As at March 31, 2022				
Particulars	Outstanding for following periods from the date of payments					Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
(i) Dues to MSME	-	-	-	-	-	-
(ii) Dues to Others	25,899,833	-	-	-	-	25,899,833

Note 11.2 Trade Payables ageing schedule

Note 11.2 Trade Payables ageing schedule		As at March 31, 2022				
Particulars	Outstanding for following periods from the date of payments				Total	
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
(i) Dues to MSME	-	-	-	-	-	
(ii) Dues to Others	40,571,875	-	-	-	40,571,875	

Note 12 Other current liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
(a) Statutory Remittances	340,850	35,485
(b) Expenses Payable	4,160,390	4,135,287
(c) Advances from Customers	36,486,146	5,436,700
Total	<u>40,987,385</u>	<u>9,607,472</u>



A.R.S. INTERNATIONAL PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2022

13 Revenue from operations

Particulars	For Year ended March 31, 2022	For Year ended March 31, 2021
(a) Sale of Service	35,361,568	193,718,661
(b) Sale of Goods	103,945,109	1,503,907
Total	139,306,677	195,222,568

14 Other income

Particulars	For Year ended March 31, 2022	For Year ended March 31, 2021
(a) Interest income	-	21,147
(b) Miscellaneous income	1,114,717	140,031
Total	1,114,717	161,178

15 Cost of Materials Consumed and Traded Goods

Particulars	For Year ended March 31, 2022	For Year ended March 31, 2021
(a) Purchases	134,962,282	178,188,169
(b) Gas Expenses	115,747	33,974
(c) Mandvi Farm Expenses	2,310,321	8,297,266
Total	137,388,350	186,519,409

16 Change in Inventories

Particulars	For Year ended March 31, 2022	For Year ended March 31, 2021
(a) Opening Stock	5,279,933	5,252,799
(b) Closing Stock	23,040,116	5,279,933
Total	(17,760,183)	(27,134)

17 Employee benefits expense

Particulars	For Year ended March 31, 2022	For Year ended March 31, 2021
(a) Salaries and wages	6,835,982	4,227,277
Total	6,835,982	4,227,277



A.R.S. INTERNATIONAL PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2022

18 Finance Cost

Particulars	For Year ended March 31, 2022	For Year ended March 31, 2021
Interest Expenses		
- On Borrowings	56,249	37,736
Other Borrowing Cost	-	13,000
Total	56,249	50,736

19 Other expenses

Particulars	For Year ended March 31, 2022	For Year ended March 31, 2021
Land Development Expenses	649,620	396,240
Advertisement & Business Promotion	36,000	-
Bank Charges	24,850	4,363
Legal and professional	1,369,508	189,090
Commission and Brokerage	38,355	467,000
Rent, Rates and Taxes	3,559,562	3,470
Office Expenses	976,532	767,050
Repair & Maintenance	765,881	777,491
Power and fuel	940,992	302,902
Security Services	161,999	367,284
Communication	4,515	3,828
Insurance Expense	38,159	31,353
Printing & Stationary Expenses	20,820	33,185
Labour Charges	1,051,428	-
Transportation Expenses	202,581	165,130
Travelling Expenses	130,031	-
Payments to Auditors*	30,000	30,000
Motor Vehicle Expenses	611,515	96,210
Miscellaneous Expenses	839,384	151,883
Total	11,451,732	3,786,479

*** Payable to Auditor:**

For Audit fee	30,000	30,000
TOTAL	30,000	30,000

20 Earnings Per Share (Basic & Diluted)

Particulars	For Year ended March 31, 2022	For Year ended March 31, 2021
Profit/(Loss) for the year attributable to Owners of the Company	1,265,361	462,775
Amount available for calculation of Basic and Diluted EPS - (a)	1,265,361	462,775
Weighted Agerage No. of Equity Shares Outstanding for Basic & Diluted EPS - (b)	300,000	300,000
Basic and Diluted Earnings Per Share of Rs. 10/- Each (In Rs.) - (a) \ (b)	4.22	1.54



21. Related Party Disclosure:

(A) List of Related Parties

(i) Key Management Personnel

1	Mr. Vinay Tripathi - Director
2	Mrs. Rama Tripathi - Director

(ii) Relatives of KMP

1	Mr. Jagdambaprasad Pandey
2	Mr. Vivek Pandey

(iii) Enterprises over which Key Managerial Personnel or their relatives or the person having significant influence / control over the reporting entity are able to exercise significant influence / control

1	Jayant Logistics Private Limited
2	Accuracy Shipping Limited
3	A.R.S. Liners (India) Private Limited
4	Naisha Empty Park Private Limited
5	A.R.S. Clearing & Forwarding LLP
6	A.R.S. Terminals LLP
7	A.R.S. Procon LLP
8	Naisha Motors Private Limited
9	M/s Jayant Co.
10	M/s A.R.S. Engineering
11	A.R.S. Terminals (India) Private Limited

Description of the nature of the transactions	KMP		Relatives of KMP		Entities over KMP or their relatives or the person having significant influence / control over the reporting entity exercise significant influence / control	
	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21
I. Purchase of goods/services						
1 Accuracy Shipping Limited	-	-	-	-	3,566,342	1,692,500
II. Sale of goods/services						
1 Accuracy Shipping Limited	-	-	-	-	34,893,539	155,479,126
2 ARS Procon LLP	-	-	-	-	12,570,000	-
3 ARS Liners (India) Private Limited	-	-	-	-	19,799,000	-
4 Naisha Empty Park Private Limited	-	-	-	-	59,000	-
III. Expenses Incurred						
1 Vinay Tripathi	900,000	900,000	-	-	-	-
2 Rama Tripathi	900,000	900,000	-	-	-	-

(C) Outstanding with the related parties at the end of the year:

Description of the nature of the transactions	KMP		Relative of KMP		Entities over KMP or their relatives or the person having significant influence / control over the reporting entity exercise significant influence / control	
	2021-22	2020-21	2021-22	2020-21	2021-22	2020-21
I. Amount Due from related parties (Dr)						
1 Accuracy Shipping Limited					-	27,103,763
2 ARS Procon LLP					657,648	-
II. Amount Due to related parties (Cr)						
1 Accuracy Shipping Limited					32,749,446	-

