



**SAROVAR INSULATION (PVT) LTD**

**EPS PROCESSING DIVISION**

S. F. 482/B Pollachi Main Road,  
Malumichampatti P.O.  
Coimbatore - 641 050.  
Phone : 2611581

### **NOTICE TO THE MEMBERS**

Notice is hereby given that the Annual General Meeting of M/s. Sarovar Insulation Private Limited will be held at the Registered Office of the Company at SF No 482/B, Pollachi Main Road, Malumichampatti Post Coimbatore, Tamil Nadu - 641021, on Thursday, December, 31, 2020 at 11 A.M. to transact the following business -

#### **ORDINARY BUSINESS**

##### **1. To consider and adopt :**

To consider and if thought fit to pass with or without modification(s) the following resolution as an Ordinary Resolution

**RESOLVED THAT** the Audited Balance Sheet as at 31<sup>st</sup> March 2020 and Statement of Profit & Loss Account of the Company for the year ended 31<sup>st</sup> March 2020 along with Auditors Report and Reports of Directors thereon.

##### **2. Ratification of Appointment of Auditor**

To consider and, if thought fit, to pass with or without modification(s), the following as an Ordinary Resolution -

**"RESOLVED THAT** pursuant to the provisions of Section 139, 142 and other applicable provisions of the Companies Act, 2013, if any, read with the Companies (Audit & Auditors) Rules, 2014, including any statutory enactment or modification thereof, , M/S A.V. Subbarao & Co, Chartered Accountants (Registrations No 224032) as the statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the Annual General Meeting to be held for the financial year 2020-21 on such remuneration as may be mutually agreed between the Board of Directors of the Company and the Auditors".



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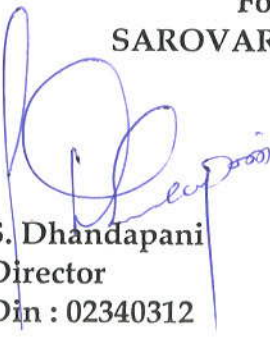
## **SPECIAL BUSINESS :**


### **3. To Appoint Mr. R L . JEYACHANDER (Din: 08885076) as Director of the Company.**

To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**, with or without modification:

**"RESOLVED THAT** pursuant to the applicable provisions of the Companies Act, 2013 and the Rules made there under, **Mr. R L . JEYACHANDER (Din: 08885076)** , who was appointed by the Board of Directors as an Additional Director of the Company with effect from 21<sup>st</sup> September, 2020 and who holds office until the date of this Annual General Meeting, in terms of Section 161 of the Companies Act, 2013 ("Act") and in respect of whom the company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member signifying his candidature for the office of Director, be and is hereby appointed as a Director of the Company."

**For and on behalf of the Board  
SAROVAR INSULATION PRIVATE LIMITED**

  
**S. Dhandapani**  
Director  
Din : 02340312

  
**Ramansundar Jeyachander**  
Director  
Din : 08885076



Place: Coimbatore

Date: 7<sup>th</sup> December, 2020





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## Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on his / her behalf and the proxy need not be a member of the Company. The instrument appointing the proxy and the power of attorney or other authority, if any, under which it is signed or a notarially certified copy of the power or other authority shall be deposited either at the Registered Office of the Company at SF No 482/B, Pollachi Main Road, Malumichampatti Post Coimbatore, Tamil Nadu - 641021., not less than 48 hours before the commencement of the meeting.
2. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as a proxy and such person shall not act as a proxy for any other person or shareholder.
3. Members/Proxies should bring the duly filled in attendance slip enclosed herewith to attend the meeting.
4. All documents referred to in the accompanying Notice and the Explanatory Statement shall be kept open for inspection at the Registered Office of the Company during normal business hours (9.00 a.m to 5.00 p.m) on all working days except Saturdays, up to and including the date of the Annual General Meeting of the Company.
5. Corporate Members intending to send their authorized representatives to attend the Meeting pursuant to Section 113 of the Companies Act, 2013 are requested to send to the Company, a certified copy of the relevant Board Resolution together with their respective specimen signatures authorizing their representative(s) to attend and vote on their behalf at the Meeting.
6. Members are requested to notify any changes in their address to the company

  
**S.Dhandapani**  
Director  
Din : 02340312

**For and on behalf of the Board**  
**SAROVAR INSULATION PRIVATE LIMITED**

  
**Ramansundar Jeyachander**  
Director  
Din : 08885076



Place: Coimbatore

Date: 7<sup>th</sup> December, 2020



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## **Director's Report for the year ended 31<sup>st</sup> March 2020**

To

The Members,

Your Directors have pleasure in presenting their Report on the business and operations of the Company together with Audited Statement of Accounts for the Financial Year ended March 31, 2020.

### **1.FINANCIAL RESULTS**

**(Amount in Rupees)**

<b>Particulars</b>	<b>Financial Year Ended 31<sup>st</sup> March 2019</b>	<b>Financial Year Ended 31<sup>st</sup> March 2020</b>
Income from Operations	1244.50	749.24
Non-Operating Income	14.55	3.45
Total Income	1259.06	752.72
Profit Before Depreciation, Finance Cost,Tax Expenses (EBDIT) and Exceptional item	16.19	(2.05)
Depreciation	-	3.37
Interest and Finance Charges	8.55	15.89
Exceptional Item	-	-
Profit/ (Loss) Before Tax	(7.64)	(21.31)
Tax Expense	-	-
Net Profit/ (Loss) After Tax	(7.64)	(21.31)

### **2. OPERATIONS**

During the year ended 31st march 2020, the net revenue from operations of your Company is Rs. 749.24 as compared to previous Year ended 31st March 2019 of Rs. 12,44.50 and resulting. Netloss of Rs. Rs.21.31 during the year ended 31st March, 2019 as compared to Rs.7.64 of previous year.





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### **3. Dividend**

Due loss your Directors have not declared any dividend for the year ended 31<sup>st</sup> March 2020.

### **4. Reserves**

The entire profit for the year has been transferred to reserves.

### **5. Share Capital**

There is no change in the share capital of the Company during the year ended 31<sup>st</sup> March 2020.

### **6. STATE OF AFFAIRS OF THE COMPANY/CHANGES IN THE NATURE OF THE BUSINESS.**

During the financial year under review, the Company incurred a loss of Rs. 21.21 as against loss of Rs. 7.64 -in the previous year.

The Company has complied the Indian Accounting Standards (Ind-AS) as per the requirement during the financial year 2019-20.

There is no observation of the Statutory Auditors which requires any comments from the Board of Directors of the Company.

### **7. MATERIAL CHANGES AFFECTING FINANCIAL POSITION OF THE COMPANY**

There are no material changes and commitments occurred, affecting the financial position of the Company, between the end of the financial year of the Company and the date of this report.

There is no order passed by any regulator or court or tribunal against the Company, impacting the going concern concept or future operations of the Company.

### **8. PUBLIC DEPOSITS**

The Company has not accepted or renewed any public deposits during the financial year 2019-20.

### **9. COMPOSITION AND NUMBER OF MEETINGS OF BOARD**

The Board of Directors of the Company comprises of well qualified and experienced persons having expertise in their respective areas.

During the period, Mr. K.Murali, Director of the Company resigned on 10.12.2020 & Mr. Ramasundar Jeyachandran, Director of the Company was appointed as an Additional Director of the Company w.e.f. 21.09.2020.



Except the above, there were no other change in directorship during the financial year 2019-20.

During the financial year 2019-20 there were Seven Board meetings held i.e., on 14<sup>th</sup> May, 2019: 8<sup>th</sup> August, 2019: 24<sup>th</sup> September, 2019 : 26<sup>th</sup> September, 2019 : 16<sup>th</sup> October, 2019: 16<sup>th</sup> December, 2019 : 31<sup>st</sup> March, 2020 :

No Director is related to any other Director on the Board.

#### **10. A STATEMENT ON DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY**

The Company evaluates the existing as well as anticipated risks and the strategy to mitigate those risks within the defined time frame. The Company has in place risk identification and mitigation policy. The Company does not foresee any material risks which may threaten the existence of the Company.

#### **11. STATUTORY AUDITOR**

The Auditors, M/s A.V. Subbarao & Co, Chartered Accountants, Chennai, retire at the ensuing Annual General Meeting and, being eligible offer themselves for reappointment from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting.

The Auditors' Report is annexed hereto and forms part of the Annual Report. The Auditors' report does not contain any qualifications, reservations or adverse remarks..

#### **12. DIRECTOR'S RESPONSIBILITY STATEMENT**

Pursuant to section 134(3) (c) and (5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- a) The Company has followed the applicable accounting standards in the preparation of the annual accounts for the year ended and there is no material deviation from the previous year.
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company for the year ended.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities and;
- d) The Directors have prepared the annual accounts of the company on a going concern basis.
- e) The Directors have devised proper system to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.





### **13. EXTRACT OF ANNUAL RETURN**

Pursuant to the provisions of the Sub-Section (3) of Section 92 of the Companies Act, 2013 read with Rule 12 of the Companies (Management & Administration) Rules, 2014, an extract of the Annual Return of the Company for the year ended March 31, 2020 is given in the prescribed format Form MGT-9 as Annexure to this report.

### **14. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

Under Section 186 of the Companies Act, 2013 the Company has neither given any Loan, Guarantee nor provided any Security in connection with a loan, directly or indirectly, to any person or other body corporate.

### **15. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND**

Dividend has not been declared by the company since inception, hence the provisions of Section 125 of the Companies Act, 2013 are not applicable.

### **16. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

### **17. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

All contracts/ arrangements/ transactions entered by the Company during the financial year with related parties were on an arm's length basis, in the ordinary course of business and are in compliance with the applicable provisions of the Companies Act, 2013.

There were no materially significant Related Party Transactions made by the Company with Promoters and Directors, which may have a potential conflict with the interest of the Company. There are no transactions that are required to be reported in Form AOC-2 hence said form does not form part of this report. However, the details of the transactions with Related Party are provided in the Company's financial statements in accordance with the Accounting Standards.

### **18. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013



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### **19. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

The Company is a Subsidiary company of M/s. BEARDSSELL LTD. and the Company does not have any Subsidiary, Joint venture or Associate Company.

### **20. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM**

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

### **21. SEXUAL HARASSMENT OF WOMEN**

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

No. of complaints received: Nil

No. of complaints disposed of: Nil

### **22. CONSERVATION OF ENERGY**

The operations of the Company are not energy-intensive. However, significant measures are taken to reduce energy consumption by using energy-efficient computers and purchasing energy-efficient equipment.

### **23. FOREIGN EXCHANGE EARNINGS AND OUTGO**

There is no foreign exchange inflow or outflow during the financial year ended March 31, 2020.

### **ACKNOWLEDGEMENT**

The Directors are also thankful to all other stakeholders for their valuable sustained support to the company.

  
**S.Dhandapani**  
Director  
Din : 02340312

For and on behalf of the Board  
**SAROVAR INSULATION PRIVATE LIMITED**



  
**Ramansundar Jeyachander**  
Director  
Din : 08885076

Place: Coimbatore

Date: 7<sup>th</sup> December, 2020





To the Members of M/s SAROVAR INSULATION PRIVATE LIMITED

**Report on the Financial Statements**

**Opinion**

We have audited the accompanying financial statements of M/s. SAROVAR INSULATION PRIVATE LIMITED which comprises the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and 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 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, 2020, 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.

**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 for the financial year ended March 31, 2020. 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.

We have determined that there are no Key audit matters to communicate in our report.

**Responsibility of Management for the 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, changes in equity 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 implementation and maintenance of 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.

Those Board of Directors are also responsible for overseeing the company's financial reporting process

#### **Auditor's Responsibility 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.


#### **Report on other Legal and Regulatory Requirements:**

1. 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 Act, 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. 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".
3. 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) 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 dealt with by this Report are in agreement with the books of account.
- d) Our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31 March, 2020, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2020, from being appointed as a director in terms of Section 164(2) of the Act.
- f) Our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
  - 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 derivatives contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.

For A.V SubbaRao & co.,  
Chartered Accountants  
(Firm Registration No.: 005809S)

  
(B Janaki Suresh)  
Partner  
Membership No.: 224032

Place: Chennai  
Date: 29-06-2020  
UDIN: 21224032AAAAAD4830

## **"ANNEXURE A" TO THE AUDITORS' REPORT**

*[Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' of my/our Report of even date to the members of SAROVAR INSULATION PRIVATE LIMITED on the accounts of the Company for the year ended 31<sup>st</sup> March, 2020]*

On the basis of such checks as we considered appropriate and according to the information and explanations given to me/us during the course of our audit, I/we report that:

### ***I. In respect of its fixed assets:***

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
- (b) As explained to us, fixed assets have been physically verified by the management during the year in accordance with the phased programme of verification adopted by the management which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

### ***II. In respect of its inventory:***

- (a) As explained to us, the inventories of finished goods, semi-finished goods, stores, spare parts and raw materials were physically verified at regular intervals/(at the end of the year) by the Management. In case of inventories lying with third parties, certificates of stocks holding have been received.
- (b) Our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the Management were reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) Our opinion and according to the information and explanations given to us, the company has maintained proper records of its inventories and no material



discrepancies were noticed on physical verification of stocks as compared to book records.

**III. *In respect of loans, secured or unsecured, granted to the parties covered in register maintained under Section 189 of the Companies Act, 2013:***

According to the information and explanations given to us, the company has not granted any loans to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013; and therefore paragraph 3(iii) of the Order is not applicable.

**IV. The Company has not received any public deposits during the year.**

**V. As informed to us, the Central Government has not prescribed maintenance of cost records under sub-Section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.**

**VI. In respect of statutory dues:**

- a. According to the records of the Company and information and explanations given to us, the company has generally been regular in depositing undisputed statutory dues, including Provident Fund, employees state insurance (ESI), Investor Education and Protection Fund, Income-tax, Tax deducted at sources, Tax collected at source, Professional Tax, Sales Tax, Value Added Tax (VAT), Wealth Tax, Service Tax, Custom Duty, Excise Duty, Goods and service tax, Goods and service tax, Cess and other material statutory dues applicable to it, with the appropriate authorities.
- b. According to the information and explanations given to us, there were no undisputed amounts payable in respect of Income-tax, Wealth Tax, Custom Duty, Excise Duty, Sales Tax, VAT, Goods and service tax, Cess and other material statutory dues in arrears /were outstanding as at 31<sup>st</sup> March, 2020 for a period of more than six months from the date they became payable.
- c. There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.

- VII. The Company does not have the accumulated losses at the end of financial year. The Company has not incurred any Cash losses during the financial year covered by our Audit and the immediately preceding financial year.
- VIII. In our opinion and according to the information and explanations given to us, the company has not defaulted in the repayment of dues to financial institutions, banks and debenture holders.
- IX. In our opinion, and according to the information and the explanation given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions during the year;
- X. The Company has not obtained any term loan during the year, so this para of order is not applicable.
- XI. To the best of our knowledge and according to the information and explanations given to us, no fraud by the company and no material fraud on the company has been noticed or reported during the year.

For A.V Subba Rao & co.,  
Chartered Accountants  
(Firm Registration No.: 005809S)

  
(B Janaki Suresh)  
Partner  
Membership No.: 224032



Place: Chennai  
Date: 29-06-2020  
UDIN: 21224032AAAAAD4830



## **"ANNEXURE B" TO THE AUDITORS' REPORT**

### **Report on the Internal Financial Controls 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 **SAROVAR INSULATION PRIVATE LIMITED** ("the Company") as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management 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, including adherence to company's policies, 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 Company's internal financial controls over financial reporting 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") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued

by the Institute of Chartered Accountants of India. 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 was 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 of 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 controls system over financial reporting.

#### **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

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) 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



(3) 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.

#### **Inherent 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 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, 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 A.V Subba Rao & co.,  
Chartered Accountants  
(Firm Registration No.: 005809S)

  
(B Janaki Suresh)

Partner

Membership No.: 224032



Place: Chennai

Date: 29-06-2020

UDIN: 21224032AAAAAD4830

**Sarovar Insulation Private Limited**

CIN : U32109TZ1999PTC008729

**Balance Sheet as at March 31, 2020**

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

	Notes	March 31, 2020	March 31, 2019
<b>ASSETS</b>			
<b>Non current assets</b>			
Property, plant and equipment	3	188.65	-
Financial assets			
Investments	4	0.25	0.25
Others	5	2.90	2.90
Non-current tax assets (net)	6	2.35	0.78
		<b>194.15</b>	<b>3.93</b>
<b>Current assets</b>			
Inventories	7	26.61	38.51
Financial assets			
Trade receivables	8	238.71	239.72
Cash and cash equivalents	9	7.55	26.00
Others	10	0.50	-
Other current assets	11	609.47	709.79
		<b>882.84</b>	<b>1,014.02</b>
<b>Total assets</b>		<b>1,076.99</b>	<b>1,017.95</b>
<b>EQUITY and LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	12	1.01	1.01
Other equity	13	(208.01)	(186.70)
<b>Total equity</b>		<b>(207.00)</b>	<b>(185.69)</b>
<b>Liabilities</b>			
<b>Non current liabilities</b>			
Financial liabilities			
Borrowings	14	89.20	-
Provisions	15	22.27	23.56
		<b>111.47</b>	<b>23.56</b>
<b>Current liabilities</b>			
Financial liabilities			
Borrowings	16	116.40	-
Trade payables	17	-	-
Total outstanding dues of micro, small and medium enterprises		-	-
Total outstanding dues of creditors other than micro, small and medium enterprises		395.83	417.87
Other financial liabilities	18	17.21	-
Other current liabilities	19	636.95	664.96
Provisions	20	6.13	97.25
		<b>1,172.52</b>	<b>1,180.08</b>
<b>Total equity and liabilities</b>		<b>1,076.99</b>	<b>1,017.95</b>

The accompanying notes are an integral part of the financial statements.

As per our report of even date

**For A V Subba Rao & Co**

Chartered Accountants

ICAI Firm registration number: 005809S

per **B Janaki Suresh**

Partner

Membership no.: 224032

Place: Chennai

Date: June 29, 2020

For and on behalf of the Board of Directors

**Sarovar Insulation Private Limited**

Director

DIN: 02340312

Director

DIN: 08885076





**Sarovar Insulation Private Limited**

CIN : U32109TZ1999PTC008729

**Statement of Profit and Loss for the year ended March 31, 2020**

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

	Notes	For the year ended March 31, 2020	For the year ended March 31, 2019
<b>I. Income</b>			
Revenue from contracts with customers	21	749.24	1,055.56
Other income	22	3.45	14.56
Finance income	23	0.03	-
<b>Total income</b>		<b>752.72</b>	<b>1,070.12</b>
<b>II. Expenses</b>			
Cost of materials consumed	24	490.54	772.19
Changes in inventories of finished goods, work-in-progress and traded goods	25	8.02	0.32
Employee benefits expense	26	119.30	128.79
Finance costs	27	15.89	8.55
Depreciation and amortisation expense	28	3.37	-
Other expenses	29	136.91	152.63
<b>Total expenses</b>		<b>774.03</b>	<b>1,062.48</b>
<b>Profit/(loss) before tax</b>		<b>(21.31)</b>	<b>7.64</b>
<b>Tax expense</b>			
Current tax		-	-
Deferred tax		-	-
<b>Total tax expense</b>		<b>-</b>	<b>-</b>
<b>Profit/(loss) for the year</b>		<b>(21.31)</b>	<b>7.64</b>
<b>Other comprehensive income (OCI)</b>			
<b>Items not to be reclassified to profit or loss in subsequent periods</b>			
Gain/(loss) on FVTOCI financial assets		-	-
Income tax effect		-	-
Re-measurement gains / (losses) on defined benefit plans		-	-
Income tax effect		-	-
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss) for the year</b>		<b>(21.31)</b>	<b>7.64</b>
<b>Earnings Per Equity Share Rs. 10/- each fully paid (March 31, 2019: Rs. 10/- each fully paid)</b>			
Computed on the basis of total profit/(loss) for the year			
Basic (Rs.)		(106.02)	38.01
Diluted (Rs.)		(106.02)	38.01

The accompanying notes are an integral part of the financial statements.

As per our report of even date

**For A V Subba Rao & Co**

Chartered Accountants

ICAI Firm registration number: 005809S

per B Janaki Suresh

Partner

Membership no.: 224032

Place: Chennai

Date: June 29, 2020

For and on behalf of the Board of Directors

**Sarovar Insulation Private Limited**

Director

DIN: 02340312

Director

DIN: 08885076



**Sarovar Insulation Private Limited**

CIN : U32109TZ1999PTC008729

**Consolidated Statement of Cash Flows for the year ended March 31, 2020**

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

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
<b>Cash flows used in / from operating activities</b>		
<b>Profit/(loss) before exceptional items and tax</b>	<b>(21.31)</b>	<b>7.64</b>
Adjustments for		
Depreciation and amortisation expense	3.37	
Loss/ (gain) on sale of property, plant and equipment (net)	-	(14.48)
Dividend income	(0.04)	(0.04)
Finance income	(0.03)	
Allowance for credit loss	-	
Finance costs	15.89	8.56
Net loss/ (gain) on foreign exchange fluctuations (unrealised)	-	
<b>Operating profit before working capital changes</b>	<b>(2.12)</b>	<b>1.67</b>
<b>Movement in working capital</b>		
(Increase)/ Decrease in inventories	11.91	14.46
(Increase)/ Decrease in current and non-current trade receivables	1.00	684.39
(Increase) / Decrease in financial and non-financial assets	99.83	(681.01)
(Increase) / Decrease in other assets	(1.56)	-
(Decrease)/ Increase in trade payables	(43.57)	(5.11)
(Decrease)/ Increase in financial, non-financial liabilities and provisions	(98.90)	(200.68)
<b>Cash generated from operations</b>	<b>(31.30)</b>	<b>(186.29)</b>
Income tax paid		(0.00)
<b>Net cash flows (used in) / from operating activities (A)</b>	<b>(33.42)</b>	<b>(186.29)</b>
<b>Cash flows (used in) / from investing activities</b>		
Purchase of property, plant and equipment, including intangible assets, capital work in progress and capital advances	(192.01)	
Proceeds from sale of property, plant and equipment	-	423.48
Deposits made during the year	-	
Purchase of Investments	-	
Dividends received	0.04	0.04
Finance income received	0.03	
<b>Net cash flows (used in) / from investing activities (B)</b>	<b>(191.94)</b>	<b>423.52</b>
<b>Net cash flows (used in) / from financing activities</b>		
Repayment of long - term borrowings (net)	106.40	-
Proceeds from short - term borrowings (net)	116.40	(215.18)
Dividend paid	-	-
Payment of Lease Liabilities	-	-
Tax on dividend	-	-
Finance cost paid	(15.89)	(8.56)
<b>Net cash flows (used in) /from financing activities (C)</b>	<b>206.91</b>	<b>(223.74)</b>
<b>Net decrease in cash and cash equivalents (A+B+C)</b>	<b>(18.45)</b>	<b>13.51</b>
Cash and cash equivalents at the beginning of the year	26.00	12.49
<b>Cash and cash equivalents at the year end</b>	<b>7.55</b>	<b>26.00</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand	0.85	0.95
Cheques / drafts on hand	-	-
Balances with banks	-	-
On current accounts	6.70	25.05
In deposits with original maturity of less than three months	-	-
<b>Total cash and cash equivalents</b>	<b>7.55</b>	<b>26.00</b>

The accompanying notes are an integral part of the financial statements.

As per our report of even date

**For A V Subba Rao & Co**

Chartered Accountants

ICAI Firm registration number: 005809S

per B Janaki Suresh

Partner

Membership no.: 224032

Place: Chennai

Date: June 29, 2020

For and on behalf of the Board of Directors

**Sarovar Insulation Private Limited**

Director

DIN: 02340312

Director

DIN: 08885076





**Sarovar Insulation Private Limited**

CIN : U32109TZ1999PTC008729

**Statement of Changes in Equity for the year ended March 31, 2020**

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

**a. Equity Share Capital**

	Number of shares	Rs. In Lakhs
Equity Shares of Rs.10/- Each (March 31, 2019: Rs.10/- each), subscribed and fully paid up		
As at April 01, 2018	20,100	1.01
Increase/(decrease) during the year	-	-
At March 31, 2019	20,100	1.01
Increase/(decrease) during the year	-	-
At March 31, 2020	20,100	1.01

**b. Other Equity**

Particulars	Reserves and surplus			Items of OCI	Total
	Securities premium	General Reserve	Surplus in Profit and loss	FVTOCI reserve	
As at April 01, 2018	-	-	(194.34)	-	(194.34)
Profit for the year	-	-	7.64	-	7.64
Other Comprehensive Income	-	-	-	-	-
Re-measurement gain/(loss) on Defined Benefit Obligations (net) transferred to Retained Earnings	-	-	-	-	-
<b>Total Comprehensive Income</b>	-	-	(186.70)	-	(186.70)
Interim dividend and tax thereon	-	-	-	-	-
As at March 31, 2019	-	-	(186.70)	-	(186.70)
Profit for the year	-	-	(21.31)	-	(21.31)
Other Comprehensive Income	-	-	-	-	-
Re-measurement gain/(loss) on Defined Benefit Obligations (net) transferred to Retained Earnings	-	-	-	-	-
<b>Total Comprehensive Income</b>	-	-	(208.01)	-	(208.01)
Interim dividend and tax thereon	-	-	-	-	-
As at March 31, 2020	-	-	(208.01)	-	(208.01)

The accompanying notes are an integral part of the financial statements

As per our report of even date

**For A V Subba Rao & Co**

Chartered Accountants

ICAI Firm registration number: 005809S

per B Janaki Shresh

Partner

Membership no.: 224032

Place: Chennai

Date: June 29, 2020



For and on behalf of the Board of Directors

**Sarovar Insulation Private Limited**

Director

DIN: 02340312

Director

DIN: 08885076



Sarovar Insulation Private Limited

CIN : U32109TZ1999PTC008729

Notes to Financial Statements for the year ended March 31, 2020

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

3 Property, plant and equipment

Particulars	Freehold land	Leasehold Land	Buildings on Leasehold Land	Buildings on Freehold Land	Plant and Equipment	Computer	Furniture, Fixtures & Office Equipment	Leasehold Improvements	Vehicles	Total property, plant and equipment
<b>Gross block</b>										
As at April 01, 2018	-	173.49	252.49	-	-	-	-	-	-	425.98
Additions	-	-	-	-	-	-	-	-	-	-
Disposals	-	(173.49)	(235.52)	-	-	-	-	-	-	(409.01)
As at March 31, 2019	-	-	16.97	-	-	-	-	-	-	16.97
Additions	-	-	-	-	192.01	-	-	-	-	192.01
Disposals	-	-	-	-	-	-	-	-	-	-
As at March 31, 2020	-	-	16.97	-	192.01	-	-	-	-	208.98
<b>Depreciation</b>										
As at April 01, 2018	-	-	16.96	-	-	-	-	-	-	16.96
Charge for the year	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-
As at March 31, 2019	-	-	16.96	-	-	-	-	-	-	16.96
Charge for the year	-	-	-	-	3.37	-	-	-	-	3.37
Disposals	-	-	-	-	-	-	-	-	-	-
As at March 31, 2020	-	-	16.96	-	3.37	-	-	-	-	20.33
<b>Net carrying value</b>										
As at March 31, 2019	-	-	-	-	-	-	-	-	-	-
As at March 31, 2020	-	-	-	-	188.65	-	-	-	-	188.65



**4 Non-current investments (fully paid up)**

	March 31, 2020	March 31, 2019
<b>Investments</b> ( <i>Quoted equity instruments at fair value through OCI</i> )		
- 2,500 (March 31, 2019 : 2,500) equity shares of Rs. 10/- each fully paid up in Saraswat Co-operative Bank Ltd	0.25	0.25
<b>Total Investments</b>	<b>0.25</b>	<b>0.25</b>

**5 Other non-current financial assets**

(Unsecured, considered good unless otherwise stated)

	March 31, 2020	March 31, 2019
Security Deposits	2.90	2.90
<b>Total</b>	<b>2.90</b>	<b>2.90</b>

**6 Non-current tax assets (net)**

(Unsecured, considered good unless otherwise stated)

	March 31, 2020	March 31, 2019
Advance income tax net of provision for tax	2.35	0.78
<b>Total</b>	<b>2.35</b>	<b>0.78</b>

**7 Inventories**

(Cost or net realisable value whichever is lower)

	March 31, 2020	March 31, 2019
Raw materials and packing materials	11.04	14.97
Work-in-progress	5.94	7.67
Finished goods	4.79	11.08
Stores and spares	4.84	4.79
<b>Total</b>	<b>26.61</b>	<b>38.51</b>

**8 Trade Receivables**

	March 31, 2020	March 31, 2019
Trade receivables	43.05	45.88
Receivables from related parties (Refer note 44)	195.66	193.44
<b>Total trade receivables</b>	<b>238.71</b>	<b>239.32</b>
<b>Break-up for security details:</b>		
Considered good - Unsecured	238.71	239.72
Trade Receivables - credit impaired	-	-
<b>Total trade receivables</b>	<b>238.71</b>	<b>239.72</b>
<b>Impairment Allowance (allowance for bad and doubtful debts)</b>		
Considered good - Unsecured	-	-
Trade Receivables - credit impaired	-	-
<b>Total</b>	<b>238.71</b>	<b>239.72</b>

No trade receivables are due from directors or other officers of the Company either severally or jointly with any other person.

Sarovar Insulation Private Limited

CIN : U32109TZ1999PTC008729

Notes to Financial Statements for the year ended March 31, 2020

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

**9 Cash and cash equivalents**

	March 31, 2020	March 31, 2019
Balances with Banks		
On current accounts	6.70	25.05
Cash on hand	0.85	0.95
<b>Total</b>	<b>7.55</b>	<b>26.00</b>

**10 Others current financial assets**

(Unsecured, considered good unless stated otherwise)

	March 31, 2020	March 31, 2019
Security deposits	0.50	-
<b>Total</b>	<b>0.50</b>	<b>-</b>

**11 Other current assets**

(Unsecured, considered good unless otherwise stated)

	March 31, 2020	March 31, 2019
Advances for supply and services	5.32	5.30
Advances for supply and services - from related parties	557.06	693.60
Prepayments	2.74	1.52
Balances with Statutory/Government Authorities (net)	41.40	5.78
Other advances	2.95	3.59
<b>Total</b>	<b>609.47</b>	<b>709.79</b>

**Sarovar Insulation Private Limited**

CIN : U32109TZ1999PTC008729

Notes to Financial Statements for the year ended March 31, 2020

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

**12 Share capital**

**12.1 Authorised share capital**

Equity shares of Rs. 10/- each (March 31, 2019 : Rs. 10/- each)

	Rs. in lakhs
At April 1, 2018	165.00
Increase/(decrease) during the year	-
At March 31, 2019	165.00
Increase/(decrease) during the year	-
At March 31, 2020	165.00

**12.2 Issued, Subscribed and Paid-up Capital**

Equity shares of Rs. 10/- each (March 31, 2019 : Rs. 10/- each) issued, subscribed and fully paid

	Rs. in lakhs
At April 1, 2018	1.01
Increase/(decrease) during the year	-
At March 31, 2019	1.01
Increase/(decrease) during the year	-
At March 31, 2020	1.01

**12.3 Terms/ rights attached to shares**

The Company has issued only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share. The Company declares dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders at the Annual General Meeting.

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.

**12.4 Details of shareholders holding more than 5% shares in the Company**

	March 31, 2020		March 31, 2019	
	Number of shares held	% holding	Number of shares held	% holding
Beardsell Limited	20,100	100.00%	20,100	100.00%
Mr.Bharat Anumolu				
Gunnam Subba Rao Insulation Private Limited				

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

**13 Other equity**

	March 31, 2020	March 31, 2019
<b>Reserves and Surplus</b>		
<b>Surplus in the statement of profit and loss</b>		
Balance at the beginning of the year	(186.70)	(194.34)
Add: Profit for the year	(21.31)	7.64
Re-measurement gain/(loss) on Defined Benefit Obligations (net) transferred from FVTOCI reserve	-	-
<b>Balance at the end of the year</b>	<b>(208.01)</b>	<b>(186.70)</b>
<b>Total other equity</b>	<b>(208.01)</b>	<b>(186.70)</b>



14 Borrowings (non-current)			
	March 31, 2020	March 31, 2019	
Term loans			
Indian Rupee loans from banks (Secured) (a)	106.41	-	
<b>Total</b>	<b>106.41</b>	<b>-</b>	
Current maturities of non-current borrowings			
Indian Rupee term loans from banks (Secured) (b)	17.21	-	
	17.21	-	
Less: Amount disclosed under the head "other financial liabilities" (c)	(17.21)	-	
<b>Total non-current borrowings ((a) - (c))</b>	<b>89.20</b>	<b>-</b>	

(i) The Rupee term loans from DBS Bank are secured by way of Corporate Guarantee given by the Holding Company and M/s Gunnam Subba Rao Insulation Private Limited. These term loans are repayable over a period of 5 years and the average floating interest rate is 10.00% (previous year - Nil)

15 Provisions (non-current)			
	March 31, 2020	March 31, 2019	
Provision for gratuity	22.27	23.56	
<b>Total</b>	<b>22.27</b>	<b>23.56</b>	

16 Borrowings (Current)			
	March 31, 2020	March 31, 2019	
Cash credit from banks (secured)	116.40	-	
<b>Total</b>	<b>116.40</b>	<b>-</b>	

(i) The interest rate on the cash credit and buyer's credit ranges between 10.00% to 11.00%.

17 Trade payables			
	March 31, 2020	March 31, 2019	
Outstanding dues to micro, small and medium enterprises	-	-	
Outstanding dues to creditors other than micro, small and medium enterprises	395.83	417.87	
	<b>395.83</b>	<b>417.87</b>	

Based on the information available with the Company, there are no dues to enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006, as at March 31, 2020 (March 31, 2019: Nil). Further, the Company has not paid any interest to any Micro and Small Enterprises during the current and previous year.

**Terms and conditions of the above financial liabilities**

Trade payables are non interest bearing and carry a credit period generally between 30 and 60 days

18 Other financial liabilities (current)			
	March 31, 2020	March 31, 2019	
Current maturities of long term debt (refer note (ii) below)	17.21	-	
<b>Total</b>	<b>17.21</b>	<b>-</b>	

(i) Interest payable is normally settled monthly/ quarterly throughout the financial year.

(ii) Current maturities of long-term debt pertains to secured term loans taken from banks. Refer note (i) under non-current borrowings for details of security and terms of repayment

19 Other current liabilities			
	March 31, 2020	March 31, 2019	
Statutory liabilities	-	-	
Advances received from customers	102.42	130.44	
Payable to related parties	534.53	534.52	
<b>Total</b>	<b>636.95</b>	<b>664.96</b>	

20 Provisions (current)			
	March 31, 2020	March 31, 2019	
Other provisions	6.13	97.25	
<b>Total</b>	<b>6.13</b>	<b>97.25</b>	

**Breakup of financial liabilities**

	March 31, 2020	March 31, 2019	
Valued at amortised cost			
Non current borrowings	89.20	-	
Current borrowings	116.40	-	
Trade Payables	395.83	417.87	
Other non-current and current financial liabilities	17.21	-	
<b>Total financial liabilities carried at amortised cost</b>	<b>618.64</b>	<b>417.87</b>	

**21 Revenue from contracts with customers**

	For the year ended 31-Mar- 2020	For the year ended 31-Mar- 2019
Sale of Products		
Finished goods	749.24	1,055.56
<b>Total revenue from operations</b>	<b>749.24</b>	<b>1,055.56</b>

**Disaggregated information**

	For the year ended 31-Mar- 2020	For the year ended 31-Mar- 2019
<b>Timing of revenue recognition</b>		
Goods/ services transferred at a point in time	749.24	1,055.56
Services transferred over time	-	-
	<b>749.24</b>	<b>1,055.56</b>
<b>Contract balances</b>		
Trade receivables	238.71	239.72
Contract assets	-	-
Contract liabilities	102.42	130.44

Trade receivables are non-interest bearing and are generally on terms of 30 to 90 days.

Contract assets are recognised over time based on the progress of completion of the service as per the terms of the contract, as the customer simultaneously receives and consumes the benefits provided by the Company. Upon completion and acceptance by the customer, the amounts recognised as contract assets are reclassified to trade receivables.

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier).

**22 Other income**

	For the year ended 31-Mar- 2020	For the year ended 31-Mar- 2019
Rental income from operating leases	1.75	-
Dividend Income	0.04	0.04
Net gain on sale of property, plant and equipment	-	14.48
Other non-operating income	1.66	0.04
<b>Total</b>	<b>3.45</b>	<b>14.56</b>

**23 Finance income**

	For the year ended 31-Mar- 2020	For the year ended 31-Mar- 2019
Interest Income on Bank Deposits	0.03	-
<b>Total</b>	<b>0.03</b>	<b>-</b>

**24 Cost of raw materials consumed**

	For the year ended 31-Mar- 2020	For the year ended 31-Mar- 2019
Opening stock	14.97	27.24
Add: Purchases	486.61	759.92
	<b>501.58</b>	<b>787.16</b>
Less : Closing stock	11.04	14.97
<b>Total cost of raw materials consumed</b>	<b>490.54</b>	<b>772.19</b>

**25 Changes in inventories of finished goods, work-in-progress and traded goods**

	For the year ended 31-Mar- 2020	For the year ended 31-Mar- 2019
<b>Opening stock</b>		
Finished goods	11.08	5.40
Work-in-Progress	7.67	13.67
	<b>18.75</b>	<b>19.07</b>
<b>Closing stock</b>		
Finished goods	4.79	11.08
Work-in-Progress	5.94	7.67
	<b>10.73</b>	<b>18.75</b>
<b>Decrease/ (increase) in inventories of finished goods, work-in-progress and</b>	<b>8.02</b>	<b>0.32</b>

**26 Employee benefits expense**

	For the year ended 31-Mar- 2020	For the year ended 31-Mar- 2019
Salaries, allowances and wages	97.49	99.94
Contribution to provident fund and other funds	4.67	8.29
Gratuity expense	2.96	-
Staff welfare expenses	14.18	20.56
<b>Total</b>	<b>119.30</b>	<b>128.79</b>

**27 Finance costs**

	For the year ended 31-Mar- 2020	For the year ended 31-Mar- 2019
Interest expense on		
Term loans and working capital loans	13.24	8.33
On deposits from members and other deposits	2.61	-
Delayed payment of Income Tax	0.04	0.22
<b>Total</b>	<b>15.89</b>	<b>8.55</b>

# Other borrowing cost includes loan processing charges, guarantee charges, loan facilitation charges and other ancillary costs incurred in connection with

**28 Depreciation and amortisation expense**

	For the year ended 31-Mar- 2020	For the year ended 31-Mar- 2019
Depreciation of property, plant and equipment	3.37	-
<b>Total</b>	<b>3.37</b>	<b>-</b>



Sarovar Insulation Private Limited

CIN : U32109TZ1999PTC008729

Notes to Financial Statements for the year ended March 31, 2020

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

**29 Other expenses**

	For the year ended 31-Mar- 2020	For the year ended 31-Mar- 2019
Consumption of stores and spares	26.03	23.00
Service Charges	3.04	-
Power and Fuel	52.74	76.62
Repairs & maintenance		
Plant and machinery	2.99	3.23
Buildings	9.60	1.41
Furniture and Equipment	0.43	0.32
Rent	12.00	12.00
Rates and taxes	4.28	2.54
Advertising and sales promotion	0.10	-
Insurance	1.55	2.48
Printing and stationery	0.24	0.48
Consultancy and other professional charges	2.00	1.37
Travelling and conveyance	1.98	2.29
Communication expenses	0.57	0.53
Freight and forwarding charges	16.10	22.69
Bank charges	1.59	-
Miscellaneous Expenses	1.67	3.67
<b>Total</b>	<b>136.91</b>	<b>152.63</b>

**Payment to auditor (included under consultancy and other professional charges)**

**As auditor**

-Audit Fees	-	-
-Limited review	-	-
-Tax audit fee	-	-

**In other capacity**

-Other services (includes certifications)	-	-
-Reimbursement of expenses	-	-

**Total**

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