

INDEPENDENT AUDITORS' REPORT

To
The Members of
Aarangar Environment Action Foundation
Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Aarangar Environment Action Foundation** ("the Company"), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 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 its profit and loss 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 of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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

Other Information

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report but does not include the Financial Statements and our auditors' report thereon. The above-referred information is expected to be made available to us after the date of this audit report.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions necessitated by the circumstances and the applicable laws and regulation.

Responsibilities of Management and those Charged with Governance 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 and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities;



selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

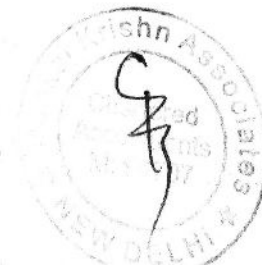
The Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- ❖ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ❖ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.



- ❖ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ❖ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ❖ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

1. As company is small company as per the Companies Act, 2013. Hence, the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 are not applicable to the company.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, and the Statement of Profit and Loss 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, 2021 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) 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.
- f) Since the Company's turnover as per audited financial statements is less than Rs. 50 Crores and its borrowings from bank and financial institutions at any time during the year is less than Rs. 25 Crores, the company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide MCA notification No. G.S.R. 583 (E) dated June 13, 2017.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirement of section 197(16) of the Act, as amended, we report that section 197 is not applicable on private company. Hence, reporting as per section 197(16) is not required.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company does not have any pending litigations which would impact its financial position.
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - (iv) Management has represented, that, to the best of its knowledge and belief, other than those disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to any persons or entities (including foreign entities) with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether directly or indirectly lend or invest in other person or



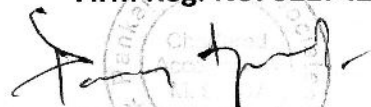
entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiary") or provide any guarantee, security or the like on behalf of the ultimate Beneficiaries.

- (v) Management has represented, that, to the best of it's knowledge and belief, other than those disclosed in the notes to the accounts, no fund has been received by the company from any person or entity including foreign entities, with the understanding, whether recorded in writing or otherwise, that the company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party or provided any guarantee, security or the like on behalf of the ultimate beneficiaries; and
- (vi) Based on such audit procedures that the auditor has considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub clause (i) and (ii) contain any material misstatement.
- (vii) Company has no declared dividend or paid the dividend during the year.

Place: New Delhi
Date: 22/08/2022

UDIN No:- 22096707BAAWTS1683

For Pankaj Krishn & Associates
Chartered Accountants
Firm Reg. No: 021742N



(CA Pankaj Babu Agrawal)

(Partner)

(Membership No. 096707)

AARANGAR ENVIRONMENT ACTION FOUNDATION

H. NO 112, Chandrawati Colony, Mukhani, Haldwani, Nainital, Uttarakhand-263139
CIN No.U73100UR2018NPL009096, EMAIL ID- swati.melkani@gmail.com
BALANCE SHEET AS AT 31ST MARCH, 2022

| Particulars | Notes No. | Figures as at the end of current reporting period F.Y. 2021-22 (Amount in Thousands) | Figures as at the end of current reporting period F.Y. 2020-21 (Amount in Thousands) |
|---------------------------------------|-----------|--|--|
| I. EQUITY AND LIABILITIES | | | |
| (1) Shareholder's Funds | | | |
| (a) Share Capital | 1 | 100.00 | 100.00 |
| (b) Reserve & Surplus | 2 | -109.44 | -36.96 |
| (2) Current Liabilities | | | |
| (a) Sundry Creditors | 3 | 43.80 | |
| (a) Short Term Provision | 4 | 30.00 | 30.00 |
| Total Equity & Liabilities | | 64.37 | 93.05 |
| II. ASSETS | | | |
| (1) Non Current Assets | | | |
| (b) Deferered Tax Assets | Annx. | 0.78 | 1.56 |
| (2) Current Assets | | | |
| (a) Cash and Cash Equivalent | 5 | 63.59 | 91.49 |
| Total Assets | | 64.37 | 93.05 |

NOTES TO ACCOUNTS

Schedules referred to above and notes attached there to form an integral part of Balance Sheet
This is the Balance Sheet referred to in our Report of even date.

AARANGAR ENVIRONMENT ACTION FOUNDATION

FOR PANKAJ KRISHN & ASSOCIATES
CHARTERED ACCOUNTANTS

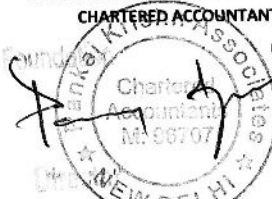
For Aarangar Environment Action Foundation

Rajendra Prasad Pant
Director

Rajendra Prasad Pant
(DIRECTOR)
DIN No. 08245360

Swati

Swati
(DIRECTOR)
DIN No.08245359



PANKAJ B. AGRAWAL
PARTNER
Membership No. : 096707
Firm Reg. No.: 021742N

22096707BAAWTS1683
PLACE: NEW DELHI
DATED : 22/08/2022



AARANGAR ENVIRONMENT ACTION FOUNDATION

H. NO 112, Chandrawati Colony, Mukhani, Haldwani, Nainital, Uttarakhand-263139
CIN No.U73100UR2018NPL009096, EMAIL ID- swati.melkani@gmail.com

INCOME & EXPENDITURE FOR THE PERIOD ENDED ON 31ST MARCH, 2022

| Sr. No | Particulars | Notes No. | Figures as at the end of current reporting period F.Y.2021-22 (Amount in Thousands) | Figures as at the end of current reporting period F.Y.2020-21 (Amount in Thousands) |
|--------|--|---------------|---|---|
| I | Revenue from operations | 6 | 83.75 | 170.42 |
| | Total Income (i) | | 83.75 | 170.42 |
| II | Expenses: | | | |
| | Other Administrative Expenses | 7 | 155.45 | 138.53 |
| | Total Expenditure (ii) | | 155.45 | 138.53 |
| III | Surplus/(Deficit) before tax from operations | (iii) (A - B) | -71.70 | 31.89 |
| IV | Tax Expenses | (iv) | | |
| | (1) Current Tax | | 0.00 | 0.00 |
| | (2) Deferred Tax Liability/(Assets) | | 0.78 | 0.78 |
| | Surplus/(Deficit) for the year [(iii)-(iv)] | | -72.48 | 31.11 |
| V | Earning per equity share: | | | |
| | (1) Basic | | (7) | 3 |
| | (2) Diluted | | (7) | 3 |

AARANGAR ENVIRONMENT ACTION FOUNDATION

FOR PANKAJ KRISHN & ASSOCIATES
CHARTERED ACCOUNTANTS

For Aaranga Environment Action Foundation

Rajendra Prasad Pant
(DIRECTOR)
DIN No. 08245360

Swati
(DIRECTOR)
DIN No.08245359



PANKAJ B. AGRAWAL
PARTNER
Membership No. : 096707
Firm Reg. No.: 021742N

PLACE: NEW DELHI
DATE : 22/08/2022



AARANGAR ENVIRONMENT ACTION FOUNDATION

H. NO 112, Chandrawati Colony, Mukhani, Haldwani, Nainital, Uttarakhand-263139
CIN No.U73100UR2018NPL009096, EMAIL ID- swati.melkani@gmail.com

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2022

| Sr No | Particulars | Amount in (Rs.) | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|--|--|--------------------------|-------------------------|--------------------------|-------------------|-------------------|-----|--|--|-------------|-------------------|-------------------|-----|--|--|-------------|--------------------|--------------------------|--------------------|--------------------------|------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|----------------------|-------|-------|-------|-------|-------------|----------------|----------------|--|-------------------------|--------|-------------------------|--------|--|--------|----------|--------|----------|-------------------------------------|---|---|---|---|--------------------------------------|--------|----------|--------|----------|
| | | As on 31-03-2022 | As on 31-03-2021 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 1 | SHARE CAPITAL | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | AUTHORISED CAPITAL | | 1,00,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | 10,000 Equity Shares of Rs.10/- each (Previous year : 10,000 Equity Shares of Rs.10/- each) | 1,00,000 | 1,00,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Issued and Subscribed Share Capital | | 1,00,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | 10,000 Equity Shares of Rs.10/- each (Previous year : 10,000 Equity Shares of Rs.10/- each) | 1,00,000 | 1,00,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | <p>a) Terms / rights attached to equity shares</p> <p>i) The Company has only one class of equity share having a par value of Rs. 10 per share. Each equity shareholder is entitled for one vote per share. The Company has not declared dividend during the year ended on 31st March, 2022</p> <p>ii) 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. This distribution will be in proportion to the number of equity shares held by the shareholder.</p> <p>iii) As per records of the company, the above shareholding represents both legal and beneficial ownerships of shares.</p> <p>b) Shares held by holding/ultimate holding company and/or their subsidiaries / their associates</p> <table border="1" style="width: 100%; border-collapse: collapse; margin: 5px 0;"> <thead> <tr> <th style="text-align: center;">Particulars</th> <th style="text-align: center;">As at 31.03.22</th> <th style="text-align: center;">As at 31.03.21</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">NIL</td> <td></td> <td></td> </tr> </tbody> </table> <p>c) Aggregate number of equity shares issued for consideration other than cash during the period of five years immediately preceding the reporting date:</p> <table border="1" style="width: 100%; border-collapse: collapse; margin: 5px 0;"> <thead> <tr> <th style="text-align: center;">Particulars</th> <th style="text-align: center;">As at 31.03.22</th> <th style="text-align: center;">As at 31.03.21</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">NIL</td> <td></td> <td></td> </tr> </tbody> </table> <p>d) Details of shareholders holding more than 5% shares in the Company *</p> <table border="1" style="width: 100%; border-collapse: collapse; margin: 5px 0;"> <thead> <tr> <th style="text-align: center;">Particulars</th> <th style="text-align: center;">% Share Holding</th> <th style="text-align: center;">No of Shares 31.03.22</th> <th style="text-align: center;">% Share Holding</th> <th style="text-align: center;">No of Shares 31.03.21</th> </tr> </thead> <tbody> <tr> <td>Manjushri Mishra</td> <td style="text-align: center;">33.33</td> <td style="text-align: center;">3,333</td> <td style="text-align: center;">33.33</td> <td style="text-align: center;">3,333</td> </tr> <tr> <td>Swati</td> <td style="text-align: center;">33.33</td> <td style="text-align: center;">3,333</td> <td style="text-align: center;">33.33</td> <td style="text-align: center;">3,333</td> </tr> <tr> <td>Rajendra Prasad Pant</td> <td style="text-align: center;">33.34</td> <td style="text-align: center;">3,334</td> <td style="text-align: center;">33.34</td> <td style="text-align: center;">3,334</td> </tr> </tbody> </table> <p>e) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period</p> <table border="1" style="width: 100%; border-collapse: collapse; margin: 5px 0;"> <thead> <tr> <th rowspan="2" style="text-align: center;">Particulars</th> <th style="text-align: center;">As on 31.03.22</th> <th colspan="2" style="text-align: center;">As on 31.03.21</th> </tr> <tr> <th style="text-align: center;">No. of Shares issued</th> <th style="text-align: center;">Amount</th> <th style="text-align: center;">No. of Shares issued</th> <th style="text-align: center;">Amount</th> </tr> </thead> <tbody> <tr> <td>Equity Shares at the beginning of the year</td> <td style="text-align: center;">10,000</td> <td style="text-align: center;">1,00,000</td> <td style="text-align: center;">10,000</td> <td style="text-align: center;">1,00,000</td> </tr> <tr> <td>Add : Shares issued during the year</td> <td style="text-align: center;">-</td> <td style="text-align: center;">-</td> <td style="text-align: center;">-</td> <td style="text-align: center;">-</td> </tr> <tr> <td>Equity Shares at the end of the year</td> <td style="text-align: center;">10,000</td> <td style="text-align: center;">1,00,000</td> <td style="text-align: center;">10,000</td> <td style="text-align: center;">1,00,000</td> </tr> </tbody> </table> | | | Particulars | As at 31.03.22 | As at 31.03.21 | NIL | | | Particulars | As at 31.03.22 | As at 31.03.21 | NIL | | | Particulars | % Share Holding | No of Shares 31.03.22 | % Share Holding | No of Shares 31.03.21 | Manjushri Mishra | 33.33 | 3,333 | 33.33 | 3,333 | Swati | 33.33 | 3,333 | 33.33 | 3,333 | Rajendra Prasad Pant | 33.34 | 3,334 | 33.34 | 3,334 | Particulars | As on 31.03.22 | As on 31.03.21 | | No. of Shares issued | Amount | No. of Shares issued | Amount | Equity Shares at the beginning of the year | 10,000 | 1,00,000 | 10,000 | 1,00,000 | Add : Shares issued during the year | - | - | - | - | Equity Shares at the end of the year | 10,000 | 1,00,000 | 10,000 | 1,00,000 |
| Particulars | As at 31.03.22 | As at 31.03.21 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| NIL | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Particulars | As at 31.03.22 | As at 31.03.21 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| NIL | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Particulars | % Share Holding | No of Shares 31.03.22 | % Share Holding | No of Shares 31.03.21 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Manjushri Mishra | 33.33 | 3,333 | 33.33 | 3,333 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Swati | 33.33 | 3,333 | 33.33 | 3,333 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Rajendra Prasad Pant | 33.34 | 3,334 | 33.34 | 3,334 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Particulars | As on 31.03.22 | As on 31.03.21 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | No. of Shares issued | Amount | No. of Shares issued | Amount | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Equity Shares at the beginning of the year | 10,000 | 1,00,000 | 10,000 | 1,00,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Add : Shares issued during the year | - | - | - | - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Equity Shares at the end of the year | 10,000 | 1,00,000 | 10,000 | 1,00,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Rajendra Pant

G

| Notes : 2 Reserve & Surplus | | (Amount In Thousands) | (Amount In Thousands) |
|--|--------------------------------------|-----------------------|-----------------------|
| Sr. No | Particulars | Current Year | Current Year |
| 1 | Opening Balance | -36.96 | -68.06 |
| | Profit/(Loss) for the current period | -72.48 | 31.11 |
| | Total in ` | -109.44 | -36.96 |

| Notes : 3 Sundry Creditors | | (Amount In Thousands) | (Amount In Thousands) |
|-----------------------------------|----------------------------|-----------------------|-----------------------|
| Sr. No | Particulars | Current Year | Current Year |
| 1 | Pankaj Krishn & Associates | 11.80 | - |
| 2 | Provision for Legal Fees | 32.00 | - |
| | Total in ` | 43.80 | 0.00 |

| Notes : 4 Short Term Provision | | (Amount In Thousands) | (Amount In Thousands) |
|---------------------------------------|--------------------------|-----------------------|-----------------------|
| Sr. No | Particulars | Current Year | Current Year |
| 1 | Provision for Audit Fees | 10,000 | 10,000 |
| 2 | Provision for Legal Fees | 20,000 | 20,000 |
| | Total in ` | 30,000 | 30,000 |

| Notes : 5 Cash & Cash Equivalent | | (Amount In Thousands) | (Amount In Thousands) |
|---|-------------------------------------|-----------------------|-----------------------|
| Sr. No | Particulars | Current Year | Current Year |
| 1 | <u>Cash-in-Hand</u> Cash Balance | 44,595 | 44,596 |
| 2 | <u>Bank Balance</u> | 18,990 | 46,890 |
| | Total in ` | 63.59 | 91.49 |

| Notes : 6 Revenue From operations | | (Amount In Thousands) | (Amount In Thousands) |
|--|-------------------|-----------------------|-----------------------|
| Sr. No | Particulars | Current Year | Current Year |
| 1 | Donation Received | 83,749 | 1,70,416 |
| | Total in ` | 83.75 | 170.42 |

| Notes : 7 Other Administrative Expenses | | (Amount In Thousands) | (Amount In Thousands) |
|--|---------------------------|-----------------------|-----------------------|
| Sr. No | Particulars | Current Year | Current Year |
| 1 | Audit Fee | 10,000 | 10,000 |
| 2 | Legal & Professional Fees | 33,800 | 20,000 |
| 3 | Printing & Stationery | - | 4,031 |
| 4 | Conveyance | - | 3,000 |
| 5 | Restoration Work | 1,10,501 | 39,780 |
| 6 | Salary & Wages | - | 61,720 |
| 7 | Other Expenses | - | - |
| 8 | Bank Charges | 1,148 | - |
| | Total in ` | 155.45 | 138.53 |

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| Calculation of Deferred Tax Assets | Amount |
|--|--------|
| Opening Balance | 9000 |
| Preliminary Expenses | 0 |
| 1/5 Preliminary Expenses Allowed As per Section 35D of Income Tax Act 1961 | 3000 |
| Timing Difference | 6000 |
| Deferred Tax Assets | 1560 |
| Deferred Tax Assets already Created | 2340 |
| Transfer to profit and loss | -780 |

Note 18: Ratio

| Particulars | Units | 31st March 2022 | 31st March 2021 | % change from March 31, 2021 to Mar 31, 2022 |
|---------------------------------|------------|-----------------|-----------------|--|
| Current Ratio | Times | 0.80 | 3.05 | (71.75) |
| Debt-Equity Ratio | Times | NA | NA | - |
| Debt Service Coverage ratio | Times | NA | NA | - |
| Inventory Turnover ratio | Times | NA | NA | - |
| Trade Receivable Turnover Ratio | Times | NA | NA | - |
| Trade Payable Turnover Ratio | Times | NA | NA | - |
| Net Capital Turnover Ratio | Times | (8.20) | 2.77 | (395.80) |
| Net Profit ratio | Percentage | (0.86) | 0.19 | (557.58) |
| Return on Equity ratio | Percentage | 7.60 | 0.51 | 1,402.59 |
| Return on Capital Employed | Percentage | 7.02 | 0.52 | 1,253.52 |
| Return on Investment | Percentage | (1.11) | 0.34 | (425.07) |

Note 12.2: Elements of Ratio

| Ratios | (Rs. in Thousand) | | | |
|---------------------------------|-------------------|-------------|-----------------|-------------|
| | 31st March 2022 | | 31st March 2021 | |
| | Numerator | Denominator | Numerator | Denominator |
| Current ratio | 63,585.00 | 73,800.00 | 91,485.13 | 30,000.00 |
| Debt-Equity Ratio | - | 8,533.40 | - | 6,663.14 |
| Debt Service Coverage ratio | - | - | - | - |
| Inventory Turnover ratio | - | - | - | - |
| Trade Receivable Turnover Ratio | - | - | - | - |
| Trade Payable Turnover Ratio | - | - | - | - |
| Net Capital Turnover Ratio | 83,749.00 | (10,215.00) | 1,70,416.00 | 61,485.13 |
| Net Profit Ratio | (71,700.00) | 83,749.00 | 31,885.00 | 1,70,416.00 |
| Return on Equity ratio | (71,700.00) | (9,435.00) | 31,885.00 | 63,045.00 |
| Return on Capital Employed | (71,700.00) | (10,215.00) | 31,885.00 | 61,485.00 |
| Return on Investment | (71,700.00) | 64,365.00 | 31,885.00 | 93,045.13 |

Note 12.3: Consideration of Element of Ratio

- i. **Current Ratio:** Numerator= Current Assets
Denominator= Current Liabilities
- ii. **Debt-Equity Ratio:** Numerator= Total Debt
Denominator= Total Equity - Revaluation
- iii. **Debt Service Coverage ratio:** Numerator= Profit before Tax + Finance cost + Depreciation
- iv. **Inventory Turnover ratio:** Numerator= Cost of Goods Sold
Denominator= Average Inventory
- v. **Trade Receivable Turnover Ratio:** Numerator= Total Sales
Denominator= Average Trade Receivables
- vi. **Trade Payable Turnover Ratio:** Numerator= Total Purchases
Denominator= Average Trade Payables
- vii. **Net Capital Turnover Ratio:** Numerator= Revenue from operations
Denominator= Working Capital (i.e. Current Assets - Current Liabilities)
- viii. **Net Profit ratio:** Numerator= Net Profit after tax
Denominator= Revenue from operations
- ix. **Return on Equity ratio:** Numerator= Net Profit after tax
Denominator= Average Shareholder's Equity
- x. **Return on Capital Employed:** Numerator= Earning before interest and taxes
Denominator= Total Networth+ Total Debt+ Total Deferred Tax Liability
- xi. **Return on Investment:** Numerator= Earning before interest and taxes
Denominator= Total Assets

Note 12.4: Reasons for more than 25% increase/ (decrease) in above ratios

| Particulars | % change from March 31, 2021 to Mar 31, 2022 |
|---------------------------------|--|
| Current Ratio | The change in ratio has been due to increase in business operations during the year. |
| Debt-Equity Ratio | Not Significant |
| Debt Service Coverage ratio | Not Significant |
| Inventory Turnover ratio | Not Significant |
| Trade Receivable Turnover Ratio | Not Significant |
| Trade Payable Turnover Ratio | Not Significant |
| Net Capital Turnover Ratio | The change in ratio has been due to increase in business operations during the year. |
| Net Profit ratio | Not Significant |
| Return on Equity ratio | The change in ratio has been due to increase in business operations during the year. |
| Return on Capital Employed | The change in ratio has been due to increase in business operations during the year. |
| Return on Investment | The change in ratio has been due to increase in business operations during the year. |

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NOTE 1: SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS AS ON 31-03-2022

The Directors confirm and certify the following: -

1. 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 provisions of the Companies Act, 2013, including Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.

The financial statements have been prepared on the 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. However petty expenses and disputed matters are on payment basis.

2. Use of Estimate

The preparation and presentation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates is recognized in the period in which the results are known / materialized.

3. Fixed Assets & Depreciation on Fixed Assets

- a. **Fixed Assets** are stated at cost, less accumulated depreciation. Cost includes all expenses incurred to bring the assets to its present location and condition.
- b. **Depreciation** on fixed assets have been provided on WDV using the rates arrived at based on the estimated useful lives and in the manner prescribed by rules specified in Schedule II of Companies Act 2013.
- c. **Impairment of Assets:** The carrying amounts of assets are reviewed at each Balance Sheet date to ascertain impairment based on internal/ external factors, An impairment loss is recognized when the carrying amount of an asset exceeds its realizable value. The company has not made any such provision as Directors are of the opinion that the overall market value of the assets, is higher than their book value.

4. Revenue Recognition

Mercantile system of accounting has been employed. However, Dividend income, if any, is on receipt basis.

5. Investments

Investments which are readily realizable and intended to be held for not more than a year are classified as non-current investments.



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The investments are stated at cost. No provision for temporary diminution in their value has been made as company considers that they will get substantial benefit in the long run. These are considered good and are in the interest of the company.
However, no investment made by the company during the year.

6. Provision for Current Tax and Deferred tax

- Current Tax: In view of the no profit incurred during the year, provision for income tax has not been made by the company.
- Deferred tax is recognized, subject to consideration of prudence, on timing differences, representing the difference between the taxable income/(loss) and accounting income/(loss) that originated in one period and are capable of reversal in one or more subsequent periods. Deferred Tax assets and liabilities are measured using tax rates and the tax laws that has been enacted or substantially enacted by the balance sheet date. Deferred Tax assets viz. unabsorbed depreciation and carry forward losses are recognized if there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. There is deferred tax asset of Rs. 780.

7. Earnings Per Share

In determining the earnings per share (EPS), the company considers the net profit after tax and includes the post-tax effect of any extraordinary / exceptional item. In the absence of any diluted effect of equity shares, the basic and diluted EPS are calculated on the same basis. The number of shares used in computing basic and diluted earnings per shares is the weighted average number of equity shares outstanding during the period. However, there is no such income during the year.

8. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized in the accounts in respect of present probable obligations, the amount of which can be readily estimated. Contingent liabilities are disclosed in respect of possible obligations, the amount of which can be reliably estimated. Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date by the directors. There is no certain or contingent liabilities except as provided in the accounts.

9. General Notes on Accounts

- 9.1 The company is a small and medium sized company under the meaning of section 2(85) of the Companies Act, 2013. Cash Flow Statement is not required u/s 2(40) of the Companies Act, 2013 as part of financial statements.
- 9.2 (a) that in the preparation of the annual accounts for the financial year ended 31st March 2021 the applicable accounting standards, principles & system had been followed along with

Proper explanation relating to material departures and substance over form and are in accordance with company Act 2013 and rules there under as applicable.

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(b) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;

(c) that the directors had taken proper and sufficient care for the maintenance of the 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;

(d) That the Directors acknowledges and understands its responsibility for all the matter stated in the annual accounts including notes of accounts of the company.

(e) That the directors have prepared the annual accounts on a 'going concern basis'.

(f) There are adequate internal controls and internal check systems in the company to prevent any mis-happenings though there was no internal auditor. The directors are looking into all such matters personally.

(g) The current assets will fetch the value at least as shown in the balance sheet, if realized in the ordinary course of business by completing the project.

(h) that the company has complied with all the rules, regulations, laws of land and contracts in respect of all the matters and transactions of the company till date and does not expect any liability on account of any default with the same. In case of minor defaults, the matters will be sorted out with the concerned Government authorities/persons as the same were due to circumstances/reasons beyond the control of the directors/management. No material liability is expected for the same.

(i) All the assets have been physically verified by the Management / Directors and have been properly shown in the account of the company and that there are no discrepancies of any kind.

The auditors have acted upon the above matters accordingly as it is not practicable for them to look into these matters otherwise due to technical, legal and other limitations.

9.3 The company has not purchased its own shares, as specified u/s 69(1) of the Companies Act, 2013 during the year.

9.4 The company has not contributed any amount to any political party during the year during the year, as specified u/s 182(3) of the Companies Act, 2013. Further, the company has not contributed to National Defence Fund or similar fund notified for this purpose during the year, as specified u/s 183(2) of the Companies Act, 2013.

9.5 There are no any litigation pending with/by the company, as specified under rule 11(a) of the companies (Audit and Auditor) Rules.

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- 9.6 No interest is paid or due to any Micro, Small or Medium Enterprises under The Micro, Small & Medium Enterprises Development Act; 2006.
- 9.7 The balances due to/ from the Parties are subject to their confirmations & reconciliation. All the amounts recoverable and payable are as per the books of accounts.
- 9.8 There are no payments, relating to any expenditure covered under Section 40A, exceeding Rs 10,000 made otherwise than by an account payee cheque/bank draft. However, in the absence of actually paid cheques, it is not possible for auditors to verify whether the payment in excess of Rs 10,000 have been made otherwise than by an account payee cheques or bank draft.
- 9.9 In case of loans and advances taken and given, all such receipts and payments were by 'Account Payee' crossed Cheques / Bank Drafts/Pay Orders as required under Income Tax Act, 1961 and rules made thereunder. (Not verified by auditors as issued / received cheques are with banks).
- 9.10 The Company did not accept any public deposit during the year under the provisions of section 73 to 76 of the Companies Act, 2013.
- 9.11 No personal expenses of any director of the company have been charged to the revenue account of the company.
- 9.12 There are no Expenditure / Income in foreign currency during the year.
- 9.13 There have been no major events subsequent to the date of balance sheet affecting the financial position of the Company till date.
- 9.14 The Directors have certified that there are no uncertainty or contingent liabilities except as provided in the accounts.
- 9.15 Disclosure of Details pertaining to related party transactions entered into during the year in terms of Accounting Standard - 18 "Related Party Disclosures" issued by the Institute of Chartered Accountants of India:
Key Managerial Personnel / Directors:
a) Mr. Rajendra Prasad Pant
b) Mrs. Swati Melkani
c) Manjushri Mishra
- 9.16 a) All the income & expenditure has been certified & verified by the directors of the company to be true & correct in all respects.
- (b) The Accounts have been prepared by the directors and are certified by them to be true and correct as per their knowledge & belief. There are no such entries / statements / documents which is not believed by the Directors to be true and correct or based on any other person's explanation (including the auditors) /statement or documents as same has been verified by them properly. These notes clarify the various matters of accounts, financial matters & business of the company.



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- 9.17 There may be differences in some accounts of GST which may require adjustments on preparation of Annual Return and GST audit. All such adjustments, if any will be carried out in books of accounts in next financial year by the assessee.
- 9.18 Previous year figures have been regrouped/ rearranged wherever necessary to make them comparable with this year figures.
- 9.19 These notes on accounts form integral part of Balance Sheet & Statement of Profit and Loss of the company of Financial Year 2021-22 and are subject to these in all respects.

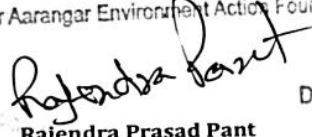
AS APPROVED BY BOARD OF DIRECTORS

FOR REFERENCE TO AND SUBJECT
TO OUR REPORT OF EVEN DATE
ATTACHED.

FOR PANKAJ KRISHN & ASSOCIATES.
CHARTERED ACCOUNTANT
F.R.N. 021742N

For Aarangar Environment Action Foundation

Swati

For Aarangar Environment Action Foundation

Rajendra Prasad Pant
Director



Pankaj Babu Agrawal
Partner
M No.096707

Director
DIN : 08245360

Director
DIN:08245359

Place: New Delhi
Date: 22.8.2022
UDIN: 22046707 BAAWTS1683

