

## **INDEPENDENT AUDITOR'S REPORT**

**To the Board of Directors of  
PSP Projects & Proactive Constructions Private Limited**

### **Report on the Audit of the Standalone Financial Results**

#### **Opinion**

We have audited the accompanying Statement of Standalone Financial Results of PSP Projects & Proactive Constructions Private Limited (the "Company"), for quarter and year ended March 31, 2023 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- a. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the standalone net profit, total comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2023.

#### **Basis for Opinion**

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

#### **Management's Responsibilities for the Standalone Financial Results**

These Standalone financial results have been prepared on the basis of the standalone annual financial statements for the year ended March 31, 2023. The Company's Board of Directors are responsible for the preparation and presentation of the Standalone Financial Results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the



Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 the 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 Standalone Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, the Board of Directors are 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 are also responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results 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 this Standalone Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 standalone financial results including the disclosures, and whether the financial results 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.

#### Other Matters

Attention is drawn to the fact that the figures for the quarter ended March 31, 2023 and the corresponding quarter ended in the previous year as reported in these Standalone Financial Results are the balancing figures between the audited figures in respect of full financial year and the published standalone year to date figures up to the end of the third quarter of the financial year, which were subject to limited review.

Place: Ahmedabad

Date: May 16, 2023

For, Prakash B. Sheth & Co.  
Chartered Accountants  
Firm Registration No.: 108069W

  
Prakash B. Sheth  
(Proprietor)  
Membership No.: 036831  
UDIN 23036831BGXAEX5956



**PSP PROJECTS & PROACTIVE CONSTRUCTIONS PRIVATE LIMITED**  
**BALANCE SHEET AS AT MARCH 31, 2023**

(Rs. in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
<b>ASSETS</b>		
<b>(1) Non - current Assets</b>		
(a) Property, Plant and Equipment	-	-
(b) <u>Financial Assets</u>		
Other Financial Assets	0.18	0.18
(c) Deferred Tax Asset (Net)	76.10	209.47
<b>Total Non-current Assets</b>	<b>76.28</b>	<b>209.65</b>
<b>(2) Current Assets</b>		
(a) Inventories	148.71	119.93
(b) <u>Financial Assets</u>		
(i) Trade Receivables	105.91	-
(ii) Cash and Cash Equivalents	26.19	41.53
(iii) Bank Balances other than (ii) above	-	74.97
(iv) Other Financial Assets	0.20	0.20
(c) Other Current Assets	806.02	11.70
<b>Total Current Assets</b>	<b>1,087.03</b>	<b>248.33</b>
<b>Total Assets</b>	<b>1,163.31</b>	<b>457.98</b>
<b>EQUITY AND LIABILITIES</b>		
<b>(1) Equity</b>		
(a) Equity Share Capital	500.00	500.00
(b) Other Equity	(378.24)	(470.54)
<b>Total Equity</b>	<b>121.76</b>	<b>29.46</b>
<b>LIABILITIES</b>		
<b>(2) Current Liabilities</b>		
(a) <u>Financial Liabilities</u>		
(i) Borrowings	100.00	200.00
(ii) Trade Payables		
- Total outstanding dues of micro enterprises and small enterprises	16.10	0.10
- Total outstanding dues of creditors other than micro enterprises and small enterprises	198.41	136.22
(iii) Other Financial Liabilities	-	0.25
(b) Other Current Liabilities	727.04	91.95
<b>Total Current Liabilities</b>	<b>1,041.55</b>	<b>428.52</b>
<b>Total Liabilities</b>	<b>1,041.55</b>	<b>428.52</b>
<b>Total Equity and Liabilities</b>	<b>1,163.31</b>	<b>457.98</b>

*PS*  
16/05/2023



For and on behalf of the Board of Directors

*[Signature]*  
**Prahaladbhai S. Patel**  
 Director  
 (DIN: 00037633)

**PSP PROJECTS & PROACTIVE CONSTRUCTIONS PRIVATE LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023**

(Rs. in Lakhs)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
I Revenue From Operations	1,431.87	-
II Other Income	1.92	0.02
<b>III Total Income (I+II)</b>	<b>1,433.79</b>	<b>0.02</b>
<b>IV EXPENSES</b>		
Cost of Construction Material Consumed	577.46	0.61
Changes in Inventories of Work-In-Progress	81.02	(99.07)
Construction Expenses	511.76	98.46
Employee Benefits Expense	-	-
Finance Cost	11.41	35.96
Depreciation and Amortization Expense	-	-
Other Expenses	26.47	5.39
<b>Total Expenses (IV)</b>	<b>1,208.12</b>	<b>41.35</b>
<b>V Profit/(Loss) Before Tax (III-IV)</b>	<b>225.67</b>	<b>(41.33)</b>
<b>VI Tax Expense:</b>		
(a) Current Tax	-	-
(b) MAT Credit Entitlement	72.18	-
(c) Deferred Tax	61.19	(10.75)
<b>VII Profit/(Loss) for the year (V-VI)</b>	<b>92.30</b>	<b>(30.58)</b>
<b>VIII Other Comprehensive Income</b>		
A Items that will not be reclassified to profit or loss		
- Remeasurement expenses of Defined benefit plans	-	-
B (i) Items that will be reclassified to profit or loss		
- Net fair value gain on investment in debt instruments through OCI	-	-
(ii) Income tax expenses relating to items that will be reclassified to profit or loss	-	-
<b>IX Total Other Comprehensive Income (VIII(A) + VIII(B))</b>	<b>-</b>	<b>-</b>
<b>X Total Comprehensive Income for the year (VII+IX)</b>	<b>92.30</b>	<b>(30.58)</b>
<b>XI Earnings per equity share:</b>		
Basic and Diluted (Face value Rs.10 per equity share)	1.85	(0.61)

*PB Patel*  
10.05.2023



For and on behalf of the Board of Directors

*P. S. Patel*  
**Prahaladhbhai S. Patel**  
Director  
(DIN: 00037633)

**PSP PROJECTS & PROACTIVE CONSTRUCTIONS PRIVATE LIMITED**  
**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2023**

Particulars	(Rs. in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
<b>A Cash flow from operating activities</b>		
Profit/ (Loss) before tax	225.67	(41.33)
<b>Adjustments for :</b>		
Finance costs	-	9.21
Interest Income	(1.92)	(0.02)
<b>Operating Profit/(Loss) before working capital changes</b>	<b>223.75</b>	<b>(32.14)</b>
<b>Movements in working capital:</b>		
(Increase)/Decrease in Inventories	(28.78)	(119.93)
(Increase)/Decrease in trade receivable	(105.91)	450.00
(Increase)/Decrease in other assets	(794.31)	(11.56)
Increase/(Decrease) in trade payables	78.19	136.32
Increase /(decrease) in other liabilities	634.84	90.80
<b>Cash generated from operations:</b>	<b>7.77</b>	<b>513.48</b>
Direct taxes paid (net)	-	-
<b>Net cash generated from operating activities (A)</b>	<b>7.77</b>	<b>513.48</b>
<b>B Cash flows from investing activities</b>		
Proceeds from term deposits (net)	74.97	(74.97)
Interest received	1.92	0.02
<b>Net cash (used) in Investing activities (B)</b>	<b>76.89</b>	<b>(74.95)</b>
<b>C Cash flow from financing activities :</b>		
Proceeds from / (Repayment) current borrowings	(100.00)	(390.45)
Interest paid	-	(9.21)
<b>Net cash (used) in Financing activities (C)</b>	<b>(100.00)</b>	<b>(399.66)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS [(A) + (B) + (C)]</b>	<b>(15.34)</b>	<b>38.87</b>
<b>Add: Cash and cash equivalents as at beginning of the year</b>	<b>41.53</b>	<b>2.66</b>
<b>Cash and Cash Equivalents as at the end of the year</b>	<b>26.19</b>	<b>41.53</b>

*16/05/2023*



For and on behalf of the Board of Directors

*[Signature]*  
**Prahaladhai S. Patel**  
 Director  
 (DIN: 00037633)

## INDEPENDENT AUDITOR'S REPORT

To the Members of PSP Foundation

Report on the Audit of the Financial Statements

### **Opinion**

We have audited the financial statements of PSP Foundation ("the Company"), which comprise the balance sheet as at 31<sup>st</sup> March 2023, the statement of income and expenditure Account for the period 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 standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2021, as amended ("Accounting Standards") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2023, and its income and expenditure for the period ended on that date.

### **Basis for Opinion**

We conducted our audit of standalone financial statements 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 (ICAI) 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 there under, 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 on the standalone financial statements.

### **Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the Directors' Report including Annexures to the Directors' Report but does not include the standalone financial statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the standalone 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 standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditor's responsibilities Relating to Other Information'

### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the Accounting Standards specified under section 133 of the Act and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibility for the Audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve

collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### **Report on Other Legal and Regulatory Requirements**

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the statement of income and expenditure dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone 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 the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
- f) The reporting requirements with respect to adequacy of the internal financial control of the Company and the operating effectiveness of such controls are not applicable in case of the company in terms of 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 requirements of section 197(16) of the Act, as amended, we report that:

In our opinion and to the best of our information and according to the explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration is not applicable.

- 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share

premium or any other sources or kind of funds) by the company to or in any other persons or any entities, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

(b) Management has represented that to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been received by the company from any persons or any entities, including foreign entities ("Funding Parties") with the understanding, whether recorded in writing or otherwise, that the company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representation under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- v. (a) The company did not declare or paid dividend during the period hence question of compliance with section 123 of the Companies Act, 2013 does not arise.
  - vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.
2. This report does not include the statement 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, on the matters specified in paragraphs 3 and 4 of the Order as it is not applicable to the company.

**For, Prakash B. Sheth & CO**  
**Chartered Accountants**  
**FRN : 108069W**

**SD/-**  
**(Prakash B. Sheth)**  
**Proprietor**  
**Membership No.:036831**  
**UDIN 23036831BGXAFL8528**

**Place : Ahmedabad**  
**Date: August 16, 2023**

**PSP Foundation**  
**Balance Sheet as at March 31, 2023**

			Rs. In Hundreds	
	Particulars	Note No.	As At March 31, 2023	As At March 31, 2022
<b>I</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	Share capital	3	1,000.00	1,000.00
	Reserves and surplus	4	(630.51)	(457.51)
			369.49	542.49
<b>2</b>	<b>Current liabilities</b>			
	Other current liabilities	5	300.00	150.00
			300.00	150.00
	<b>Total</b>		669.49	692.49
<b>II</b>	<b>ASSETS</b>			
<b>1</b>	<b>Current assets</b>			
	Trade receivables			
	Cash and bank balances	6	669.49	692.49
	<b>Total</b>		669.49	692.49

The notes on account form integral part of the financial Statement 1 to 17

As per our report of even date

**FOR, PRAKASH B. SHETH & CO.**  
**Chartered Accountants**  
**FRN : 108069W**

**For and on behalf of the Board of Directors**

**SD/-**  
**Prakash B.Sheth**  
**Proprietor**  
**M.No.036831**

**SD/-**  
**Prahaladbhai S. Patel**  
**Director**

**SD/-**  
**Shilpaben P. Patel**  
**Director**

**Place : Ahmedabad**  
**Date : August 16, 2023**

**Place : Ahmedabad**  
**Date : August 16, 2023**

**PSP Foundation****Statement of Income and Expenditure for the period ended March 31, 2023**

Statement of Income and Expenditure for the period ended March 31, 2023

Rs. In Hundreds

	Particulars	Note No.	period ended March 31, 2023	period ended March 31, 2022
I	Donations received		-	-
II	<b>Total Income</b>		-	-
III	<b>Expenses</b>			
	Other expenses	7	173.00	457.51
	<b>Total expenses</b>		173.00	457.51
IV	Profit before exceptional and extraordinary items and tax (II-III)		(173.00)	(457.51)
V	Exceptional items			-
VI	Profit before extraordinary items and tax (IV-V)		(173.00)	(457.51)
VII	Profit before tax (VII)		(173.00)	(457.51)
VIII	Tax expenses			
	Current tax		-	-
	Deferred tax		-	-
IX	Profit (Loss) for the period from continuing operations		(173.00)	(457.51)
	Tax Adjustment of Earlier Year		-	-
	Profit (Loss) after Tax Adjustment		(173.00)	(457.51)
X	Profit (Loss)for the period (X)		(173.00)	(457.51)
XI	Earning per equity share	8	(1.73)	(4.58)
	Basic and diluted			

The notes on account form integral part of the financial Statement 1 to 17

As per our report of even date

**FOR, PRAKASH B. SHETH & CO.**  
**Chartered Accountants**  
**FRN : 108069W**

**For and on behalf of the Board of Directors**

**SD/-**  
**Prakash B.Sheth**  
**Proprietor**  
**M.No.036831**

**SD/-**  
**Prahaladbhai S. Patel**  
**Director**

**SD/-**  
**Shilpaben P. Patel**  
**Director**

**Place : Ahmedabad**  
**Date : August 16, 2023**

**Place : Ahmedabad**  
**Date : August 16, 2023**

## **PSP Foundation**

### **STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND NOTES:**

#### **1. Corporate Information:**

PSP Foundation ("the company") was incorporated on February 26, 2021 under section 8 of the Companies Act, 2013. The company is primarily engaged in the following activities either by itself or otherwise by an entity covered under rule 4 of the Companies Rules, 2014 on non-profit basis.

i) Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water.

ii) Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.

iii) Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups.

#### **2. Significant accounting policies**

##### **2.1 Basis of accounting and preparation of financial statements**

The company is a Small and Medium Sized Company (SMC) as defined in the Companies (Accounting Standard) Rules, 2021 notified under the Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company. The Financial Statements have been prepared under the historical cost convention on an accrual basis.

All the assets and liabilities have been classified as current or noncurrent as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle to be 12 months for the purpose of current – noncurrent classification of assets and liabilities.

##### **2.2 Use of Estimates**

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

### 2.3 Property, Plant and Equipment

PPE are valued at cost. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use and all the expenses incurred up to preoperative period.

### 2.4 Depreciation and amortization

Depreciation on assets has been provided on the written down value method based on the useful lives prescribed in Schedule II to the Companies Act 2013. In respect of addition and sales of assets during the period, depreciation is provided on pro rata basis. The Company has kept the residual value @5% of original cost.

### 2.5 Investments

Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments.

### 2.6 Cash and cash equivalents

Cash and cash equivalents comprise each cash balances on hand, cash balance with bank and highly liquid investments with original maturities, at the date of purchase/ investment, of three months or less.

### 2.7 Income Tax

The company is exempted from Income Tax under section 12A read with section 12AB of the Income Tax.

### 2.8 Provisions:

A provision is recognized when the company has a present obligation as a result of past event. It is possible that an outflow of resources embodying benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

### 2.9 Contingent liabilities:

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

## 2.10 Revenue Recognition

Revenue of the company mainly comprises of Donations. Donations in form of voluntary contribution is recognized on receipt basis as per below criteria;

(i) Donations received for general purpose are recognized as income in the year of receipt.

(ii) Contribution received as corpus donation are credited to "Corpus Fund" and shown appropriately in the Balance-Sheet. Such contributions are transferred to the statement of income and expenditure as per the direction of the management for carrying out activities of the Company.

## **PSP Foundation**

### **STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND NOTES:**

#### **1. Corporate Information:**

PSP Foundation ("the company") was incorporated on February 26, 2021 under section 8 of the Companies Act, 2013. The company is primarily engaged in the following activities either by itself or otherwise by an entity covered under rule 4 of the Companies Rules, 2014 on non-profit basis.

i) Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water.

ii) Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.

iii) Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups.

#### **2. Significant accounting policies**

##### **2.1 Basis of accounting and preparation of financial statements**

The company is a Small and Medium Sized Company (SMC) as defined in the Companies (Accounting Standard) Rules, 2021 notified under the Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company. The Financial Statements have been prepared under the historical cost convention on an accrual basis.

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

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NOTE : 3		As at March 31, 2023	As at March 31, 2022
SHARE CAPITAL			
<b>AUTHORISED</b>			
1,50,000 Equity Shares of Rs. 10/- Each		15,000.00	15,000.00
<b>ISSUED, SUBSCRIBED &amp; PAID UP</b>			
10,000 Equity Shares of Rs. 10/- each fully paid up		1,000.00	1,000.00
TOTAL Rs. >>>		1,000.00	1,000.00

**Terms/Rights attached to Equity Shares**

The Company has single class of equity shares having par value of Rs.10 per share. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend declared from time to time.

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

Equity Shares	As at March 31, 2023		As at March 31, 2022	
	No. of shares	Amount Rs.	No. of shares	Amount Rs.
At the beginning of the period	-	-	-	-
Add: New issue during the period	10,000.00	1,000.00	10,000	1,000
<b>Outstanding at the end of period</b>	<b>10,000.00</b>	<b>1,000.00</b>	<b>10,000.00</b>	<b>1,000.00</b>

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

Name of the Shareholders	Percentage Holding As at		No. of Shares As at	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
PSP Projects Limited	100.00%	100.00%	10000	10000

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

Shares held by promoters at the end of the year	As at March 31, 2023		As at March 31, 2022		% Changes
	No. of Shares	% of total Shares	No. of Shares	% of total Shares	
PSP Projects Limited	10,000.00	100.00%	10,000.00	100.00%	0

<b>NOTE : 4</b>		As at March 31, 2023		As at March 31, 2022
<b>RESERVE AND SURPLUS</b>				
<b>Surplus</b>				
Opening Balance	(457.51)		-	
Additions during the year	(173.00)		(457.51)	
TOTAL Rs. >>>		(630.51)		(457.51)

<b>NOTE : 5</b>		As at March 31, 2023		As at March 31, 2022
<b>OTHER CURRENT LIABILITIES</b>				
Unpaid Expenses		300.00		150.00
TOTAL Rs. >>>		300.00		150.00

<b>NOTE : 6</b>		As at March 31, 2023		As at March 31, 2022
<b>CASH &amp; CASH EQUIVALENTS</b>				
Balances with banks Current Account		658.49		658.49
Cash on hand		11.00		34.00
SUB TOTAL Rs. >>>		669.49		692.49

<b>NOTE : 7</b>	Period ended March 31, 2023	Year ended March 31, 2022
<b>OTHER EXPENSES</b>		
<b>Administrative Expenses:</b>		
Auditor's Remuneration	150.00	150.00
Stationery Expenses	-	6.25
Professional Fees	-	25.00
Preliminary Expenses	-	276.26
ROC Filing Fee	23.00	-
TOTAL Rs. >>>	173.00	457.51

<b>NOTE : 7.1</b>	Period ended March 31, 2023	Year ended March 31, 2022
<b>REMUNERATION TO AUDITORS</b>		
Auditor's Remuneration comprises of		
Audit fees	100.00	100.00
Income tax matters	50.00	50.00
TOTAL Rs. >>>	150.00	150.00

<b>NOTE : 8</b>	Period ended March 31, 2023	Year ended March 31, 2022
<b>EARNING PER SHARE</b>		
Profit for the year attributable to the Equity Shareholders (In Rs.)	(173)	(458)
Basic/Weighted average number of equity shares outstanding during the year	10000	10000
Nominal value of equity share	10	10
Basic/Diluted/Adjusted Earning per share (Rs)	(1.73)	(4.58)

**Note : 9**

**Related Party Disclosure**

**(I) Related parties and their relationship**

**(a) Subsidiary/Associate/Joint Venture**

<b>Name of the entity</b>	<b>Type</b>
PSP Projects Ltd	Prahaladbhai S. Patel is MD
PSP Projects & Proactive Constructions Pvt Ltd	Prahaladbhai S. Patel is Director
GDCL & PSP Joint Venture	Prahaladbhai S Patel is Partner
Shilp Products LLP	Shilpaben P. Patel is Partner
Sprybit Softlabs LLP	Prahaladbhai S Patel is Partner

**(b) Key Management Personnel & Relatives**

<b>(i) Name of the Management Personnel</b>	<b>Type</b>
Mr. Prahaladbhai S. Patel	Director
Mrs. Shilpaben P. Patel	Director

**(II) Transactions with related parties –**

**There is no transaction with related parties.**

**NOTE : 10****Value of imports calculated on C.I.F. basis**

Nil

Nil

(If there is any import on C.I.F. basis value to be given for:  
Raw Material, Components and spare parts and Capital Goods)

**NOTE : 11****Expenditure in foreign currency :**

Nil

Nil

**NOTE : 12****Value of imported and indigenous raw materials, spare parts  
and components consumption :**

Nil

Nil

**NOTE : 13**

Remittance in foreign currency on account of dividend

Nil

Nil

**NOTE : 14****Earnings in foreign exchange**

Nil

Nil

**NOTE : 15****PARTICULARS REALTING TO CORPORATE SOCIAL RESPONSIBILITY**

Provision of Corporate Social Responsibility is not applicable to the Company.

**NOTE : 16 (b)**

**Particulars of transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 are given hereunder:**

There is no transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956

**NOTE : 16 (c)**

**DETAILS OF BENAMI PROPERTY HELD**

No proceedings have been initiated or pending against the company for holding any benami property.

**NOTE : 16 (d)**

**Title deeds of Immovable Property not held in name of the Company**

The Company does not own any immovable property.

**NOTE : 16 (e)**

**Compliance with number of layers of companies :**

Company has complied with the number of layers prescribed

**NOTE : 16 (f)**

**Compliance with approved Scheme(s) of Arrangements**

Company has not prepared any Scheme of Arrangements in terms of sections 230 to 237 of the Companies Act, 2013,

**NOTE : 16 (g)**

**Utilisation of Borrowed funds and Share Premium**

a) During the year, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any

b) During the year, no funds have been received by the Company from any persons or entities, including foreign entities

**NOTE : 17**

Figures of previous year have not been given as this is the first year of the company.

The notes on account form integral part of the financial Statement 1 to 17

As per our report of even date

**FOR, PRAKASH B. SHETH & CO.**  
Chartered Accountants  
FRN : 108069W

**For and on behalf of the Board of Directors**

SD/-  
Prakash B.Sheth  
Proprietor  
M.No.036831

SD/-  
Prahaladbhai S. Patel  
Director

SD/-  
Shilpaben P. Patel  
Director

Place : Ahmedabad  
Date : August 16, 2023

Place : Ahmedabad  
Date : August 16, 2023

**NOTE : 16**

**ADDITIONAL REGULATORY INFORMATION**

**(a) RATIOS**

Ratios	Numerator	Denominator	March 31, 2023	March 31, 2022	Variance	Explanation for any change in the ratio by more than 25% as compared to the preceding year.
			Ratio	Ratio		
(a) Current Ratio,	Current Assets	Current Liabilities	2.23	4.62	-52%	Decrease on account of increase in Current Liability
(b) Debt-Equity Ratio,	Total Debt	Shareholder's Equity	0.00	0.00	0%	
(c) Debt Service Coverage Ratio,	Earnings available for Debt Servicing	Total Debt Service	0.00	0.00	0%	
(d) Return on Equity Ratio(%),	Net profit after taxes less preference dividend (if any)	Average shareholder's Equity	-38%	-169%	-78%	Decrease on account of decrease in Expenses
(e) Inventory Turnover Ratio,	Cost of Goods Sold or sales	Average Inventory	0.00	0.00	0%	
(f) Trade Receivables Turnover Ratio,	Net credit sales	Average Trade Receivables	0.00	0.00	0%	
(g) Trade Payables Turnover Ratio,	Net credit purchase	Average Trade Payables	0.00	0.00	0%	
(h) Net Capital Turnover Ratio,	Net sales	Average working Capital	0.00	0.00	0%	
(i) Net Profit Ratio,	Net Profit After Taxes	Net sales	0.00	0.00	0%	
(j) Return on Capital Employed,	Earning Before Interest and Taxes	Capital Employed	-47%	-84%	-44%	Decrease on account of decrease in Expenses
(k) Return on Investment.	Income from Investments	Cost of Investment	0.00	0.00	0%	