F.R.N. 022743N

KAPISH JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To the Members of **SunGarner Energies Limited**
(Formerly known as Sungarner Energies Private Limited)
Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **SunGarner Energies Limited (Formerly known as Sungarner Energies Private Limited) ("*the Company*")** which comprises the Balance Sheet as at 31 March 2023, 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 (hereinafter referred to as "the standalone financial statements").

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 specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2023 and profit 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 Standalone 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 standalone 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 on the Standalone Financial Statements.

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

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Director's report, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Kapish Jain & Associates ★ NEW DELHI ★ Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of **SunGarner Energies Limited**
(Formerly known as Sungarner Energies Private Limited)
Report on the Audit of the Standalone Financial Statements

The Director's report is not made available to us at the date of this auditor's report. We have nothing to report in this regard.

Management's and Board of Director's Responsibilities for the Standalone Financial Statements

The Company's Management and Board of Directors are 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 and cash flows of the Company in accordance with the accounting standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate 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 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, the management and 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 management 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 Standalone Financial Statement

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 standalone 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 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 with reference to Standalone Financial Statements in place and the operating effectiveness of such controls.

Kapish Jain & Associates
NEW DELHI
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of **SunGarner Energies Limited**
(Formerly known as Sungarner Energies Private Limited)
Report on the Audit of the Standalone Financial Statements

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.

- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting in preparation of standalone financial statements 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.

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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **"Annexure A"** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, based on our audit we report, to the extent applicable that:

   (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   (c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow 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 (as amended).

   (e) On the basis of the written representations received from the directors as on 31 March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.



(f) Clause (i) of section 143(3) is not applicable pursuant to notification G.S.R 583(E) dated 13 June 2017.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements;

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 during the year ended 31 March 2023;

iv.

- The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

- The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and

- Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (a) and (b) above contain any material mis-statement.

v. The Company has not declared or paid any dividend during the year ended 31 March 2023.



(h) Based on our audit, we report that the provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under section 2(71) of the Act. Accordingly, reporting under section 197(16) is not applicable.

For **Kapish Jain & Associates,**
Chartered Accountants
Firm's Registration No.: 022743N



Kapish Jain
Partner
Membership No.: 514162
UDIN: 23514162BGWHDX9837

Place: Greater Noida
Date: 25 July 2023

Annexure A referred to in Paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of the Independent Auditor's Report of even date to the members of SunGarner Energies Limited (Formerly known as Sungarner Energies Private Limited) on the standalone financial statements for the year ended 31 March 2023

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the property, plant and equipment have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of physical verification program adopted by the Company, is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements are held in the name of the Company.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment or intangible assets or both during the year.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting under clause 3(i)(e) of the Order is not applicable to the Company.

(ii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were 10% or more in the aggregate for each class of inventory.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned a working capital limit in excess of Rs 5 crore by bank or financial institution based on the security of current assets during the year. Accordingly, reporting under clause 3(ii)(b) of the Order are not applicable.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investment provided guarantee or security, or granted any advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnerships or any others parties during the year. Accordingly, reporting under clause 3(iii) of the Order are not applicable.

(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not granted any loan to its subsidiaries or others during the year.

Kapish Jain & Associates
NEW DELHI
Chartered Accountants

Annexure A referred to in Paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of the Independent Auditor's Report of even date to the members of SunGarner Energies Limited (Formerly known as Sungarner Energies Private Limited) on the standalone financial statements for the year ended 31 March 2023

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, we are in opinion that the terms and conditions of the loan given are, prima facie, not prejudicial to the interest of the Company.

(c) In respect of loans and advances in the nature of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments/receipts of principal and interest are regular.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no overdue amount for more than 90 days in respect of loans granted to companies, firms, LLPs or other parties.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not granted any loan which has fallen due during the year. Further, no fresh loans were granted to any party to settle the overdue loans.

(f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not granted any loan which is repayable on demand or without specifying any terms or period of repayment.

(iv) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has complied with the provisions of sections 185 and 186 of the Act in respect of loans, investments, guarantees and security, as applicable.

(v) In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there is no amount which has been considered as deemed deposit within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.

(vi) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Central Government has not specified maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of Company's products/business activity. Accordingly, reporting under clause 3(vi) of the Order is not applicable.

(vii) (a) In our opinion, and according to the information and explanations given to us, undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities by the Company, though there have been slight delays in a few cases. Further, no undisputed amounts payable in respect thereof were outstanding at the period-end for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no statutory dues referred to in subclause (a) above that have not been deposited with the appropriate authorities on account of any dispute.

(viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts during the year.

(ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender during the year.



Annexure A referred to in Paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of the Independent Auditor's Report of even date to the members of SunGarner Energies Limited (Formerly known as Sungarner Energies Private Limited) on the standalone financial statements for the year ended 31 March 2023

(b) According to the information and explanations given to us including confirmations received from banks and financial institution, representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank or financial institution.

(c) In our opinion and according to the information and explanations given to us, the term loans obtained by the Company have been applied for the purpose for which the loans were obtained.

(d) In our opinion and according to the information and explanations given to us, and on an overall examination of the financial statements of the Company, funds raised by the Company on short term basis have not been utilized for long term purposes.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiary companies.

(x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to The Company has made a preferential allotment of equity shares under non-promoter category during the year as per the provisions of Section 42 and 62(1)(c) of the Companies Act, 2013 and other applicable provisions. Accordingly, the Company has issued 1,25,000 equity shares worth of ₹ 50.00 lacs with a face value of ₹ 10 per share and at a premium of ₹ 30 per share. The amount received through the process of preferential allotment is utilized in the particular heads as mentioned:

₹ in lacs

Object of preferential issue	Amount utilised till 31 March 2023	Amount un-utilised till 31 March 2023	Deviation if any
General Business Purpose	50.00	-	-
Total	**50.00**	**-**	**-**

(xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.

(b) No report under section 143(12) of the Act has been filed with the Central Government for the period covered by our audit.

(xii) The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) In our opinion and according to the information and explanations given to us, all transactions entered into by the Company, with the related parties are in compliance with section 177 and 188 of the Act, where applicable. The details of such related party transactions have been disclosed in the standalone financial statements as required by the applicable Indian Accounting Standard.

(xiv) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company is not required to have an internal audit system under section 138 of the Act and consequently, does not have an internal audit system. Accordingly, reporting under clause 3(xiv) of the Order is not applicable to the Company.



Annexure A referred to in Paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of the Independent Auditor's Report of even date to the members of SunGarner Energies Limited (Formerly known as Sungarner Energies Private Limited) on the standalone financial statements for the year ended 31 March 2023

(xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with them and accordingly, provisions of section 192 of the Act are not applicable to the Company.

(xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause 3(xvi) of the Order is not applicable to the Company.

(xvii) The Company has not incurred cash losses in the current financial year and in the immediately preceding financial year.

(xviii) There has been resignation of the previous statutory auditor for the year. As an incoming auditor, we have examined the issues, objections or concerns stated by the outgoing auditor and its effects on financials of company if any have been considered.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the plans of the Board of Directors and management and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) According to the information and explanations given to us, the Company does not fulfil the criteria as specified under section 135(1) of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and according, reporting under clause 3(xx) of the Order is not applicable to the Company.

(xxi) The reporting under clause 3(xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **Kapish Jain & Associates,**
Chartered Accountants
Firm's Registration No.: 022743N



Kapish Jain
Partner
Membership No.: 514162
UDIN: 23514162BGWHDX9837

Place: Greater Noida
Date: 25 July 2023

SUNGARNER ENERGIES LIMITED
(Formerly known as Sungarner Energies Private Limited)
CIN: U34100DL2015PLC279632
Balance Sheet as at 31 March 2023

(All amounts in ₹ lacs, unless otherwise stated)

	Note	As at 31 March 2023	As at 31 March 2022
Equity and liabilities			
Shareholders' funds			
Share capital	3	167.88	46.50
Reserves and surplus	4	151.79	109.06
		319.67	155.56
Share Application Money Pending Allotment		-	-
Non-current liabilities			
Long-term borrowings	5	20.85	56.60
Deferred tax liability	6	17.08	5.58
Other long-term liabilities		-	-
Long-term provisions	7	20.46	13.14
		58.39	75.32
Current liabilities			
Short-term borrowings	5	403.26	170.02
Trade payables	8		
(A) Total outstanding dues of micro enterprises and small enterprises; and		84.84	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		59.04	93.51
Other current liabilities	9	66.39	28.76
Short-term provisions	7	23.09	13.10
		636.62	305.39
Total		1,014.68	536.27
Assets			
Non-current assets			
Property, plant and equipment and Intangible Assets	10		
Property, plant and equipment		189.91	164.98
Intangible assets		0.55	0.67
Capital work-in-progress		-	1.40
Deferred tax assets		-	-
Non-current investment		-	-
Long-term loans and advances		-	-
Other non-current assets		-	-
		190.46	167.05
Current assets			
Current investment		-	-
Inventories	11	435.05	209.83
Trade receivables	12	277.53	129.18
Cash and bank balances	13	7.71	3.89
Short-term loans and advances	14	74.96	20.85
Other current assets	15	28.97	5.47
		824.22	369.22
Total		1,014.68	536.27

The accompanying notes are an integral part of these financial statements.
This is the Balance Sheet referred to in our report of even date.

In terms of our report attached
For **Kapish Jain & Associates**
Chartered Accountants
Firm Registration No.: 022743N

Kapish Jain
Partner
Membership No.: 514162
Place: Greater Noida
Date: 25 July 2023

Kapish Jain & Associates ★ NEW DELHI ★ Chartered Accountants

For and on behalf of the Board of Directors of
SunGarner Energies Limited
(Formerly known as Sungarner Energies Private Limited)

SUNGARNER ENERGIES LIMITED

Sumit Tiwari
Managing Director
DIN 07047276

SUNGARNER ENERGIES LIMITED

Snigdha Tiwari
Director
DIN 08292988

Director

Anup Kumar Pandey
Company Secretary
M.No. 31706A

Akansha Jain
Chief Financial Officer
AKDPJ1869K

SUNGARNER ENERGIES LIMITED
(Formerly known as Sungarner Energies Private Limited)

CIN: U34100DL2015PLC279632

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

(All amounts in ₹ lacs, unless otherwise stated)

	Note	For the year ended 31 March 2023	For the year ended 31 March 2022
Revenue			
Revenue from operations	16	1,731.80	793.79
Other income	17	33.53	3.87
Total revenue		**1,765.33**	797.66
Expenses			
Cost of material consumed	18	1,053.72	399.35
(Increase)/decrease in the inventories of work in progress & finished goods	19	(33.42)	(25.28)
Employee benefits expense	20	277.86	189.31
Finance cost	21	26.97	14.28
Depreciation and amortisation expense	22	11.14	6.87
Other expenses	23	308.14	135.85
Total expenses		**1,644.41**	720.38
Profit / (Loss) before tax		**120.92**	77.28
Tax expense			
- Current tax		35.11	19.00
- Current tax for earlier year		0.19	-
- Deferred tax		11.50	2.65
Profit / (Loss) for the year		**74.12**	55.63
Earnings per equity share	24		
Nominal value per share: ₹10			
Basic (in ₹)		6.63	11.96
Diluted (in ₹)		6.63	11.96

The accompanying notes are an integral part of these financial statements.
This is the Statement of Profit and Loss referred to in our report of even date.

For **Kapish Jain & Associates**
Chartered Accountants
Firm Registration No.: 022743N

Kapish Jain & Associates ☆ NEW DELHI ☆ Chartered Accountants

Kapish Jain
Partner
Membership No.: 514162
Place: Greater Noida
Date: 25 July 2023

For and on behalf of the Board of Directors of
SunGarner Energies Limited
(Formerly known as Sungarner Energies Private Limited)

SUNGARNER ENERGIES LIMITED

Sumit Tiwari
Managing Director
DIN 07047276

SUNGARNER ENERGIES LIMITED

Snigdha Tiwari
Director
DIN 08292988

Director

Anup Kumar Pandey
Company Secretary
M.No. 31706A

Akansha Jain
Chief Financial Officer
AKDPJ1869K

SUNGARNER ENERGIES LIMITED
(Formerly known as Sungarner Energies Private Limited)
CIN: U34100DL2015PLC279632
Cash Flow Statement for the year ended 31 March 2023

(All amounts in ₹ lacs, unless otherwise stated)

	For the year ended 31 March 2023	For the year ended 31 March 2022
A. Cash flow from operating activities		
Profit before tax	120.92	77.28
Adjustments for :		
Depreciation and amortisation expense	11.14	6.87
Net loss on disposal of property, plant and equipment	-	-
Interest income	-	-
Interest expenses	26.97	14.28
Unrealised foreign currency (gain)/loss	(0.07)	
Operating (loss)/profit before working capital changes	**158.96**	**98.43**
Changes in working capital:		
Decrease /(Increase) in Inventories	(225.22)	(130.15)
Decrease / (Increase) in Trade Receivable	(148.26)	(37.12)
Decrease / (Increase) in Long Term Loans and Advances	-	2.65
Decrease / (Increase) in Short Term Loans and Advances	(54.13)	(18.82)
Decrease / (Increase) in Other Assets	(23.52)	(12.91)
Increase / (Decrease) in Trade Payables	50.37	17.43
Increase / (Decrease) in Short Term Provisions	0.64	19.69
Increase / (Decrease) in Long Term Provisions	7.32	13.14
Increase / (Decrease) in Other Liabilities	37.63	0.81
Cash (used) /generated from operations	**(196.23)**	**(46.85)**
Taxes paid (net of refunds)	(25.95)	(21.65)
Net cash (used in)/from operating activities (A)	**(222.16)**	**(68.50)**
B. Cash flow from investing activities		
Purchase of tangible and intangible assets	(34.54)	(41.20)
Interest received	-	-
Sale of fixed assets	-	-
Net cash used in investing activities (B)	**(34.54)**	**(41.20)**
C Cash flow from financing activities		
Interest & Finance Cost	(26.97)	(14.28)
Proceeds from issues of equity shares	90.00	-
(Repayments) / proceeds of long term borrowings	(35.75)	31.13
(Repayments) / proceeds of short term borrowings	233.24	91.70
Net cash from financing activities (C)	**260.52**	**108.55**
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	**3.82**	**(1.15)**
Cash and cash equivalents at the beginning of the year	3.89	5.04
Cash and cash equivalents at the end of the year	**7.71**	**3.89**
Cash and cash equivalents comprise of:		
Cash on hand	6.05	3.34
Balance with banks		
- in current accounts	1.66	0.55
- deposits with original maturity of less than three months	-	-
Total	**7.71**	**3.89**

Notes:

1 The above cash flow statement has been prepared under the Indirect Method as set out in Accounting Standard-3 Cash Flow Statement, specified under Section 133 of the Companies Act, 2013.
2 Figures in brackets indicate cash outflow.
3 Previous year figures have been regrouped/ reclassified wherever necessary to conform to current year's classifications.

The accompanying notes are an integral part of these financial statements.
This is the Cash Flow Statement referred to in our report of even date.

For **Kapish Jain & Associates**
Chartered Accountants
Firm Registration No.: 022743N

Kapish Jain
Partner
Membership No.: 514162
Place: Greater Noida
Date: 25 July 2023

For and on behalf of the Board of Directors of
SunGarner Energies Limited
(Formerly known as Sungarner Energies Private Limited)

SUNGARNER ENERGIES LIMITED

Sumit Tiwari
Managing Director
DIN 07047276

SUNGARNER ENERGIES LIMITED

Snigdha Tiwari
Director
DIN 08292988

Director

Anup Kumar Pandey
Company Secretary
M.No. 31706A

Akansha Jain
Chief Financial Officer
AKDPJ1869K

SUNGARNER ENERGIES LIMITED
(Formerly known as Sungarner Energies Private Limited)
CIN: U34100DL2015PLC279632

NOTES TO ACCOUNTS ON STANDALONE FINANCIAL STATEMENTS

1. Background of the Company:

Sungarner Energies Limited having its registered office at 1/5322, S/F, Plot No. 19A, Gali No.-13, Balbir Nagar Extn., New Delhi - 110032 and corporate office at Plot No. 113 Udyog Kendra-II, Greater Noida, Gautam Buddha Nagar, Uttar Pradesh - 201306, was incorporated on 30th April 2015, under Companies Act, 2013.

The corporate identification number of the company is U34100DL2015PTC279632. The Company is engaged in Manufacturing, Design, Engineering of Power Equipments and Appliances such as Online UPS, Solar Inverters, EV Chargers, Storage Solutions (Lead Acid and Lithium ion), Solar Equipment and Installation and Commissioning of Solar Power Plants. The Company presently provides these products and these services to corporate houses / Channel Partners all over India and Abroad.

2. Statement of Significant Accounting Policies

2.1 Basis of Preparation of Financial Statements:

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ("the 2013 Act") and the relevant provisions of the 1956 Act / 2013 Act, as applicable. The financial statements of the Company are prepared under the historical cost convention using the accrual method of accounting. The accounting policies adopted in the preparation of the financial statements are consistent with those of the previous year. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the 2013 Act.

2.2 Use of Estimates:

The presentation of the financial statements, in conformity with Indian GAAP, requires the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, revenues and expenses and disclosure of contingent liabilities. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable, future results could differ, the differences between the actual results and the estimates are recognised in the period in which the results are known / materialise.

2.3 Property, plant and equipment (PPE)

Tangible assets are carried at cost less accumulated depreciation and accumulated impairment losses, if any. Cost comprises of the purchase price including import duties and non-refundable taxes, and directly attributable expenses incurred to bring the asset to the location and condition necessary for it to be capable of being operated in the manner intended by management. Capital expenditure incurred on rented properties is classified as 'Leasehold improvements' under property, plant and equipment.

Subsequent costs related to an item of Property, Plant and Equipment are recognised in the carrying amount of the item if the recognition criteria are met. Items of Property, Plant and Equipment that have been retired from active use and are held for disposal are stated at the lower of their net carrying amount and net realisable value and are shown separately in the financial statements under the head 'Other current assets'. Any write-down in this regard is recognised immediately in the Statement of Profit and Loss. An item of Property, Plant and Equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising on derecognition is recognised in the Statement of Profit and Loss.

Depreciation on tangible asset is recognised on a straight-line basis based on a useful life of the assets prescribed in Schedule II to the Act. If the management's estimates of the useful life of an asset at the time of acquisition of assets or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, depreciation is provided at a higher rate owing to their risk of higher obsolesce / wear & tear. The useful life of the assets has been reassessed based on the number of years for which the assets have already been put to use and the estimated minimum balance period for which the assets can be used in the Company. The estimated life of property, plant and equipment has been determined as follows:

Kapish Jain & Associates Chartered Accountants NEW DELHI

SUNGARNER ENERGIES LIMITED

Director

Estimated useful life has been tabulated below:

Nature of Assets	Useful Life (In years)
Building	30
Building (Temporary Structure)	3
Computer	3
Electric Installations	10
Office Equipment	5
Furniture & Fixture	10
Plant And Machinery	15

2.4 Intangible assets

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight-line basis over their estimated useful lives. A rebuttable presumption that the useful life of an intangible asset will not exceed fifteen years from the date when the asset is available for use is considered by the management. The amortisation period and the amortisation method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly.

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense in the Statement of Profit and Loss. The estimated useful lives of intangible assets are as follows:

Nature of Assets	Useful Life (In years)
Software	3

2.5 Impairment

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognized in the Statement of Profit and Loss account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

2.6 Investment

Investments are classified between long term and current categories as per the Accounting Standards issued by Institute of Chartered Accountants of India.

Long term investments are stated at cost. Provision for diminution in the value of investments, if any, is made if the decline in value is of permanent nature. Current investments are valued at lower of cost or market value.

As a conservative and prudent policy, the Company does not provide for increase in the book value of individual investment held by it on the date of Balance Sheet.

2.7 Inventories

The figure of closing stock is taken on the basis of physical count of stock by the management at the end of the year.

Inventories are valued at lower of historical cost and net realizable value.

Cost of inventories have been computed to include all costs of purchases, cost of conversion, all non-refundable duties & taxes and other costs incurred in bringing the inventories to their present location and condition.

Kapish Jain & Associates NEW DELHI

SUNGARNER ENERGIES LIMITED

Director

Stock-in-trade are based on weighted average cost basis.

Obsolete, slow moving and defective inventories are valued at net realizable value i.e. scrap rate.

Goods in transit are stated at actual cost incurred up to the date of Balance Sheet.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated cost of completion and estimated cost necessary to make the sale. Necessary adjustment for shortage / excess stock is given based on the available evidence and past experience of the Company.

2.8 Revenue Recognition

- **Revenue from sale of product**
  Revenue is recognized in respect of sales on dispatch of product to the customers. Quality rebates, claims and other discounts, if any, are disclosed separately.

- **Other revenue**
  Interest on bank deposits is recognized on the time proportion basis taking into account the amounts invested and the rate of interest as applicable.

2.9 Employee Benefits

Gratuity is a post-employment benefit and is in the nature of a defined benefit plan. The liability recognised in the balance sheet in respect of gratuity is the present value of the defined benefit obligation at the balance sheet date. The defined benefit obligation is calculated at the balance sheet date by an independent actuary using the projected unit credit method. Actuarial gains and losses arising from past experience and changes in actuarial assumptions are charged to the Statement of Profit and Loss in the year in which such gains or losses are determined.

Employee benefits in the form of Provident Fund and Employee State Insurance Scheme are defined contribution plans and the contributions are charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds

Short-term employee benefits: All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and are recognised in the Statement of Profit and Loss in the period in which the employee renders the related service.

Liability in respect of compensated absences becoming due or expected to be availed within one year from the date is recognised on the basis undiscounted value of estimated amount required to be paid or estimated value of benefit expected to be availed by the employees. Liability in respect of compensated absences becoming due or expected to be availed more than one year after the balance sheet date is estimated on the basis of an actuarial valuation performed by an independent actuary using the projected unit credit method.

2.10 Foreign currency transactions

Initial recognition
Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion
Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Kapish Jain & Associates NEW DELHI

SUNGARNER ENERGIES LIMITED

Director

Exchange differences

Exchange differences arising on the settlement of monetary items or on restatement of the Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise other than of the capitalisation of exchange differences which is referred to in PPE above.

2.11 Taxation

The tax expense comprises of current tax and deferred tax. Current tax is the amount of income tax determined to be payable in respect of taxable income for a period as per the provisions of Income Tax Act, 1961. Deferred tax is the effect of timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are reviewed at each balance sheet date and recognised/derecognized only to the extent that there is reasonable/virtual certainty, depending on the nature of the timing differences, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Minimum Alternate Tax ('MAT') credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent it is not reasonably certain that the Company will pay normal income tax during the specified period.

2.12 Contingent liabilities and provisions

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 recognised 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 recognised because it cannot be measured reliably.

A disclosure is made for a contingent liability when there is a:
a) possible obligation, the existence of which will be confirmed by the occurrence/non-occurrence of one or more uncertain events, not fully with in the control of the Company;

b) present obligation, where it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation;

c) present obligation, where a reliable estimate cannot be made.

A provision is recognised when the Company has a present obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not disclosed to their present value and are determined based on best estimates required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and are adjusted to reflect the current best estimates.

2.13 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

2.14 Cash, Cash Equivalents and Bank Balances

Cash, Cash Equivalents and Bank Balances for the purpose of Cash Flow Statement comprise Cash at Bank, Cash in Hand, Cheques / Drafts in Hand, Deposits with Bank within 12 months maturity and other permissible instruments as per Accounting Standard AS-3.

2.15 Borrowing Cost:

Borrowing Cost attributable to the acquisition or construction of a qualifying asset is capitalized as part of the cost of the asset. Other borrowing costs are recognized as an expense in the period in which they are incurred.

2.16 Segment Information:

Based on the principles for determination of segments given in Accounting Standard 17 "Segment Reporting" issued by accounting standard notified by Companies (Accounting Standard) Rules, 2008, the Company is mainly engaged in the activity surrounded with main business of the Company hence there is no reportable segment.

2.17 Prior Period Expenditure:

The change in estimate due to error or omission in earlier period is treated as prior period items. The items in respect of which liability has arisen/crystallized in the current year, though pertaining to earlier year is not treated as prior period expenditure.

2.18 Extra Ordinary Items:

The income or expenses that arise from event or transactions which are clearly distinct from the ordinary activities of the Company and are not recurring in nature are treated as extra ordinary items. The extra ordinary items are disclosed in the statement of profit and loss as a part of net profit or loss for the period in a manner so as the impact of the same on current profit can be perceived.

Kapish Jain & Associates ★ Chartered Accountants ★ NEW DELHI

SUNGARNER ENERGIES LIMITED

Director

SUNGARNER ENERGIES LIMITED

(Formerly known as Sungarner Energies Private Limited)

CIN: U34100DL2015PLC279632

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

(All amounts in ₹ lacs, unless otherwise stated)

3 **Share capital**

	As at 31 March 2023		As at 31 March 2022	
	Number of shares	Amount	Number of shares	Amount
Authorised share capital				
Equity shares of ₹ 10 each	55,00,000	550.00	5,00,000	50.00
	55,00,000	**550.00**	**5,00,000**	**50.00**
Issued, subscribed and fully paid-up share capital				
Equity shares of ₹ 10 each fully paid-up	16,78,750	167.88	4,65,000	46.50
Total issued, subscribed and fully paid-up share capital	**16,78,750**	**167.88**	**4,65,000**	**46.50**

(a) **Reconciliation of equity share capital**

	As at 31 March 2023		As at 31 March 2022	
	Number of shares	Amount	Number of shares	Amount
Equity Shares:				
Balance as at the beginning of the year	4,65,000	46.50	4,65,000	46.50
Shares issued during the year	2,25,000	22.50	-	-
Bonus issued during the year	9,88,750	98.88	-	-
Balance as at the end of the year	**16,78,750**	**167.88**	**4,65,000**	**46.50**

(b) **Rights, preferences and restrictions attached to equity shares**

Equity Shares

The Company has one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. All shareholders are equally entitled to dividend. In the event of liquidation, the equity shareholders are entitled to receive remaining assets of the Company (after distribution of all preferential amounts, if any) in the proportion of equity shares held by the shareholders.

(c) **Particulars of shareholders holding more than 5 % equity share of the company**

	As at 31 March 2023		As at 31 March 2022	
	Number of shares	% holding in the shares	Number of shares	% holding in the shares
Equity shares of ₹ 10 each fully paid up held by				
Sumit Tiwari	12,32,975	73.45%	3,48,500	74.95%
Snigdha Tiwari	1,92,500	11.47%	70,000	15.05%
Pooja Nill Almadi	1,27,875	7.62%	46,500	10.00%
	15,53,350	**92.53%**	**4,65,000**	**100.00%**

(d) **Detail of share held by promoters**

	As at 31 March 2023			As at 31 March 2022		
	Number of shares	% of total shares	% change during the year	Number of shares	% of total shares	% change during the year
Sumit Tiwari	12,32,975	73.45%	-1.50%	3,48,500	74.95%	0.00%
Snigdha Tiwari	1,92,500	11.47%	-3.58%	70,000	15.05%	0.00%
Madhuri	100	0.01%	0.01%	-	-	0.00%
Amit Tiwari	100	0.01%	0.01%	-	-	0.00%
Utkarsha Mishra	100	0.01%	0.01%	-	-	0.00%
Amar Nath Tiwari	100	0.01%	0.01%	-	-	0.00%

4 **Reserves and surplus**

	As at 31 March 2023	As at 31 March 2022
Security Premium		
Balance at the beginning of the year	-	-
Addition during the year	67.50	-
Balance at the end of the year	**67.50**	**-**
Surplus / (Deficit) in the statement of profit and loss		
Balance at the beginning of the year	109.06	53.43
Add: Profit / (Loss) for the year	74.12	55.63
Less: Utilised for issuance of bonus shares	98.88	-
Balance at the end of the year	**84.29**	**109.06**
Total Reserve & Surplus	**151.79**	**109.06**

Kapish Jain & Associates NEW DELHI Chartered Accountants

SUNGARNER ENERGIES LIMITED

Director

5 Borrowings

	As at 31 March 2023			As at 31 March 2022		
	Long Term	Short Term	Total	Long Term	Short Term	Total
A. Secured borrowings:						
(a) From banks						
- IDFC First Bank ECGLS (*)	-	-	-	14.67	-	14.67
- ICICI Bank ECGLS (*)	2.75	5.50	8.25	-	-	-
- ICICI Bank Vehicle Loan (#)	16.57	3.60	20.17	-	-	-
(b) Repayable on demand						
- IDFC Bank Ltd (*)	-	-	-	-	170.02	170.02
- ICICI Bank Ltd (*)	-	390.95	390.95	-	-	-
Total secured borrowings	**19.32**	**400.05**	**419.37**	**14.67**	**170.02**	**184.69**
B. Unsecured borrowings:						
- Bajaj Finance Ltd	-	3.21	3.21	-	-	-
- From directors	1.53	-	1.53	41.93	-	41.93
- From others	-	-	-	-	-	-
Total unsecured borrowings	**1.53**	**3.21**	**4.74**	**41.93**	**-**	**41.93**
Total borrowings	**20.85**	**403.26**	**424.11**	**56.60**	**170.02**	**226.62**

Statement of Terms and Conditions of Long Term Borrowing:

Name of Lender	Pupose	Rate of Interest	Repayment Schedule	Moratorium	Balance as at 31 March 2023	Balance as at 31 March 2022
Secured Loans						
- IDFC First Bank	ECLGS Loan	9.25%	48 months	NA	-	14.67
- ICICI Bank Ltd	ECLGS Loan	9.25%	36 months	NA	8.25	-
- ICICI Bank Ltd	Vehicle Loan	8.50%	60 months	NA	20.17	-
- IDFC First Bank	OD Loan	9.25%	On demand	NA	-	170.02
- ICICI Bank Ltd	OD Loan	9.25%	On demand	NA	390.95	
Unsecured Loans						
From Directors	Business	NA	NA	NA	1.53	41.93
- Bajaj Finance Ltd	Business	17%	48 months	NA	3.21	-

(*) Hypothecation of Stocks, Receivables and all current assets of the company, both present and future and Equitable Mortgage of factory premises at Plot No. 113, Udyog Kendra, Extension 2, Ecotech 3, Greater Noida, Noida, Uttar Pradesh, India 201306. Also personal guarantee of Mr. Sumit Tiwari and Mrs. Snigdha Tiwari (Promoter of the Company).

(#) Hypothecation of respective vehicles.

6 Deferred tax liabilities & assets (net)

	As at 31 March 2023	As at 31 March 2022
Deferred Tax Liability for (A)		
Depreciation	23.35	5.58
Expenses disallowance u/s 43B of IT Act	(6.27)	-
Closing Balance of (DTA)/DTL	17.08	5.58
Deferred Tax Assets Provision		
Opening Balance of (DTA)/DTL	5.58	2.94
Add: Provision for the year	11.50	2.65
Closing Balance of (DTA)/DTL	**17.08**	**5.58**

7 Provisions

	As at 31 March 2023			As at 31 March 2022		
	Long Term	Short Term	Total	Long Term	Short Term	Total
Provision for gratuity	14.71	1.34	16.05	11.91	0.57	12.48
Provision for leave encashment	5.75	0.75	6.50	1.23	0.13	1.36
Provision for income tax (net of advance tax)	-	18.75	18.75	-	9.40	9.40
Audit fee payable	-	2.25	2.25	-	3.00	3.00
Total	**20.46**	**23.09**	**43.55**	**13.14**	**13.10**	**26.24**

Kapish Jain & Associates ☆ Chartered Accountants ☆ NEW DELHI

SUNGARNER ENERGIES LIMITED
Director

8 Trade payables

	As at 31 March 2023	As at 31 March 2022
(a) MSME*	84.84	-
(b) Others	59.04	93.51
Total	**143.88**	**93.51**

**MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.*

Ageing analysis of Trade Payables as on 31 March 2023

Paticulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed dues					
(a) MSME	84.84	-	-	-	84.84
(b) Others	59.04	-	-	-	59.04
Disputed dues					
(a) MSME	-	-	-	-	-
(b) Others	-	-	-	-	-

Ageing analysis of Trade Payables as on 31 March 2022

Paticulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed dues					
(a) MSME	-	-	-	-	-
(b) Others	93.22	0.29	-	-	93.51
Disputed dues					
(a) MSME	-	-	-	-	-
(b) Others	-	-	-	-	-

9 Other current liabilities

	As at 31 March 2023	As at 31 March 2022
Statutory Dues Payable	7.13	6.12
Advances from Customer	39.71	12.66
Interest to MSME vendors	0.93	-
Salary Payables	16.69	9.98
Other Payables	1.93	-
Total	**66.39**	**28.76**

Kapish Jain & Associates Chartered Accountants NEW DELHI

SUNGARNER ENERGIES LIMITED
Director

SUNGARNER ENERGIES LIMITED

(Formerly known as Sungarner Energies Private Limited)

CIN: U34100DL2015PLC279632

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

(All amounts in ₹ lacs, unless otherwise stated)

10 A.) Property, plant and equipment

Particulars	Gross Block				Accumulated Depreciation				Net Block
	1 April 2022 Rs.	Additions Rs.	Disposals Rs.	31 March 2023 Rs.	1 April 2022 Rs.	For the year Rs.	Disposals Rs.	31 March 2023 Rs.	31 March 2023 Rs.
Furniture & fixtures	9.62	0.85	-	10.47	3.42	0.98	-	4.40	6.07
Computers	7.92	2.19	-	10.11	5.60	1.13	-	6.73	3.38
Building	72.29	0.57	-	72.86	10.26	3.41	-	13.67	59.19
Plants & machinery	46.24	5.96	-	52.20	7.31	3.03	-	10.34	41.86
Office equipments	6.50	1.83	-	8.33	2.82	1.42	-	4.24	4.09
Electrical installation	0.67	0.02	-	0.69	0.01	0.07	-	0.08	0.61
Land	51.16	-	-	51.16	-	-	-	-	51.16
Vehicle	-	24.52	-	24.52	-	0.97	-	0.97	23.55
Total	**194.40**	**35.94**	**-**	**230.34**	**29.42**	**11.01**	**-**	**40.43**	**189.91**

B.) Intangible assets

Particulars	Gross Block				Accumulated Depreciation				Net Block
	1 April 2022 Rs.	Additions Rs.	Disposals Rs.	31 March 2023 Rs.	1 April 2022 Rs.	For the year Rs.	Disposals Rs.	31 March 2023 Rs.	31 March 2023 Rs.
Software	0.74	-	-	0.74	0.07	0.12	-	0.19	0.55
Total	**0.74**	**-**	**-**	**0.74**	**0.07**	**0.12**	**-**	**0.19**	**0.55**

C) Capital Work in Progress

Particulars	Gross Block				Accumulated Depreciation				Net Block
	1 April 2022 Rs.	Additions Rs.	Disposals Rs.	31 March 2023 Rs.	1 April 2022 Rs.	For the year Rs.	Disposals Rs.	31 March 2023 Rs.	31 March 2023 Rs.
Capital work in progress	1.40	-	1.40	-	-	-	-	-	-
Total	**1.40**	**-**	**1.40**	**-**	**-**	**-**	**-**	**-**	**-**

A.) Property, plant and equipment

Particulars	Gross Block				Accumulated Depreciation				Net Block
	1 April 2021 Rs.	Additions Rs.	Disposals Rs.	31 March 2022 Rs.	1 April 2021 Rs.	For the year Rs.	Disposals Rs.	31 March 2022 Rs.	31 March 2022 Rs.
Furniture & fixtures	9.22	0.40	-	9.62	2.51	0.90	-	3.41	6.21
Computers	5.72	2.20	-	7.92	5.26	0.34	-	5.60	2.32
Building	69.34	2.95	-	72.29	7.04	3.23	-	10.27	62.02
Plants & machinery	15.76	30.48	-	46.24	6.11	1.20	-	7.31	38.93
Office equipments	4.14	2.36	-	6.50	1.70	1.12	-	2.82	3.68
Electrical installation	-	0.67	-	0.67	-	0.01	-	0.01	0.66
Land	51.16	-	-	51.16	-	-	-	-	51.16
Total	**155.34**	**39.06**	**-**	**194.40**	**22.62**	**6.80**	**-**	**29.42**	**164.98**

B) Intangible assets

Particulars	Gross Block				Accumulated Depreciation				Net Block
	1 April 2021 Rs.	Additions Rs.	Disposals Rs.	31 March 2022 Rs.	1 April 2021 Rs.	For the year Rs.	Disposals Rs.	31 March 2022 Rs.	31 March 2022 Rs.
Software	-	0.74	-	0.74	-	0.07	-	0.07	0.67
Total	**-**	**0.74**	**-**	**0.74**	**-**	**0.07**	**-**	**0.07**	**0.67**

C) Capital Work in Progress

Particulars	Gross Block				Accumulated Depreciation				Net Block
	1 April 2021 Rs.	Additions Rs.	Disposals Rs.	31 March 2022 Rs.	1 April 2021 Rs.	For the year Rs.	Disposals Rs.	31 March 2022 Rs.	31 March 2022 Rs.
Capital work in progress	-	1.40	-	1.40	-	-	-	-	1.40
Total	**-**	**1.40**	**-**	**1.40**	**-**	**-**	**-**	**-**	**1.40**

Kapish Jain & Associates Chartered Accountants NEW DELHI

SUNGARNER ENERGIES LIMITED

Director

11 Inventories

	As at 31 March 2023	As at 31 March 2022
Raw Material	375.77	183.97
Work in progress	35.23	12.10
Finished Goods	24.05	13.76
Total	**435.05**	**209.83**

12 Trade receivables

	As at 31 March 2023	As at 31 March 2022
Secured & Considered Good	-	-
Unsecured & Considered Good	277.53	129.18
Doubtful	-	-
Less : Allowances for doubtful debts	-	-
Total	**277.53**	**129.18**

Ageing analysis of Trade Receivables as on 31 March 2023

Paticulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	Total
	-	-	-	-	-	-
Undisputed trade receivables						
-considered good	270.54	4.18	2.81	-	-	277.53
-considered doubtful	-	-	-	-	-	-
Disputed trade receivables						
-considered good	-	-	-	-	-	-
-considered doubtful	-	-	-	-	-	-

Ageing analysis of Trade Receivables as on 31 March 2022

Paticulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed trade receivables						
-considered good	127.81	1.37	-	-	-	129.18
-considered doubtful	-	-	-	-	-	-
Disputed trade receivables						
-considered good	-	-	-	-	-	-
-considered doubtful	-	-	-	-	-	-

13 Cash and bank balances

	As at 31 March 2023	As at 31 March 2022
Cash and cash equivalents		
Cash on hand	6.05	3.34
Balance with bank	-	-
- in current accounts	1.66	0.55
	7.71	3.89
Other bank balances		
Balance in deposit accounts with original maturity of more than 3 months but less than 12 months	-	-
Total	**7.71**	**3.89**

14 Short-term loans and advances

	As at 31 March 2023	As at 31 March 2022
Advances to staff	8.21	8.51
Advance to suppliers	66.75	12.34
Total	**74.96**	**20.85**

15 Other current assets

	As at 31 March 2023	As at 31 March 2022
GST Receivable	2.80	5.36
Prepaid expenses	26.17	0.11
Total	**28.97**	**5.47**

Kapish Jain & Associates NEW DELHI

SUNGARNER ENERGIES LIMITED

16 Revenue from operations

	For the year ended 31 March 2023	For the year ended 31 March 2022
Sale of Products		
Domestic sales	1,314.02	603.70
Export sales	143.74	45.70
Sale of services		
Technical consultancy services	86.62	49.63
Erection, installation and comissioning income	92.78	28.14
AMC charges and others income	94.64	66.62
Total	**1,731.80**	**793.79**

17 Other income

	For the year ended 31 March 2023	For the year ended 31 March 2022
Freight Outwards	27.34	3.81
Other income	6.19	0.06
Total	**33.53**	**3.87**

18 Cost of material consumed

	For the year ended 31 March 2023	For the year ended 31 March 2022
As certified by management		
Opening stock of raw material	183.97	79.10
Purchases of raw material (refer note (a) below)	1,245.51	504.22
Less: Closing stock of raw material	375.76	183.97
Total	**1,053.72**	**399.35**

Note (a) Value of imported and indigenous materials purchased

	For the year ended 31 March 2023	For the year ended 31 March 2022
Imported	1.21	-
Indigenous	1,244.31	504.22
Total	**1,245.51**	**504.22**

19 (Increase)/decrease in the inventories of Raw material & Finished goods

	For the year ended 31 March 2023	For the year ended 31 March 2022
Stock at the end of the year (A)		
Work in progress	35.23	12.10
Finished Goods	24.05	13.76
	59.28	25.86
Stock at the beginning of the year (B)		
Work in progress	12.10	-
Finished Goods	13.76	0.58
	25.86	0.58
(Increase)/decrease in the inventories of Raw material & Finished goods (B-A)	**(33.42)**	**(25.28)**

20 Employee benefits expense

	For the year ended 31 March 2023	For the year ended 31 March 2022
Salaries, allowances and bonus	234.42	163.98
Gratuity expenses	5.08	12.48
Contribution to provident and other funds	14.67	8.97
Staff welfare expenses	23.69	3.88
Total	**277.86**	**189.31**

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SUNGARNER ENERGIES LIMITED

Director

21 Finance cost

	For the year ended 31 March 2023	For the year ended 31 March 2022
Interest on Bank Overdraft	18.77	11.77
Interest on Loan	2.99	0.45
Interest on Vehicle Loan	0.47	-
Interest on MSME Vendors	0.93	-
Loan Processing Fee	3.81	2.06
Total	**26.97**	**14.28**

22 Depreciation and amortization expense

	For the year ended 31 March 2023	For the year ended 31 March 2022
Depreciation on property, plant & equipments	11.02	6.80
Amortisation on intangible assets	0.12	0.07
Total	**11.14**	**6.87**

23 Other expenses

	For the year ended 31 March 2023	For the year ended 31 March 2022
Loading and unloading charges	32.68	16.59
Freight charges	25.31	3.82
Electricity & water charges	4.64	3.42
Jobwork charges	8.90	4.24
Repairs and maintenance of machineries	1.37	0.59
Technical service expenses	82.65	46.11
Installation & commissioning charges	17.47	-
Site expenses	9.34	5.41
Advertisement & business promotion expenses	33.80	5.91
Interest on delayed deposit of statutory dues	0.23	0.18
Office rent	0.18	1.32
Rates and taxes	7.64	3.03
Insurance charges	1.81	0.59
Bank charges	0.35	1.78
Travelling & conveyance charges	28.21	18.62
Courrier expenses	2.00	1.08
Communication charges	2.52	1.38
Legal & professional charges	12.39	11.15
Printing & stationary expenses	3.98	1.66
Payment to Statutory Auditors		
-Audit fee	1.75	1.50
-Tax Audit fee	0.50	-
-Certification fee	1.40	-
Comission on sales	14.87	-
Membership & subscription charges	1.44	0.48
Office expenses	8.89	3.61
Miscellaneous expensess	3.56	3.38
Foreign exchange fluctuation (Net)	0.26	-
Grand Total	**308.14**	**135.85**

24 Earnings per equity share (EPS)

	For the year ended 31 March 2023	For the year ended 31 March 2022
Net profit after tax available for equity shareholders (A)	74.12	55.63
Opening number of equity shares	4,65,000	4,65,000
Closing number of equity shares	16,78,750	4,65,000
Weighted average number of equity shares (B)	11,17,740	4,65,000
Basic EPS (A/B) (₹)	6.63	11.96
Diluted EPS (A/B) (₹)	6.63	11.96
Nominal value per equity share (₹)	10.00	10.00

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SUNGARNER ENERGIES LIMITED

Director

25 Employee benefits plans

A. **Defined contribution plans:**

The Company makes Provident fund and Employee State Insurance Scheme contribution which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to the fund. The contribution payable to these plans by the Company are at rates specifed in the rules of the schemes. Employers's contribution to Provident Fund and Employee's State Insurance Scheme recognised as expenses in the Statement of Profit and Loss for the year are as under:

	For the year ended 31 March 2023	For the year ended 31 March 2022
Contribution to provident fund and other funds	14.67	8.97

B. **Defined benefit plans:**

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service.

i) **Amount recognised in the statement of profit and loss is as under :**

	Leave Encashment		Gratuity benefits	
	For the year ended		For the year ended	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Current service cost	4.08	1.36	4.14	12.48
Past service cost including curtailment gains/losses	-	-	-	-
Interest cost	0.25	-	1.06	-
Actuarial (gain)/loss, net	0.81	-	-0.12	-
Amount recognised during the year	**5.14**	**1.36**	**5.08**	**12.48**

ii) **Movement in the present value of defined benefit obligation recognised in the balance sheet is as under**

	Leave Encashment		Gratuity Benefits	
	For the year ended		For the year ended	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Present value of defined benefit obligation as at the start of the year				
Current service cost	4.08	1.36	4.14	12.48
Past service cost	1.36	-	12.48	-
Interest cost	0.25	-	1.06	-
Actuarial (gain)/loss on obligation	0.81	-	-0.12	-
Benefits paid	-	-	1.51	-
Present value of defined benefit obligation as at the end of the year	**6.50**	**1.36**	**16.05**	**12.48**
Current position of obligation as at the end of the year	0.75	0.13	1.34	0.57
Non-current position of obligation as at the end of the year	5.76	1.23	14.71	11.91

iii) **Acturial Gain / (Loss) on obligation**

	Leave Encashment		Gratuity Benefits	
	For the year ended		For the year ended	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Actuarial (Gain)/Loss from Change in Demographic Assumption	0.06	-	-3.36	-
Actuarial (Gain)/Loss from Change in Financial Assumption	-	-	-	-
Actuarial (Gain)/Loss from Experience Adjustment	0.75	-	3.24	-

iii) Economic assumptions:

The principal assumptions are the discount rate and salary growth rate. The discount rate is generally based upon the market yield available on the Government bonds at the accounting date with a term that matches that of the liabilities and the salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long term basis.

	Leave Encashment		Gratuity Benefits	
	For the year ended		For the year ended	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Discount rate	7.32%	7.44%	7.32%	7.44%
Salary growth rate	7.00%	10.00%	7.00%	10.00%

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SUNGARNER ENERGIES LIMITED
Director

iv) **Demographic assumptions:**

	Leave Encashment		Gratuity Benefits	
	For the year ended		For the year ended	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
Retirement age	60 Years	60 Years	60 Years	60 Years
Mortality table	IALM(2012-14)	IALM(2012-14)	IALM(2012-14)	IALM(2012-14)
Leave availment ratio	1%	1%	-	-
Withdrawal rates				
Upto 30 years	10%	10%	10%	10%
From 31 to 44	10%	10%	10%	10%
Above 44 years	10%	10%	10%	10%

These assumptions were developed by management with the assistance of independent actuarial appraisers. Discount factors are determined close to each year-end by reference to government bonds and that have terms to maturity approximating to the terms of the related obligation. Other assumptions are based on management's historical experience.

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SUNGARNER ENERGIES LIMITED

Director

26 Contingent liabilities and capital commitments

	For the year ended 31 March 2023	For the year ended 31 March 2022
(a) Contingent liabilities		
- Outstanding Bank Guarantees	-	-
- Claim received but not acknowledged by the Company	-	-
(b) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	-	-
(c) The Company has commitments for services, purchase of goods and employee benefits, in normal course of business. The Company does not have any long-term commitments/contracts including derivative contracts for which there will be any material foreseeable losses.	-	-

27 Related party disclosures

(a) **Enterprises exercising significant control :**
Holding company — Not applicable

(b) **Key management personnel (KMP)**

Name	Relationship
Sumit Tiwari	Director
Snigdha Tiwari	Director
Rajnish Gaur	Director (with effect from 29 Nov 2022)
Amit Tiwari	Director (with effect from 10 Sep 2022)
Sudha Singh	Director (with effect from 29 Nov 2022)
Akansha Jain	Chief Financial Officer (with effect from 18 Nov 2022)
Kavita Wadhwa	Company Secretary (till 30 May 2023)
Anup Kumar Pandey	Company Secretary (with effect from 06 Jul 2023)

(c) **Enterprise where key management personnel along with their relative exercise significant influence :**
Vrindo Nano Technologies Private Limited

(d) **Transactions with related parties during year**

Nature of transactions	For the year ended 31 March 2023	For the year ended 31 March 2022
Share capital (including security premium) issued to		
Sumit Tiwari (Director)	118.45	-
Snigdha Tiwari (Director)	12.25	-
Remuneration paid to directors		
Sumit Tiwari (Director)	23.25	12.06
Snigdha Tiwari (Director)	11.61	7.31
Akansha Jain (Chief Financial Officer)	3.10	-
Transactions with companies where key management personnel excercise significant influence		
- Vrindo Nano Technologies Private Limited		
Sales during the year	242.74	72.13
Purchase during the year	0.09	3.84
Amount received during the year	156.11	68.64
Amount paid during the year	-	6.80
Unsecured borrowing taken during the year		
Sumit Tiwari (Director)	8.00	34.69
Snigdha Tiwari (Director)	1.00	1.56
		-
Unsecured borrowing repaid during the year		
Sumit Tiwari (Director)	48.00	3.30
Snigdha Tiwari (Director)	1.40	0.73

(e) **Balances outstanding at year-end**

Nature of transactions	For the year ended 31 March 2023	For the year ended 31 March 2022
Share capital issued (including security premium)		
Sumit Tiwari (Director)	153.30	34.85
Snigdha Tiwari (Director)	19.25	7.00
Unsecured borrowings:		
Sumit Tiwari (Director)	0.10	40.10
Snigdha Tiwari (Director)	1.43	1.83
Remuneration payable		
Sumit Tiwari (Director)	2.98	-
Snigdha Tiwari (Director)	0.85	-
Akansha Jain (Chief Financial Officer)	0.66	-
Balance with companies where key management personnel excercise significant influence		
Vrindo Nano Technologies Private Limited	89.66	3.12

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SUNGARNER ENERGIES LIMITED
Director

28 Expenditure / Earning in foreign currency (on accrual basis)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Expenditure in foreign currency	14.72	-
Earning in foreign currency	143.74	-

29 Balances appearing under loans & advances, trade receivables, trade payables, current assets and current liabilities are subject to confirmation in certain cases.

30 Consequent to the Accounting Standard (AS) 22 - "Accounting for Taxes on Income" issued by The Institute of Chartered Accountants of India being

	For the year ended 31 March 2023	For the year ended 31 March 2022
Net deferred tax expense has been shown in the statement of profit & loss	11.50	2.65

31 Taxes on Income

The Break-up of Deferred Tax Assets and Liability into major components are as under:

Particulars	For the year ended 31 March 2023	Changes during the year	For the year ended 31 March 2022
Deferred Tax Assets on account of			
Disallowance as per IT Act	6.27	6.27	-
Accumulated Losses	-	-	-
Premliminary Expenses	-	-	-
Total	**6.27**	**6.27**	**-**
Less: Deferred Tax Liability for			
Depreciation	23.35	17.76	5.58
Total	**23.35**	**17.76**	**5.58**
Net Deferred Tax Liability	**17.07**	**11.50**	**5.58**

32 Dues to small and micro enterprises pursuant to section 22 of the micro, small and medium enterprises development ('MSMED') act, 2006 #:

	For the year ended 31 March 2023	For the year ended 31 March 2022
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end.	-	-
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end.	0.93	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year.	-	-
Interest paid by the Company in terms of Section 16 of MSMED Act, 2006, along with the amount of the payment made to the suppliers and service providers beyond the appointed day during the year.	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year.	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year.	-	-
Amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act.	-	-
Interest accrued and remaining unpaid as at the end of year.	0.93	-
Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act.	-	-

 # The details of amounts outstanding to micro and small enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 are as per available information with the Company.

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NEW DELHI
Chartered Accountants

SUNGARNER ENERGIES LIMITED
Director

(All amounts in ₹ lacs, unless otherwise stated)

33 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and postemployment received Presidential assent on 28th September 2020 and has been published in the Gazette of India. However, the date on which the provisions of the Code will come into effect has not been notified. Further, related Schemes and Rules are also awaited. The Company will evaluate the impact of the code after it has been notified.

34 In opinion of the Board, the loans & advances and other current assets have a value, which if realized in the ordinary course of business, will not be less than the value stated in the Balance Sheet.

35 **Additional regulatory information**

(i) There are no proceedings that have been initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended from time to time) (earlier Benami Transactions (Prohibition) Act, 1988) and the rules made thereunder.

(ii) The Company has not been declared wilful defaulter by any bank or financial institution or other lender.

(iii) There are no transactions / relationship with struck off companies.

(iv) The Company does not have any transaction not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income-tax Act, 1961). Further, there was no previously unrecorded income and no additional assets were required to be recorded in the books of account during the year.

(v) The Company has neither traded nor invested in Crypto currency or Virtual Currency during the year ended March 31, 2023. Further, the Company has also not received any deposits or advances from any person for the purpose of trading or investing in Crypto Currency or Virtual Currency.

(vi) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person or entity, 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/entities identified in any other 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.

(vii) Valuation of PP&E, intangible asset and investment property: The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current year.

(viii) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017, and there are no companies beyond the specified layers.

(ix) The Company does not have any charges or satisfaction of charges which are yet to be registered with the Registrar of Companies beyond the statutory period.

(x) The Company has not received any fund from any person(s) or entity(ies), including foreign entities ("Funding party") 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.

Kapish Jain & Associates
NEW DELHI
Chartered Accountants

SUNGARNER ENERGIES LIMITED
Director

(xi) **Analytical Ratios**

Ratio	Numerator	Denominator	Current year	Previous year	% change	Reason if change is >25%
- Current ratio (in times)	Total current assets	Total current liabilities	1.29	1.21	7.09%	NA
- Debt equity ratio (in times)	Total debts	Shareholders' Equity	1.33	0.36	264.64%	Increase due to Increase in Equity share capital and decrease in long term borrowings
- Debt service coverage ratio (in times)	Earnings available for debt service (Net profit before taxes + Non-cash operating expenses like depreciation and	Debt service (Interest & lease payments + principal repayments)	0.37	0.53	-30.79%	Decreased due to decrease in operating profit margine and increase in borrowings.
- Return on equity ratio (in %)	Profits for the year less preference dividend (if any)	Average shareholder's equity	31.19%	43.55%	-28.38%	Decreased due to decrease in net profit margine for the year and increase in shareholders equity during the year.
- Inventory turnover ratio (in times)	Revenue from operations	Average inventory	5.37	5.48	-2.05%	Decreased due to Increase in Equity share capital and decrease in long term borrowings
- Trade receivables turnover ratio (in times)	Revenue from operations	Average trade receivable	12.48	7.18	73.93%	Increased due to increase in turnover during the year
- Trade payables turnover ratio (in times)	Cost of traded goods and other expenses	Average trade payables	6.97	6.01	15.88%	NA
- Net capital turnover ratio (in times)	Revenue from operations	Average working capital	13.78	24.26	-43.22%	Decreased due to increase in average working capital during the year
- Net profit ratio (in %)	Profit for the year	Revenue from operations	4.28%	7.01%	-38.94%	Decreased due to decrease in operating margin for the year.
- Return on capital employed (in %)	Profit before tax and finance costs	Capital employed	46.26%	58.86%	-21.40%	Decreased due to decrease in operating margin for the year and increase in shareholders fund.
- Return on investment (in %)	Income generated from invested funds	Average invested funds	31.19%	43.55%	-28.38%	Decreased due to decrease in operating margin for the year and increase in shareholders fund.

36 Previous year amounts have been regrouped and/or reclassified wherever necessary to confirm to those of the current year grouping and/or classification.

This is the summary of significant accounting policies and other explanatory information referred to in our report of even date.

For **Kapish Jain & Associates**
Chartered Accountants
Firm Registration No.: 022743N

Kapish Jain
Partner
Membership No.: 514362

Place: Greater Noida
Date: 25 July 2023

Kapish Jain & Associates ☆ Chartered Accountants ☆ NEW DELHI

For and on behalf of the Board of Directors of
Sungarner Energies Limited
(Formerly known as Sungarner Energies Private Limited)

SUNGARNER ENERGIES LIMITED

Sumit Tiwari
Managing Director
DIN 07047276

Snigdha Tiwari
Director
DIN 08292988

Director

Anup Kumar Pandey
Company Secretary
M.No. 31706A

Akansha Jain
Chief Financial Officer
AKDPJ1869K