
DIRECTOR'S REPORT

BOARD'S REPORT

Dear Shareholder's,

The Directors of your Company are pleased to present 01st Annual Report together with the audited Financial Statement for the financial year ended on 31st March 2020.

1. Financial Result:

The Company's financial performance for the year under review along with previous year's figures are given hereunder:

Particulars	Amount in Rs.
	For F.Y. ended 31 st March, 2020
Revenue from Operations	-
Other Income	-
Less: Expenditure	11,88,539
Profit / (Loss) before tax	(11,88,539)
Less: Provision of Income tax including deferred tax	-
Profit/(Loss) after tax	(11,88,539)
Other Comprehensive Income	-
Total Comprehensive Income for the year	(11,88,539)

2. State of Companies Affairs/Financial Performance:

The Company was incorporated on 25th February, 2019 and has been inoperative from the date of its incorporation. During the Financial year under review, the Company has not earned any revenue.

3. Dividend:

The Company did not commenced any business activity and hence the Board of Directors have not recommended any dividend on the equity shares for the financial year under review.

4. Transfer to Reserves:

The Company has not transferred any amount to General Reserve during the financial year under review.

5. Change in Capital Structure of the Company:

A. Authorized Share Capital –

During the year under review, there was no change in the authorized share capital of the Company.

B. Issued and Subscribed Share Capital-

During the year under review there was no change in the issued and subscribed capital of the Company.

6. Bonus Shares/ Equity Shares with differential voting rights/ESOP



During the year under review, the Company has not issued any equity shares with differential voting rights nor has granted any stock options or sweat equity or bonus issue. As on March 31, 2020, none of the Directors of the Company hold instruments convertible into equity shares of the Company.

7. Details of Subsidiary/Joint Ventures/Associate Companies

The Company is the Wholly Owned Subsidiary of Paras Defence and Space Technologies Limited. During the year under review, your Company did not have any subsidiary, associate and joint venture company.

8. Deposits

During the year under review, your Company has not accepted any deposits within the meaning of section 73 & 74 of the Companies Act, 2013 read together with the Companies (Acceptance of Deposits) Rules, 2014.

9. Particulars of Loans, Guarantees or Investments

During the year under review there are no Loans, Guarantees or Investments as under section 186 of the Companies Act 2013 read with Companies (Meeting of Board and its Powers) Rules, 2014.

10. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

The particulars as required under the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 in respect of conservation of energy, technology absorption, foreign exchange earnings and outgo etc. are furnished in **Annexure I** which forms part of this Report.

11. Directors:

Appointment of Mrs. Shilpa Amit Mahajan (DIN: 01087912) as Additional Director of the Company:

In compliance with the provisions of Sections 152 and 161 read with Companies (Appointment and Qualification of Directors) Rules, 2014 Mrs. Shilpa Amit Mahajan (DIN: 01087912) who was appointed as Additional Director on the Board of Directors of your Company at the Board Meeting held on 05th March, 2019 and holds office as such up to the date of ensuing Annual General Meeting. The Board recommends regularization of Mrs. Shilpa Amit Mahajan as the Director of the Company at the ensuing Annual General Meeting.

As on 31st March, 2020 the Board comprises of the following:

Sr. No.	Name of the Director	DIN	Designation
1	Mr. Munjal Sharad Shah	01080863	Director
2	Mr. Amit Navin Mahajan	01087400	Director
3	Mrs. Shilpa Amit Mahajan	01087912	Additional Director

None of the Board of Directors holds directorships in more than 10 public companies.



12. Independent Director:

The provisions of section 149(4) read with Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014 of the Act for having an Independent Director on the Board of Directors does not apply to the Company. Consequently, the requirement under section 134(3)(d) of the Act with respect to furnishing a statement on declaration given by Independent Director(s) does not apply to the Company.

13. Key Managerial Personnel:

Your Company was not required to appoint any Key Managerial Personnel.

14. Company's Policy on Directors' Appointment, Remuneration etc:

The provisions of section 178 of the Act read with rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 stipulating having Audit Committee and Nomination & Remuneration Committee is not applicable to the Company.

15. Board Evaluation:

The provisions of section 134(3)(p) of the Act read with Rule 8(4) of the Companies (Accounts) Rules, 2014 for having formal self annual evaluation by the Board of Directors are not applicable to the Company.

16. Auditors:

a) Statutory Auditors:

M/s. Nitin Maru & Associates, Chartered Accountants (Firm Registration No.: 114022W) the first statutory Auditors of the Company relinquished from the position of the Statutory Auditors of the Company due to pre-occupation in the other matters effective from 02nd March, 2020.

The shareholders in their extra-ordinary general meeting held on 13th March, 2020 had on recommendation made by the Board of Directors approved appointment of M/s. Chaturvedi & Shah LLP, Chartered Accountants (FRN: 101720W / W100355) to fill the casual vacancy. M/s. Chaturvedi & Shah LLP, Chartered Accountants (FRN: 101720W / W100355) shall hold office till the ensuing Annual General Meeting and conduct audit for the period ended 31st March, 2020.

The Board recommends re-appointment of M/s. Chaturvedi & Shah LLP, Chartered Accountants (FRN: 101720W / W100355) for a term of 5 years on such terms and conditions and remuneration as may be mutually decided between the Statutory Auditors and the Board from time to time.

b) Cost Auditor:

The maintenance of cost records and cost audit provisions are not applicable to the Company.

b) Secretarial Auditors:

The company does not have paid up capital of Rs. 50 Cr. or more, or Turnover of Rs. 250 Crores or more and hence, the provisions of section 204 of Companies Act, 2013 regarding mandatory secretarial audit are not applicable to the company.

17. Explanation on any adverse remark and comment by the Auditors:



- a) No adverse remark and comments are given by the auditors of the Company. The Statutory Auditor has not reported any incident of fraud of the Company during the financial year 2019-20.
- b) Provisions regarding secretarial audit are not applicable to the company and hence no report was issued for the same.

18. Extract of Annual return

Extract of Annual Return in form MGT-9 containing details as on the financial year ended 31st March 2020 as required under section 92(3) of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014, is annexed herewith as **Annexure II** Which forms part of this report.

19. Corporate Social Responsibility Committee:

The provisions of section 135 of the Act and rules made thereunder requiring having Corporate Social Responsibility Committee are not applicable to the Company.

20. Vigil Mechanism:

As per Section 177 (9) and (10), read with Rule 7 of the Companies (Meeting of Board and its Powers) Rules, 2014 of the Act the Company is not required to establish a vigil mechanism for Directors and employees.

21. Risk Management Policy:

In line with regulatory requirements, the Company has framed risk management policy to identify and access with the regulatory risk areas and a risk mitigation process. A detailed exercise is being carried out at regular interval to identify, evaluate, manage and monitor all business risks. The Board periodically reviews the risks and suggests steps to be taken to control and mitigate the same through a properly defined frame work.

22. Disclosure under the Sexual Harassment of women at a Workplace (Prevention, Prohibition and Redressal), Act 2013:

The Company is committed to provide a healthy environment to all the employees and thus does not tolerate any sexual harassment at workplace. The Company has in place, "Policy on prevention, Prohibition and Redressal of Sexual Harassment." The policy aims to provide protection to employees at the workplace and preventing and redressing complaints of sexual harassment and it covers matters connected or incidental thereto. The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

During the year under review the Company has not received any compliant of sexual harassment.

23. Compliance with Secretarial Standards:

The Company has complied with the applicable Secretarial Standards issued by the Institute of Companies Secretaries of India.



24. Change in Nature of business:

There was no change in nature of the business of the Company, during the year under review.

25. Disclosure of orders passed by Regulators or Courts or Tribunal:

During the year under review there was no orders passed by any court or regulators or tribunal.

26. Meetings of the Board:

During the financial year 2019-20, the Board met 6 times i.e. on:

Dates of Board Meeting

05th March, 2019
22nd May, 2019
14th September, 2019
29th November, 2019
13th February, 2020
07th March, 2020

The maximum interval between any two meetings did not exceed 120 days.

Details of the Board of Directors and Attendance Record of Directors during the financial year ended March 31, 2020 is as under:

Sr. No.	Name of Director	Number of meetings entitled to attend	Number of meetings attended
1	Mr. Munjal Sharad Shah	6	6
2	Mr. Amit Navin Mahajan	6	6
3	Mrs. Shilpa Amit Mahajan	5	5

27. Particulars of contracts or arrangements with related parties:

All transactions/contracts/arrangements entered into by the Company with related party(ies) as defined under the provisions of Section 2(76) of the Companies Act, 2013, during the financial year under review were in ordinary course of business and on an arm's length basis. Further, none of these contracts / arrangements / transactions with related parties could be considered material in nature as per the thresholds given in Rule 15(3) of the Companies (Meetings of Board and its Powers) Rules, 2014 and hence no disclosure is required to be given in this regard.

The Disclosures as required under Indian Accounting Standard – 24 (Ind AS-24) "Related Party Disclosures" notified under Rule 7 of the Companies (Accounts) Rules, 2014 have been provided in Note No. 12 of the Notes forming part of the Financial Statements.

28. Material Changes and commitments, if any, affecting the financial Position of the Company which have occurred between the end of the Financial Year of the Company to which the Financial Statements Relate and the date of Report:

There were no material changes happened which may affect the financial position of the Company.



29. Internal Financial control:

The Company has in place adequate internal financial controls with reference to the Financial Statements. The Board reviews the internal control systems, the adequacy of internal audit function and significant internal audit findings with the management, Statutory Auditors.

30. Directors' Responsibility Statement:

Pursuant to Section 134(5) of the Companies Act, 2013, the Directors, based on the representations received from the operating management and after due enquiry, confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) they had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 31st March, 2020 and of the loss of the Company for that period;
- (c) they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) they had prepared the annual accounts on a going concern basis;
- (e) they had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- (f) they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

31. Appreciation and Acknowledgement:

Your Directors would like to express their appreciation for the assistance and co-operation received from the Banks, customers, business associates and members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the executives, employees, staff and workers of the Company.

**BY ORDER OF THE BOARD OF DIRECTORS OF
PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED**


MUNJAL SHAH
DIRECTOR
DIN: 01080863


AMIT MAHAJAN
DIRECTOR
DIN: 01087400



Place: Navi Mumbai
Date: 03-07-2020

Annexure I
Conservation of Energy, Technology Absorption And Foreign Exchange Earnings
And Outgo

Information pursuant to the section 134(3)(m) of the Companies Act, 2013 read with the companies (Accounts) Rules, 2014 and forming a part

Particulars	Remarks
1. Conservation of energy	
A The steps taken or impact on Conservation of Energy	The company is utilizing electricity optimally. NIL
i. Process Optimization and automation	
ii. Optimization of Electrical Equipment	
iii. Lighting	
iv. Other key initiative for energy conservation	
B. The steps taken by the Company for utilizing alternate source of energy	
C. The capital investment on energy conservation equipment	
2. Technology Absorption	
a. The efforts made by the Company towards technology absorption	Nil
b. The benefits derived like product improvement, cost reduction, product development or import substitution	
C In case of imported technology(imported during the last three years reckoned from the beginning of the Financial Year)	
d. The expenditure incurred on Research and Development	

During the period under review the following is the foreign exchange inflow and outflow

Amount in Rs.

Particulars	2019-20
Foreign Exchange Earnings in terms of actual inflows	Nil
Foreign Exchange Outgo in terms of actual outflows	Nil

BY ORDER OF THE BOARD OF DIRECTORS OF
PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED


MUNJAL SHAH
DIRECTOR
DIN: 01080863


AMIT MAHAJAN
DIRECTOR
DIN: 01087400



Place: Navi Mumbai
Date: 03-07-2020

**Annexure II
FORM NO. MGT.9**

**EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31st March 2020
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the
Companies (Management and Administration) Rules, 2014]**

I. REGISTRATION AND OTHER DETAILS:

Particulars		
1	CIN	U74999MH2019PTC321808
2	Registration Date	25/02/2019
3	Name of the Company	Paras Strategic Technologies Private Limited
4	Category/sub-category of the Company	Company Limited by Shares/Non Govt. Company
5	Address of the Registered Office and contact details	1 st Floor, D-112, TTC Industrial Area, MIDC, Nerul(E), Navi Mumbai, Mumbai City -400706, Maharashtra, India Email: parasstrategic@gmail.com Telephone No.: +91-27629901
6	Whether Listed Company	No
7	Name, address and contact details of Registrar and Transfer Agent	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the Company shall be stated:- **Not Applicable**

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the Company
1			

As per the National industrial Classification (NIC) Code – 2008

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

S. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1	Paras Defence and Space Technologies Limited	U29253MH2009PLC193352	Holding	100	2(46)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)



i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	-	*1	1	1	-	1	1	0.01	Nil
b) Central Govt	-	-	-	--	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	9999	9999	99.99	-	9999	9999	99.99	Nil
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any Other..	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):-	-	10,000	10,000	100	-	10,000	10,000	100	-
(2) Foreign	--		-	-	-	-	-	-	-
a) NRIs Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	-	10,000	10,000	100	-	10,000	10,000	100	-
B. Public Shareholding									
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-



Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central Govt	--	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	--	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-									
2. Non-Institutions									
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-



Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Sub-total (B)(2):- Total Public Shareholding (B) = (B)(1) + (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	10,000	10,000	100	-	10,000	10,000	100	-

***Note:** The Company is Wholly Owned Subsidiary of Paras Defence and Space Technologies Limited however to comply with the minimum requirement of two members as prescribed under Companies Act, 2013, Mr. Munjal S. Shah is holding 1(One) share on behalf of Paras Defence and Space Technologies Limited.

(ii) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged/encumbered to total shares	
1	Paras Defence and Space Technologies Limited	9999	99.99	NIL	9999	99.99	-	NIL
2	Mr. Munjal Shah (On behalf of Paras Defence And Space Technologies Limited)	1	0.01	NIL	1	0.01	-	NIL
	Total	10000	100	NIL	10000	100	-	NIL

(iii) Change in Promoters' Shareholding (please specify, if there is no change)



Sl. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Paras Defence and Space Technologies Limited				
	At the beginning of the year	9999	99.99	9999	99.99
	Date wise Increase/ Decrease	No Change	No Change	No Change	No Change
	At the End of the year	9999	99.99	9999	99.99
Sl. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
2.	Mr. Munjal Shah (On behalf of Paras Defence and Space Technologies Limited)				
	At the beginning of the year	1	0.01	1	0.01
	Date wise Increase/ Decrease	No Change	No Change	No Change	No Change
	At the End of the year	1	0.01	1	0.01

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): **Not Applicable**

Sl. No	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease	-	-	-	-
	At the End of the year	-	-	-	-

V. Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	For Each of the Directors and KMP Mr. Munjal Sharad Shah (On behalf of Paras Defence and Space Technologies Limited)				
	At the beginning of the year	1	0.01	1	0.01
	Date wise Increase / Decrease in Shareholding during the year	NIL			



Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	At the End of the year	1	0.01	1	0.01

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
2.	For Each of the Directors and KMP Mr. Amit Navin Mahajan	No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year	NIL			
	At the End of the year	-	-	-	-

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
3.	For Each of the Directors and KMP Mrs. Shilpa Amit Mahajan	No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year	NIL			
	At the End of the year	-	-	-	-

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the year				
i) Principal amount	NIL	NIL	NIL	NIL
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i + ii + iii)	NIL	NIL	NIL	NIL
Changes during the financial year	NIL	NIL	NIL	NIL
Addition	NIL	10,05,510	NIL	10,05,510
Deletion	NIL	4,381	NIL	4,381
Net Changes	NIL	10,01,129	NIL	10,01,129



Indebtedness at the end of the financial year	NIL	NIL	NIL	NIL
i) Principal amount	NIL	10,01,129	NIL	10,01,129
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i + ii + iii)	NIL	10,01,129	NIL	10,01,129

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. No.	Particulars of Remuneration	NAME OF THE DIRECTORS			Total Amount
		Mr. Munjal Shah	Mr. Amit Mahajan	Mrs. Shilpa Mahajan	
1.	Gross Salary	NIL	NIL	NIL	NIL
(a)	Salary as per provisions contained in section 17(1) of Income Tax Act, 1961	NIL	NIL	NIL	NIL
(b)	Value of perquisites under section 17(2) of Income Tax Act, 1961	NIL	NIL	NIL	NIL
(c)	Profits in lieu of salary under section 17(3) of Income Tax Act, 1961	NIL	NIL	NIL	NIL
2.	Stock Options	NIL	NIL	NIL	NIL
3.	Sweat Equity	NIL	NIL	NIL	NIL
4.	Commission	NIL	NIL	NIL	NIL
	- as % of profit	NIL	NIL	NIL	NIL
	- others, specify	NIL	NIL	NIL	NIL
5.	Others, specify (if any)	NIL	NIL	NIL	NIL
	Total (A)	NIL	NIL	NIL	NIL

B. Remuneration to other directors:

Particulars of Remuneration	Name of Directors	Total Amount
Independent Directors		
Fee for attending Board/ Committee Meeting		
Commission		
Others, Please Specify		
Total		

Not applicable



Others Non-Executive Directors fee for attending Board/Committee Meeting	
Commission	
Other, please Specify	
Total(2)	
Total Managerial Remuneration	

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sr. No	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission - as % of profit - others, specify...	-	-	-	-
5.	Others, please specify	-	-	-	-
	Total	-	-	-	-

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

During the financial year under review, there were no penalties / Punishment / Compounding of offences under the Companies Act, 2013.

**BY ORDER OF THE BOARD OF DIRECTORS OF
PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED**


MUNJAL SHAH
DIRECTOR
DIN: 01080863


AMIT MAHAJAN
DIRECTOR
DIN: 01087400



Place: Navi Mumbai
Date: 03-07-2020

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of **PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED** ("the Company"), which comprise the Balance sheet as at March 31, 2020, and the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows for the period then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020 and its loss including other comprehensive income, changes in equity and its cash flows for the period 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 Act. 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 Act and the Rules thereunder, 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 opinion on the financial statements.



Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the Director's Report included in the annual report but does not include the Financial Statements and our auditor's report thereon. The above information is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the above other information, if we conclude that there is material misstatement therein, we are required to communicate the matter to those charged with governance.

Management's Responsibility for the 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 Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and the changes in equity of the Company in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Act read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibility for the audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.



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

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss (Including other comprehensive income), the Statement of Changes in Equity 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 Financial Statements comply with the Ind AS prescribed under Section 133 of the Act.
 - e. On the basis of the written representations received from the directors as on March 31, 2020 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure A"**.
 - 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, 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.
2. As required by the Companies (Auditor's Report) Order, 2016 ("CARO 2016") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of CARO 2016.

For **CHATURVEDI & SHAH LLP**
Chartered Accountants
Firm Reg. No. 101720W / W100355



R. Koria
Partner
Membership No. 35629
UDIN No.: 20035629AAAAGK1205

Place: Mumbai
Dated: July 3, 2020

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1 (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date on Financial Statements of PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED for the period ended March 31, 2020)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of **PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED**, as of March 31, 2020 in conjunction with our audit of the Financial Statements of the Company for the period ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (‘the Guidance Note’) issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note issued by the ICAI and the Standards of Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.



Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

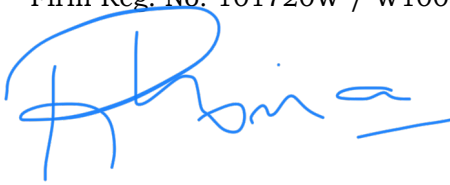
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For **CHATURVEDI & SHAH LLP**
Chartered Accountants
Firm Reg. No. 101720W / W100355



R. Koria
Partner
Membership No. 35629
UDIN No.: 20035629AAAAGK1205

Place: Mumbai
Dated: July 3, 2020

ANNEXURE “B” TO INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 2 under the heading “Report on Other Legal and Regulatory Requirements” of our report of even date to the members of PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED on the Financial Statements for the period ended March 31, 2020)

- i. The company does not have any fixed assets as on March 31, 2020. Therefore the provisions stated in paragraph 3(i) (a) to (c) of the Order are not applicable to the Company.
- ii. The company does not have any inventory as on March 31, 2020. Therefore the provisions stated in paragraph 3(ii) of the Order are not applicable to the Company.
- iii. During the period, the Company has not granted any loans, secured or unsecured to companies, firms, Limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Therefore the provisions stated in paragraph 3(ii) (a) to (c) of the Order are not applicable to the Company.
- iv. During the period, the Company has not entered any transaction in respect of loans, investments, guarantees and security covered under section 185 and 186 of the Act. Therefore the provisions of clause (iv) of paragraph 3 of the Order are not applicable to the Company.
- v. The Company has not accepted any deposit from the public. Therefore, the provisions of paragraph 3 (v) of the CARO 2016 are not applicable to the Company.
- vi. The Central Government has not prescribed the Cost Records to be maintained under sub-Section (1) of Section 148 of the Act in respect of the activities carried on by the Company. Therefore the provisions of paragraph 3 (vi) are not applicable to the Company.
- vii. According to the information and explanations given to us in respect of statutory dues:
 - a. During the period the company has no liability in respect of provident fund, duty of customs, cess, goods and service tax and any other statutory dues with the appropriate authorities, however the Company has deducted TDS and delays have been noticed in the payment of such undisputed TDS to the credit of income tax authority. According to the information and explanations given to us, no undisputed amounts payable in respect of such statutory dues were outstanding as at March 31, 2020 for a period of more than six months from the date they became payable.



- b. There are no dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax or goods and service tax which have not been deposited with the appropriate authorities on account of any dispute.
- viii. Based on our audit procedures and information and explanations given by the Management, the company has not raised any loans from financial institutions, bank or government or through debenture issue during the period. Therefore, the provisions of paragraph 3 (viii) are not applicable to the Company.
- ix. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loan. Therefore, the provisions of paragraph 3 (ix) are not applicable to the Company.
- x. Based on our audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and on the basis of information and explanations given by the management, no fraud has been noticed or reported on the Company by its officers or employees during the period.
- xi. During the period, the Company has not paid or provided managerial remuneration under section 197 read with Schedule V to the Act. Therefore, the provisions of paragraph 3 (xi) are not applicable to the Company.
- xii. The Company is not a Nidhi company. Therefore, the provisions of paragraph 3(xii) (a) to (b) are not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the Financial Statements etc. as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any Preferential Allotment or Private Placement of shares or fully or partly convertible debentures during the period. Therefore the provisions of paragraph 3 (xiv) are not applicable to the Company.
- xv. According to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with him. Therefore, the provisions of paragraph 3 (xv) are not applicable to the Company.



- xvi. In our opinion and according to information and explanations provided to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For **CHATURVEDI & SHAH LLP**
Chartered Accountants
Firm Reg. No. 101720W / W100355



R. KORLA
Partner
Membership No. 35629
UDIN No.: 20035629AAAAGK1205



Place: Mumbai
Dated: July 3, 2020

PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
BALANCE SHEET AS AT 31st MARCH, 2020

(Amount in Rupees)

Particulars	Note No.	As at 31st March, 2020
I ASSETS		
Current Assets		
a. Financial Assets		
i Cash and Cash Equivalents	2	8,790
b. Other Current Assets	3	201,600
TOTAL ASSETS		210,390
II EQUITY AND LIABILITIES		
Equity		
a. Equity Share Capital	4	100,000
b. Other Equity	5	(1,188,539)
		(1,088,539)
Liabilities		
Current Liabilities		
a. Financial Liabilities		
i Borrowings	6	1,001,129
ii. Trade Payables	7	
Total Outstanding dues of Micro enterprises and small enterprises		-
Total Outstanding dues of creditors other than Micro enterprises and small enterprises		271,800
b. Other Current Liabilities	8	26,000
		1,298,929
TOTAL EQUITY AND LIABILITIES		210,390
Significant accounting policies and notes to the financial statements	1 to 17	

As per our Report of even date

For and on behalf of Board of Directors

For Chaturvedi & Shah LLP

Chartered Accountants
(Firm Registration No. 101720W/W100355)

R. Korla

R. KORLA

Partner

Membership No. 35629

Place: Mumbai

Date: 03/07/2020

Munjil Shah

MUNJAL SHAH

Director

DIN: 01080863



Amit Mahajan

AMIT MAHAJAN

Director

DIN: 01087400

PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE FINANCIAL PERIOD ENDED 31ST MARCH, 2020

(Amount in Rupees)

	Particulars	Note No.	For the Financial Period ended 31st March, 2020
1	Revenue from Operations		-
2	Total Income		-
3	Expenses		
	Finance Costs	9	2,148
	Other Expenses	10	1,186,391
	Total Expenses		1,188,539
4	Loss Before Exceptional Items and Tax (2-3)		(1,188,539)
5	Exceptional Items		-
6	Loss Before Tax (4-5)		(1,188,539)
7	Tax Expenses :		
(a)	Current Tax		-
(b)	Deferred Tax		-
8	Loss for the Financial Period (6-7)		(1,188,539)
9	Other Comprehensive Income		-
(i)	Items that will not be reclassified to profit or loss		-
(ii)	Items that will be reclassified to profit or loss		-
	Total Other Comprehensive Income (Net of Tax)		-
	Total Comprehensive Income for the Financial Period (8-9)		(1,188,539)
10	Earnings per Equity Share of Rs. 10/- each	11	
	Basic		(119)
	Diluted		(119)
	Significant accounting policies and notes to the financial statements	1 to 17	

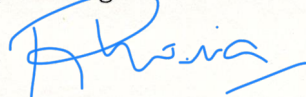
As per our Report of even date

For and on behalf of Board of Directors

For Chaturvedi & Shah LLP

Chartered Accountants

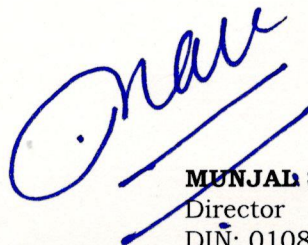
(Firm Registration No. 101720W/W100355)



R. KORLA

Partner

Membership No. 35629



MUNJAL SHAH

Director

DIN: 01080863




AMIT MAHAJAN

Director

DIN: 01087400

Place: Mumbai

Date: 03/07/2020

PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31ST MARCH, 2020

A. EQUITY SHARE CAPITAL

(Amount in Rupees)

Particulars	Balance as at 25th February, 2019*	Issued during the Financial Period	Balance as at 31st March, 2020
Equity Share Capital	-	100,000	100,000

* Date of incorporation of the Company

B. OTHER EQUITY

(Amount in Rupees)

Particulars	Reserves and Surplus	Item of Other Comprehensive Income	Total
	Retained Earnings	Remeasurements of Defined Benefit Plans	
Balance as at 25th February, 2019	-	-	-
Total Comprehensive Income for the financial period	(1,188,539)	-	(1,188,539)
Balance as at 31st March, 2020	(1,188,539)	-	(1,188,539)

As per our Report of even date

For Chaturvedi & Shah LLP
Chartered Accountants
(Firm Registration No. 101720W/W100355)

R. Korla
R. KORIA
Partner
Membership No. 35629

Place: Mumbai
Date: **03/07/2020**

For and on behalf of Board of Directors

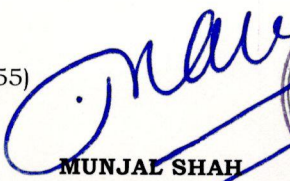

Munjil Shah

MUNJAL SHAH
Director
DIN: 01080863

Amit Mahajan

AMIT MAHAJAN
Director
DIN: 01087400



PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED	
STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31ST MARCH, 2020	
(Amount in Rupees)	
PARTICULARS	For the Financial Period ended 31st March, 2020
A CASH FLOW FROM OPERATING ACTIVITIES	
Loss before tax as per the Statement of Profit and Loss	(1,188,539)
ADJUSTMENT FOR:	
Finance Costs	2,148
OPERATING LOSS BEFORE WORKING CAPITAL CHANGES	(1,186,391)
ADJUSTMENT FOR:	
Other Receivables	(201,600)
Trade and Other Payables	297,800
CASH FLOW FROM OPERATIONS	(1,090,191)
Income tax paid (net of refunds)	-
NET CASH FLOWS FROM OPERATING ACTIVITIES (A)	(1,090,191)
B CASH FLOW FROM INVESTING ACTIVITIES	-
C CASH FLOW FROM FINANCING ACTIVITIES	
Proceeds from issue of Equity Share Capital	100,000
Finance Costs	(2,148)
Current Borrowings	1,001,129
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	1,098,981
NET INCREASE IN CASH AND CASH EQUIVALENTS	8,790
Cash and Cash Equivalents (Opening Balance)	-
Cash and Cash Equivalents (Closing Balance) (Refer Note No. 2)	8,790
Notes :	
i Bracket indicates cash outflow.	
ii Changes in liabilities arising from financing activities on account of Current Borrowings	
Particulars	31.03.2020
Opening balance of liabilities arising from financing activities	-
Add : Changes from Cash Flow from Financing Activities (Net)	1,001,129
Add : The Effects of Changes in foreign exchange rates	-
Closing balance of liabilities arising from financing activities	1,001,129
iii The above Statement of Cash Flow has been prepared under the "Indirect Method" as set out in Ind AS-7 "Cash Flow Statement".	
As per our Report of even date	For and on behalf of Board of Directors
For Chaturvedi & Shah LLP Chartered Accountants (Firm Registration No. 101720W/W100355) <i>R. Korla</i>	 MUNJAL SHAH Director DIN: 01080863
R. KORLA Partner Membership No. 35629	 <i>Amit Mahajan</i> AMIT MAHAJAN Director DIN: 01087400
Place: Mumbai Date: 03/07/2020	

PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 31st MARCH, 2020

1.1 Corporate Information

Paras Strategic Technologies Private Limited (the 'Company') is a private limited Company domiciled and incorporated in India. The registered office of the Company is situated at D-112, TTC industrial area, Nerul, Navi Mumbai-400706

The Company is looking for the business as per the article of association. The main object of the company is to engage in providing artificial intelligence solutions to non defence niche market with radical technologies in India and abroad.

The Company is incorporated on 25th February, 2019 and this being the first financial year of the company. It is in the planning stage hence it has not generated any revenue from its main business operations. The management is striving its best effort to start the business operations in the coming years.

1.2 Basis of preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act, 2013 (the 'Act'), read together with the Companies (Indian Accounting Standards) Rules, as amended from time to time.

These financial statements are presented in Indian Rupees, which is the company's functional and presentation currency. It is the first financial statements of the Company. It's first financial period starts from 25th February, 2019 (the incorporation date) and ends on 31st March, 2020 as per the Section 2(41) of the Act and accordingly the requirement of disclosure of comparative information in respect of previous period is not applicable to the Company.

1.3 Significant Accounting policies

(A) Borrowing Costs:

Borrowing costs specifically relating to the acquisition or construction of qualifying assets that necessarily takes a substantial period of time to get ready for its intended use are capitalized (net of income on temporarily deployment of funds) as part of the cost of such assets. Borrowing costs consist of interest and other costs that the Company incurs in connection with the borrowing of funds. All other borrowing costs are expensed in the period in which they occur.

(B) Taxes on Income:

Tax expense represents the sum of current tax and deferred tax. Tax is recognised in the statement of profit and loss, except to the extent that it relates to items recognised directly in equity or other comprehensive income, in such cases the tax is also recognised directly in equity or in other comprehensive income. Any subsequent change in direct tax on items initially recognised in equity or other comprehensive income is also recognised in equity or other comprehensive income.

Current tax provision is computed for Income calculated after considering allowances and exemptions under the provisions of the applicable Income Tax Laws. Current tax assets and current tax liabilities are off set, and presented as net.

Deferred tax is recognised on differences between the carrying amounts of assets and liabilities in the Balance sheet and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences, and deferred tax assets are generally recognised for all deductible temporary differences, carry forward tax losses and allowances to the extent that it is probable that future taxable profits will be available against which those deductible temporary differences, carry forward tax losses and allowances can be utilised. Deferred tax assets and liabilities are measured at the applicable tax rates. The carrying amount of deferred tax assets is reviewed at each Balance Sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available against which the temporary differences can be utilised.

(C) Financial Instruments:

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial Assets -Initial recognition and measurement

All financial assets are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition of financial assets, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Financial assets are classified, at initial recognition, as financial assets measured at fair value or as financial assets measured at amortised cost.



PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 31st MARCH, 2020

Financial assets - Subsequent measurement

For the purpose of subsequent measurement financial assets are classified in two broad categories:-

- a) Financial assets at fair value
- b) Financial assets at amortised cost

Where assets are measured at fair value, gains and losses are either recognised entirely in the statement of profit and loss (i.e. fair value through profit and loss), or recognised in other comprehensive income (i.e. fair value through other comprehensive income).

A financial asset that meets the following two conditions is **measured at amortised cost** (net of any write down for impairment) unless the asset is designated at fair value through profit or loss under the fair value option.

a) **Business model test:** The objective of the Company's business model is to hold the financial asset to collect the contractual cash flow.

b) **Cash flow characteristics test:** The contractual terms of the financial asset give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding.

A financial asset that meets the following two conditions is measured at **fair value through other comprehensive income** unless the asset is designated at fair value through profit or loss under the fair value option.

a) **Business model test:** The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flow and selling financial assets.

b) **Cash flow characteristics test:** The contractual terms of the financial asset give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding.

All other financial asset is measured at fair value through profit or loss.

Financial assets - Derecognition

A financial assets (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the Company's statement of financial position) when:

- a) The rights to receive cash flows from the asset have expired, or
- b) The Company has transferred its rights to receive cash flow from the asset.

Impairment of Financial Assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- a) The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- b) Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For trade receivables Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

Financial Liabilities - Initial recognition and measurement:

The financial Liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Financial Liabilities - Subsequent measurement:

Financial Liabilities are subsequently carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.



PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 31st MARCH, 2020

Financial Liabilities - Financial guarantee contracts:

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined and the amount recognised less cumulative amortisation.

Financial liability - Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another, from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

(D) Fair Value:

The Company measures financial instruments at fair value at each Balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy that categorizes into three levels, described as follows, the inputs to valuation techniques used to measure value. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs).

Level 1 — quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 — inputs that are unobservable for the asset or liability

For assets and liabilities that are recognized in the financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization at the end of each reporting period and discloses the same.

(E) Lease:

As a lessee:

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease.

Finance leases are capitalised at the commencement of the lease at the inception date at fair value of the leased property or, if lower, at the present value of the minimum lease payments. The corresponding liability is included in the Balance Sheet as a finance lease liability. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised as finance costs in the statement of profit and loss.

A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Assets acquired on leases where a significant portion of the risks and rewards of ownership are retained by lessor are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.



PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 31st MARCH, 2020

(F) Provisions, Contingent Liabilities and Contingent Assets:

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event. 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. If the effect of the time value of money is material, provisions are discounted using equivalent period government securities interest rate. Unwinding of the discount is recognised in the statement of profit and loss as a finance cost. Provisions are reviewed at each Balance Sheet date and are adjusted to reflect the current best estimate. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the Notes to the Financial Statements. Contingent assets are not recognised. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset.

(G) Cash and cash equivalents:

Cash and cash equivalents in the Balance Sheet comprise cash at banks, cash on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

(H) Earnings per share:

Basic earnings per share is computed using the net profit or loss for the year attributable to the shareholders' and weighted average number of equity shares outstanding during the financial year. Diluted earnings per share is computed using the net profit or loss for the year attributable to the shareholders' and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures, except where the result would be anti-dilutive. Potential equity shares that are converted during the year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

(I) Current / Non-current classification:

The Company presents assets and liabilities in statement of financial position based on current/non-current classification.

The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by Ministry of Corporate Affairs (MCA).

An asset is classified as current when it is:

- a) Expected to be realised or intended to be sold or consumed in normal operating cycle,
- b) Held primarily for the purpose of trading,
- c) Expected to be realised within twelve months after the reporting period, or
- d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when it is:

- a) Expected to be settled in normal operating cycle,
- b) Held primarily for the purpose of trading,
- c) Due to be settled within twelve months after the reporting period, or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Deferred tax assets and liabilities are classified as non-current assets and liabilities. The Company has identified twelve months as its operating cycle.



PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR FINANCIAL PERIOD ENDED 31st MARCH, 2020

(J) Off-setting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable rights to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable rights must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or counterparty.

1.4 Key accounting estimates and judgements

The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

a) Provisions

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgement to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

b) Income Tax:

The Company's tax jurisdiction is India. Significant judgements are involved in estimating budgeted profits for the purpose of paying advance tax, determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.



PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
Notes to the Financial Statements for the financial period ended 31st March, 2020

NOTE 2 - CASH AND CASH EQUIVALENTS		(Amount in Rupees)	
PARTICULARS			As at 31.03.2020
Balances with Bank In Current Account			8,790
Total		8,790	
NOTE 3 - OTHER CURRENT ASSETS		(Amount in Rupees)	
PARTICULARS			As at 31.03.2020
Balances with Revenue Authorities			201,600
Total		201,600	
NOTE 4 - EQUITY SHARE CAPITAL		(Amount in Rupees)	
PARTICULARS			As at 31.03.2020
Authorised 10,000 Equity Shares of Rs. 10/- each			100,000
			-
			100,000
Issued, Subscribed and Paid up 10,000 Equity Shares of Rs. 10/- each			100,000
TOTAL		100,000	
4.01	Reconciliation of the number of equity shares outstanding		As at March 31, 2020
	Particulars		No. of shares
	Number of shares at the beginning of the financial period		-
	Add: Shares issued during the financial period		10,000
	Number of shares at the end of financial period		10,000
4.02	Details of Shareholder, holding more than 5% shares of the Company:		
	Name	As at 31st March, 2020	
		No. Of shares	% Holding
	Paras Defence & Space Technologies Limited (the Holding Co.)*	10000	100%
	* Out of the above, 1 share is held by Mr. Munjal Shah as nominee of Paras Defence & Space Technologies Limited		
4.03	The Company has only one class of equity shares having a face value of Rs. 10/- per share. In the event of liquidation of the Company, the equity shareholder will be entitled to receive any of remaining assets of the Company, after distribution of all preferential amounts.		



PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
Notes to the Financial Statements for the financial period ended 31st March, 2020

NOTE 5 - OTHER EQUITY		
(Amount in Rupees)		
PARTICULARS	As at 31.03.2020	As at 31.03.2020
Retained Earnings		
Balance as per last Balance Sheet	-	
Add :Loss for the financial period	(1,188,539)	(1,188,539)
TOTAL		(1,188,539)
NOTE 6 - CURRENT FIANCIAL LIABILITIES - BORROWINGS		
(Amount in Rupees)		
PARTICULARS	As at 31.03.2020	
Unsecured		
Loans From Director	1,001,129	
TOTAL	1,001,129	
NOTE 7- CURRENT FIANCIAL LIABILITIES - TRADE PAYABLES		
(Amount in Rupees)		
PARTICULARS	As at 31.03.2020	
Micro, Small and Medium Enterprises	-	
Others	271,800	
TOTAL	271,800	
7.01. Disclosures of the Micro, Small And Medium Enterprises Development Act, 2006		
Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 have been determined based on the information as available with the Company and the required disclosures are given below :		
Particulars	As at 31.03.2020	
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	
(iii) The amount of Interest paid, along with the amounts of the payment made to the supplier beyond the appointed day	-	
(iv) The amount of Interest due and payable for the year	-	
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	
(vi) The amount of Further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	

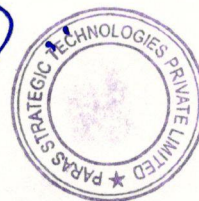
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PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
Notes to the Financial Statements for the financial period ended 31st March, 2020

NOTE 8 OTHER CURRENT LIABILITIES	
(Amount in Rupees)	
PARTICULARS	As at 31.03.2020
Statutory Liabilities	26,000
TOTAL	26,000

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PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
Notes to the Financial Statements for the financial period ended 31st March, 2020

NOTE 9 : FINANCE COSTS	
	(Amount in Rupees)
PARTICULARS	For the Financial Period ended 31.03.2020
Interest Expenses	2,148
TOTAL	2,148
NOTE 10 : OTHER EXPENSES	
	(Amount in Rupees)
PARTICULARS	For the Financial Period ended 31.03.2020
ADMINISTRATIVE EXPENSES	
Lease Rent	1,110,000
Rate and Taxes	11,131
Legal and Professional Fees	11,000
Audit Fees (Refer Note No. 10.1)	50,000
Bank Charges	3,510
Office Expenses	750
TOTAL	1,186,391
Note - 10.1	
	(Amount in Rupees)
Particulars	For the Financial Period ended 31.03.2020
Payments to the auditor as:	
Audit Fees	50,000
For taxation Matters	-
For Company law matters	-
For Certifications	-
For other services	-
For reimbursement of expenses	-
TOTAL	50,000

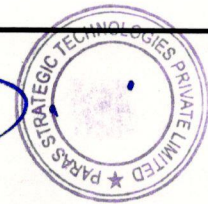
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PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
Notes to the Financial Statements for the financial period ended 31st March, 2020

NOTE 11 : EARNINGS PER SHARE	
Particulars	(Amount in Rupees) For the Financial Period ended 31.03.2020
Net Loss Attributable to Equity Shareholders for Basic EPS and Diluted EPS	(1,188,539)
Weighted Average Number of Equity Shares Outstanding During the year for Basic EPS and Diluted EPS (in Nos.)	10,000
Basic and Diluted Earning per share of Rs. 10 each	(119)
Face Value per Equity Share	10

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PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
Notes to the Financial Statements for the financial period ended 31st March, 2020

Note 12 : RELATED PARTY DISCLOSURE

In accordance with the requirements of Ind AS 24, on related party disclosures, name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported periods, are as detail below:

(a) List of Related Parties :

(As certified by the Management)

I. Holding Company

Paras defence & Space Technologies Limited (w.e.f. 25th February, 2019)

II. Key Management Personnel

Munjal Sharad Shah

Amit Navin Mahajan

Shilpa Amit Mahajan

(b) Related Party Transactions

		(Amount in Rupees)
Nature of Transactions	Name of the Related Parties	2019-2020
Transactions with Holding Company:		
Equity shares issued	Paras Defence and Space Technologies Ltd.	100,000
Loans Taken		4,381
Loans Repaid		4,381
Lease Rent Expenses		1,110,000
Interest on Short Term Borrowings		48
Transactions with other Related Parties:		
Loans Taken from Director	Munjal Sharad Shah	1,001,129

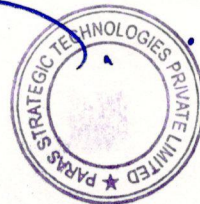
Name of the Related Parties	As at 31st March, 2020
B. Balances with Holding Company	
Trade Payables	
Paras Defence & Space Technologies Limited	226,800
Balance with other Related Parties:	
Current-Borrowings - Loan from director	
Munjal Sharad Shah	1,001,129

Note 13: FINANCIAL INSTRUMENTS

FAIR VALUE :-The carrying amounts of cash at bank, borrowings and trade payables approximate their fair values and are carried at amortized cost.

Particulars	As at 31-03-2020	
	Carrying Value	Fair Value
Financial Assets		
Cash & Cash equivalents	8,790	8,790
Total	8,790	8,790
Financial Liabilities		
Short Term Borrowings	1,001,129	1,001,129
Trade Payables	271,800	271,800
Total	1,272,929	1,272,929

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PARAS STRATEGIC TECHNOLOGIES PRIVATE LIMITED
Notes to the Financial Statements for the financial period ended 31st March, 2020

Note 14: FINANCIAL RISK MANAGEMENT

The company is exposed to liquidity risk.

Liquidity Risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. For the Company, liquidity risk arises from obligations on account of short term borrowing, trade payable and other financial liabilities.

Liquidity Risk Management

As Company does not have any long term borrowings hence it is not exposed to significant liquidity risk.

The table below illustrates the aged analysis of the company's current financial liabilities.

March 31, 2020

Particulars	On demand	Up to 1 year	More than 1 year	Total
Liabilities				
Short Term Borrowings	1,001,129	-	-	1,001,129
Trade Payables	-	271,800	-	271,800
Total	1,001,129	271,800	-	1,272,929

Note 15: CAPITAL RISK MANAGEMENT

For the purpose of the Company's capital management, capital includes issued equity share capital and other equity reserves and net debts. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure as per the requirements of the business. To maintain or adjust the capital structure, the company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital. The company includes within net debt, borrowings less cash and cash equivalents.

Gearing Ratio

The gearing ratio at the year end was as follows :

Particulars	As at March 31, 2020 INR
Total Debt	1,001,129
Less: Cash and cash equivalent	8,790
Net Debt	992,339
Equity	(1,088,539)
Total Capital (Equity + Net Debts)	(96,200)
Net debt to equity ratio (times)	(10.32)

Note : 16 SEGMENT REPORTING

There is no separate reportable segment hence information required under the IND AS 108 "Segment Reporting" is not given.

Note : 17

The Management and Authorities have power to amend the financial statements in accordance with the section 130 and 131 of the Act.

As per our Report of even date

For and on behalf of Board of Directors

For Chaturvedi & Shah LLP

Chartered Accountants

(Firm Registration No. 101720W/W100355)

R. KORIA

Partner

Membership No. 35629

Place: Mumbai

Date: 03/07/2020

MUNJAL SHAH

Director

DIN: 01080863



AMIT MAHAJAN

Director

DIN: 01087400