

**MUKESH CHECHANI & CO.
CHARTERED ACCOUNTANTS**

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Independent Auditors' Report

**To
The Members of Prov-Nova Bio Technologies Private Limited**

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **Prov-Nova Bio Technologies Private Limited ("the Company")**, which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and the Statement of Cash Flows for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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, 2021, its loss and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with 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 Rules there under and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these 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 principles generally accepted in India, including the



Accounting Standards specified 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.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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



The image shows a handwritten signature in blue ink on the left. To its right is a circular purple stamp. The stamp contains the text: 'MUKESH CHECHAN & CO.' around the top inner edge, 'F. R. No. 007589C' in the center, and 'CHARTERED ACCOUNTANTS' around the bottom inner edge.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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, 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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the aforesaid financial statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.;
 - e. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
The company is a private limited company and hence provision of section 197 read with schedule V of the companies Act are not applicable.
 - f. on the basis of written representations received from the Directors as on 31 March 2021, taken on record by the Board of Directors, none of the directors is



disqualified as on 31 March 2021, from being appointed as a director in terms of section 164(2) of the Act;

- g. In accordance with the notification dated 13/06/2017 the company is under exemption from reporting on Internal Financial Control.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts. Hence, the question of any material foreseeable losses does not arise; and
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Mukesh Chechani & Co.
Chartered Accountants
Firm Registration No.: 007589C

Prakash Chechani
Partner
Membership No.: 104203



Place: Mumbai
Date: 14 August 2021
UDIN: 21104203AAAAAY5698

Annexure A to the Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of Prov-Nova Bio Technologies Private Limited ('the Company') on the financial statements for the year ended 31 March 2021, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) As explained to us, the Company has a regular programme of physical verification of its fixed assets by which all the fixed assets are verified in a phased manner over a period of three years. In our opinion this periodicity of physical verification is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us, the Company does not own immovable properties, accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company.
- (ii) The Company has conducted physical verification of inventory at reasonable intervals during the year. No material discrepancies have been noticed on such physical verification.
- iii) According to the information and explanations given to us, the Company has not granted any loans to parties covered in the register maintained under section 189 of the Companies Act, 2013 Accordingly, paragraph 3 (iii) of the order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans to directors including entities in which they are interested in respect of which the provisions of section 185 of the Companies Act 2013 are applicable and hence not commented upon. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 186 of the Companies Act, 2013 in respect of investments made.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148 (1) of the Companies Act, 2013 for any of the services rendered by the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including income-tax, sales tax, service tax, goods and service tax, value added tax, cess , duty of custom and other material statutory dues, applicable to it, have been regularly deposited during the year by the Company with the appropriate authorities. As explained to



us, Company did not have any dues on account of services tax, goods and service tax and duty of custom & others statutory dues applicable to it.

According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax, sales tax, service tax, goods and service tax, value added tax, cess, duty of custom and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, goods and service tax, value added tax, duty of custom and cess which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, the company has not taken any loans from banks, financial institutions and government during the year. Accordingly, paragraph 3 (viii) of the order is not applicable.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) The company is a private limited company and hence provision of section 197 read with schedule V of the companies Act are not applicable. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us, transactions with the related parties are in compliance with section 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of section 177 are not applicable to the Company and accordingly reporting under clause 3(xiii) insofar as it relates to section 177 of the Act is not applicable to the Company and hence not commented upon.
- (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 of shares during the year. Accordingly, paragraph 3 (xiv) of the Order is not applicable.



(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

(xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For Mukesh Chechani & Co.

Chartered Accountants

Firm Registration No.: 007589C

Prakash Chechani

Partner

Membership No.: 104203



Place: Mumbai

Date: 14 August 2021

UDIN : 21104203AAAAAY5698

Prov-Nova Bio Technologies Private Limited


Balance sheet

(Currency: Indian Rupees)

	Note	As at 31 March 2021
EQUITY AND LIABILITIES		
Shareholders' funds		
Share capital	2.1	100,000
Reserves and surplus	2.2	(85,669)
		<u>14,331</u>
Current liabilities		
Short-term borrowings	2.3	2,397,500
Trade payables		-
Total outstanding dues of micro enterprises and small enterprises		996,985
Total outstanding dues of creditors other than micro enterprises and small enterprises		3,444
Other current liabilities	2.4	<u>1,000,429</u>
TOTAL		<u><u>3,412,260</u></u>
ASSETS		
Non-current assets		
Fixed assets		
Tangible assets	2.5	<u>1,885,137</u>
		1,885,137
Deferred tax assets (net)	2.6	17,746
Current assets		
Trade receivables	2.7	672,414
Cash and cash equivalents	2.8	391,479
Short-term loans and advances	2.9	445,484
		<u>1,509,377</u>
TOTAL		<u><u>3,412,260</u></u>

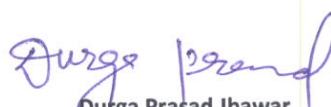
As per our report of even date attached.


For Mukesh Chechani & Co.
Chartered Accountants
Firm Registration No.: 007589C


Prakash Chechani
Partner
Membership No.: 104203
Mumbai
14 August 2021



For and on behalf of the Board of Directors


Durga Prasad Jhawar
Director
DIN: 02005091


Purshottam Bhutra
Director
DIN: 08932145

Prov-Nova Bio Technologies Private Limited

Statement of Profit and Loss

(Currency: Indian Rupees)

	Note	For the period ended 31 March 2021
Revenue from operations		
Sales		1,167,664
Total revenue		<u>1,167,664</u>
Expenses		
Cost of materials consumed	2.10	505,446
Depreciation	2.5	63,976
Other expenses	2.11	701,658
Total expenses		<u>1,271,080</u>
Profit/(Loss) before tax		(103,415)
Tax expense:		
Income tax		-
Deferred tax benefit		(17,746)
Profit/(Loss) for the year		<u>(85,669)</u>
Earnings per equity share:		
Basic and diluted (Face value of Rs. 10 each)	2.15	(36.36)

As per our report of even date attached.

For Mukesh Chechani & Co.
Chartered Accountants
Firm Registration No.: 007589C

Prakash Chechani
Partner
Membership No.: 104203



Mumbai
14 August 2021

For and on behalf of the Board of Directors

Durga Prasad Jhawar
Director
DIN: 02005091

Purshottam Bhutra
Director
DIN: 08932145

Prov-Nova Bio Technologies Private Limited

Cash flow statement for the period ended 31 March 2021

(Currency: Indian Rupees)

	For the year ended 31 March, 2021
A Cash flow from operating activities	
Profit/(Loss) before taxation	(103,415)
Depreciation	63,976
Operating cash flow before working capital changes	(39,439)
Adjustments for working capital changes	-
Increase in trade receivables	(672,414)
Short-term loans and advances	(445,484)
Increase in Short-term borrowings	2,397,500
Increase in trade payable	996,985
Increase Other Current Liabilities	3,444
Cash used in operations	2,240,592
Income tax paid	-
Net cash generated from/used in operating activities - A	2,240,592
B Cash flow from investing activities	
Purchase of fixed assets	(1,949,113)
Net cash (used in)/generated from investing activities - B	(1,949,113)
C Cash flow from financing activities	
Proceeds from issue of share capital	100,000
Net cash generated from financing activities - C	100,000
Net increase in cash and cash equivalents (A+B+C)	391,479
Cash and cash equivalents as at the beginning of the period	-
Cash and cash equivalents as at the end of the period (refer note 1)	391,479

Notes:

1 Cash and cash equivalents include the following:

Cash in hand

Balances with scheduled banks:

In current accounts

Total of cash and cash equivalents

-

391,479

391,479

As per our report of even date attached.

For Mukesh Chechani & Co.

Chartered Accountants

Firm Registration No.: 007589C

Prakash Chechani

Partner

Membership No.: 104203



Mumbai

14 August 2021.

For and on behalf of the Board of Directors

Durga Prasad Jhawar
Durga Prasad Jhawar
Director
DIN: 02005091

Purshottam Bhutra
Purshottam Bhutra
Director
DIN: 08932145

Prov-Nova Bio Technologies Private Limited

Notes to the financial statements for the period ended 31 March 2021

1. Significant accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with generally accepted accounting principles in India ('Indian GAAP') under the historical cost convention on an accrual basis except for certain financial instruments which are measured at fair values in compliance with all material aspect of the Accounting Standard (AS) Notified under section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules 2014, the provisions of the Companies Act, 2013 (to the extent notified). The financial statements are presented in Indian rupees.

1.2 Use of estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on date of the financial statements. Actual results could differ from the estimates. Any revision to the accounting estimates is recognised prospectively in current and future periods.

1.3 Current-non-current classification

All assets and liabilities are classified into current and non-current

Assets

An Asset is classified as current when it satisfies any of the following criteria:

- a. It is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle;
- b. It is held primary for the purpose of being traded;
- c. It is expected to be realized within 12 months after the reporting date; or
- d. It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current Assets include the current portion of non-current financial assets.
All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- a. It is expected to be settled in the company's normal operating cycle.
- b. It is held primarily for the purpose of being traded;
- c. It is due to be settled within 12 months after the reporting date; or
- d. The company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of the liability that could, at the option of the counterparty, results in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities.
All other liabilities are classified as non-current.



Prov-Nova Bio Technologies Private Limited

Notes to the financial statements for the period ended 31 March 2021 *(Continued)*

1. Significant accounting policies (continued)

1.4 Revenue recognition

- Sale of goods is recognized when all the significant risks and rewards have been passed to the buyer.

1.5 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that 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 the depreciable historical cost.

1.6 Foreign currency transactions

Foreign currency transactions are recorded at the rates of exchange prevailing on the date of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognised in statement of profit and loss of the year.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date. The exchange differences, if any, are recognised in statement of profit and loss of the year and related assets and liabilities are accordingly restated in the balance sheet.

1.7 Inventories

- Inventories are valued at cost or net realisable value, whichever is lower.

1. Significant accounting policies (continued)

1.8 Investments

- Investments are classified into long term investments and current investments. Investments which are intended to be held for one year or more are classified as long term investments and investments which are intended to be held for less than one year are classified as current investments.
- Long term investments are carried at cost less diminution in value which is other than temporary, determined separately for each investment.
- Current investments are carried at lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investment. In case of investments in mutual funds, the net asset value of units declared by the mutual funds is considered as the fair value.



Prov-Nova Bio Technologies Private Limited

Notes to the financial statements for the period ended 31 March 2021 (Continued)

1.9 Earnings per share

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 - Earnings Per Share prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

1.10 Fixed assets and depreciation

Tangible fixed assets

Fixed assets are stated at cost less accumulated depreciation. The cost of fixed assets comprises purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or put to use whichever is earlier. In respect of assets sold, depreciation is provided upto the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Company has evaluated the useful lives of the respective fixed assets which are as per the provisions of Part C of the Schedule for calculating the depreciation. The useful lives of the fixed assets are as follows:

Nature of assets	Useful Life
Factory Building (Leasehold Improvement)	5 years
Office equipment	5 years
Furniture & Fixture	10 years
Plant & Machinery	15 years
Computers and data processing units - End user devices, such as desktops, laptops, etc (other than server).	3 years

1. Significant accounting policies (continued)

1.11 Taxation

Tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the Income Tax Act, 1961) and deferred tax charge or credit (reflecting the tax effect of timing differences between accounting income and taxable income for the period).

Current tax

Provision for income tax is recognised based on estimated tax liability computed after adjusting for allowances, disallowances and exemptions in accordance with the Income Tax Act, 1961.

Deferred taxation



Prov-Nova Bio Technologies Private Limited

Notes to the financial statements for the period ended 31 March 2021 (Continued)

The deferred tax charge or credit and the corresponding deferred tax liabilities and assets are recognized using the tax rates that have been enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the asset can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of the assets. Deferred tax assets are reviewed at each balance sheet date and written down or written-up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

1.12 Provisions and contingencies

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.



MUKESH CHECHANI & CO. Chartered Accountants
F. R. No. 007589C

Prov-Nova Bio Technologies Private Limited

Notes to the financial statements (Continued)

(Currency: Indian Rupees)

	As at 31 March 2021
2.1 Share capital	
Authorised:	
10,000 equity shares of Rs. 10 each	100,000
	<u>100,000</u>
Issued, subscribed and paid up:	
10,000 equity shares of Rs. 10 each, fully paid-up	100,000
	<u>100,000</u>
a. Movement in share capital:	
Reconciliation of number of shares outstanding:	No. of shares
Number of shares outstanding at the beginning of the year	-
Shares issued during the year	10,000
Number of shares at the end of the year	<u>10,000</u>
Reconciliation of share capital:	Amount
Share capital at the beginning of the year	-
Share capital issued during the year	100,000
Share capital at the end of the year	<u>100,000</u>
Details of shareholders holding more than 5% shares	31 March 2021
Name of the shareholders	Percentage
Proventus AgroCom Private Limited	51.00%
Nilesh Toshniwal	12.00%
Lalita Bhootra	12.50%
Pinky Maheshwari	12.00%
Chetna Toshniwal	12.50%
b. Terms/rights attached to equity shares:	
The Company has only one class of equity shares having a par value of Rs. 10. Each holder of equity shares is entitled to one vote per share held. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.	
2.2 Reserves and surplus	
Statement of profit and loss opening balance	-
Add: Profit/(Loss) for the year	<u>(85,669)</u>
	<u>(85,669)</u>




Prov-Nova Bio Technologies Private Limited

Notes to the financial statements (Continued)

(Currency: Indian Rupees)

	As at 31 March 2021
2.3 Short-term borrowings	
Loans from Directors and their Relatives	1,222,500
Inter Corporate Loan	1,175,000
	<hr/> 2,397,500 <hr/>
2.4 Other current liabilities	
Withholding tax and other statutory dues payable	3,444
	<hr/> 3,444 <hr/>



Prov-Nova Bio Technologies Private Limited

Notes to the financial statements (Continued)

(Currency: Indian Rupees)

2.5 Fixed assets

Description of assets	Opening	Gross block			As at 31 March 2021	Opening	Depreciation			As at 31 March 2021	Net block	
		Additions during the year	Deductions during the year	As at 31 March 2021			Additions during the year	Deductions during the year	As at 31 March 2021		As at 31 March 2021	As at 31 March 2020
Tangible assets												
Factory & Building	-	513,263	-	513,263	-	24,801	-	24,801	488,462	-	-	
Plant and Equipment	-	1,435,850	-	1,435,850	-	39,175	-	39,175	1,396,675	-	-	
Total :	-	1,949,113	-	1,949,113	-	63,976	-	63,976	1,885,137	-	-	
Previous year	-	-	-	-	-	-	-	-	-	-	-	



Prov-Nova Bio Technologies Private Limited

Notes to the financial statements (Continued)

(Currency: Indian Rupees)

	As at 31 March 2021
2.6 Deferred tax assets	
Deferred tax assets	3,963
Preliminary expenses	25,688
Accumulated losses	11,905
Less:-Difference between book and tax depreciation	
	<u>17,746</u>
2.7 Trade receivables	
<i>Unsecured, considered good</i>	
Debtors outstanding for a period exceeding six months	-
Other debts	672,414
	<u>672,414</u>
2.8 Cash and cash equivalents	
Balances with banks	
- in current accounts	383,883
- in cash in hand	7,596
	<u>391,479</u>
2.9 Short-term loans and advances	
GST Assets	350,183
Supplier advances	95,301
	<u>445,484</u>



Prov-Nova Bio Technologies Private Limited

Notes to the financial statements (Continued)

(Currency: Indian Rupees)

For the period ended
31 March 2021

2.10 Cost of materials consumed

Opening Stock	-
Add:-Purchases	505,446
Less:-Closing Stock	-
	<u>505,446</u>

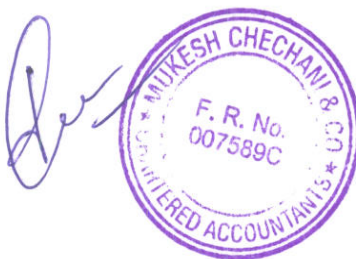
2.11 Other expenses

Auditors' remuneration (refer note below)	20,000
Labour Charges	289,676
Packing Expenses	1,100
Postage and courier	100
Printing and stationery	2,100
Rent	170,000
Repairs and maintenance - others	58,473
Testing and inspection Charges	575
Transportation charges	116,344
Office Expenses	14,421
Preliminary Expenses W/off	28,869
	<u>701,658</u>

Note:-

Auditors' remuneration:

As auditor	20,000
	<u>20,000</u>



Prov-Nova Bio Technologies Private Limited

Notes to the financial statements for the year ended 31 March 2021 (Continued)

(Currency: Indian Rupees)

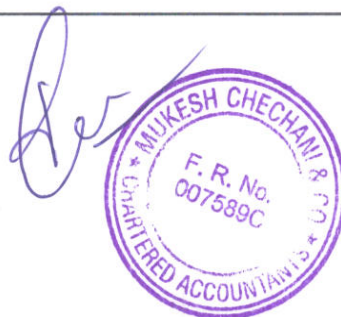
2.12 Related Parties

i. List of related parties and relationship:

Name of related parties by whom control is exercised	Prov Foods Private Limited (Holding Company)
Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise:	D. P. Jhawar Purshottam Bhutra Dilip Toshniwal
Name of relatives of Directors and related parties	Proventus Agrocom Private Limited Chetana Toshniwal Lalita Bhootra Nilesh Toshniwal Pinky Maheshwari

ii. Transactions with related parties :

Nature of Transaction	Related Party Name	2020-21
Allotment of Equity Shares	Prov Foods Private Limited	51,000
	Chetana Toshniwal	12,500
	Lalita Bhootra	12,500
	Nilesh Toshniwal	12,000
	Pinky Maheshwari	12,000
Purchases net of taxes	Proventus Agrocom Private Limited	505,446
Rent paid net of taxes	Prov Foods Private Limited	170,000
Loan Taken from	Prov Foods Private Limited	1,425,000
	Chetana Toshniwal	125,000
	Lalita Bhootra	250,000
	Nilesh Toshniwal	485,000
	Pinky Maheshwari	362,500
Loans repaid	Prov Foods Private Limited	250,000
Balances with related parties		
Short Term Borrowing Payable	Prov Foods Private Limited	1,175,000
	Chetana Toshniwal	125,000
	Lalita Bhootra	250,000
	Nilesh Toshniwal	485,000
	Pinky Maheshwari	362,500
Trade Payable/Creditors of Expenses	Proventus Agrocom Private Limited	505,741
	Prov Foods Private Limited	200,600



Prov-Nova Bio Technologies Private Limited

Notes to the financial statements for the year ended 31 March 2021 (continued)

(Currency: Indian Rupees)

2.13 Details of dues to micro, small and medium enterprises

Trade Payables includes Rs. Nil payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. No interest has been paid/is payable by the Company during the period to "Suppliers" registered under this act. The aforementioned is based on the responses received by the Company to its inquiries with suppliers with regard to applicability under the said Act

2.14 Capital commitments and contingent liabilities

The Company has no capital commitments and contingent liabilities as at the balance sheet.

2.15 Earnings per share

	Particulars	For the Year ended 31 March 2021
(a)	Profit/Loss after tax (as per statement of profit and loss)	(85,669)
	Less: Dividend on preference share capital	-
	Net Profit/loss for the period attributable to equity shareholders	(85,669)
(b)	Calculation of weighted average number of equity Shares of Rs. 10 each	
	Number of shares outstanding at the beginning of the year	10,000
	Number of Shares issued during the year	10,000
	Total number of equity shares outstanding at the end of the year	10,000
	Weighted average number of equity shares outstanding during the year (based on the date of issue of shares)	2,356
(c)	Basic and diluted earnings per share (in rupees) (a)/(b)	(36.36)

The basic and diluted earnings per share are the same as there are no dilutive potential equity shares.



Prov-Nova Bio Technologies Private Limited

Notes to the financial statements for the year ended 31 March 2021 (continued)

(Currency: Indian Rupees)

2.16 Segment reporting

The Company has operated only in one business segment during the year viz. capital based business comprising of Manufacturing activities. Therefore, the Company has only one reportable business segment, the results of which are disclosed in the financial statements. Since business operations of the Company are concentrated in India, the Company is considered to operate only in domestic segment and therefore there is no reportable geographic segment.

2.17 Earning and expenditure in foreign currency

The company did not have any earning or expenditure in foreign currency during the reporting year. (Previous year Rs. Nil)

2.18 Previous year comparatives

The Company was incorporated on 23 October 2020. This being first financial year; hence comparatives of previous financial year are not applicable.

As per our report of even date attached.

For Mukesh Chechani & Co.
Chartered Accountants
Firm Registration No.: 007589C



Prakash Chechani
Partner
Membership No.: 104203
Mumbai
Date 14 August 2021

For and on behalf of the Board of Directors

Durga Prasad Jhawar Purushottam Bhutra
Director Director
DIN: 02005091 DIN: 08932145