**A R M S & ASSOCIATES**
**Chartered Accountants**

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mkgupta94@yahoo.com

To the Members of
**ARSS Developers Limited**
CIN: U45209OR2007PLC009201
Plot-no-38, Sector-A, Zone-D
Mancheswar Industrial Estate
Bhubaneswar-751 010, Odisha

## Report on the Audit of the Standalone Financial Statements

### Opinion

We have audited the accompanying standalone financial statements of **ARSS Developers Limited** ("the Company"), which comprise the Balance Sheet as at March 31st, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31st, 2025, the loss and total comprehensive income, changes in equity 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 Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Basis for Opinion section, we have determined that there are no key audit matters to be communicated in our report.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Company's Annual Report, but does not include the financial statements and our auditors' report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

**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 standalone financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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.

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## 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 Standards on Auditing 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 Standards on Auditing, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

1. 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 insufficient 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.

2. 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 with reference to financial statements in place and the operating effectiveness of such controls.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

4. 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.

5. 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.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative

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materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**Report on Other Legal and Regulatory Requirements**

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

2. As required by Section 143(3) of the Act, 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 standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   e. On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 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-B".

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

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 34 to the financial statements;

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. a) The management has represented that other than those disclosed in the notes to accounts, no funds have been advanced or loaned or invested by the company to or in any other person(s) or entities, including foreign entities ("Intermediaries"), with the understanding that the intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of ultimate beneficiaries.

b) The management has represented that other than those disclosed in the notes to accounts, no funds have been received by the company from any person(s) or entities including foreign entities ("Funding Parties") with the understanding that such company shall whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or provide guarantee, security or the like on behalf of the Ultimate beneficiaries.

c) Based on the audit procedures performed, nothing has come to our notice that has caused to believe that the above representations given by the management contain any material mis-statement.

V. The Company has not declared or paid any dividend during the year.

Vi. Based on our examination, which included test checks, the Company has used accounting software systems for maintaining its books of account for the financial year ended March 31, 2025 which have the feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software systems. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

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With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act; in our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.

**For A R M S & Associates**
**Chartered Accountants**
**FRN:- 013019N**

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Pradeep Kumar

**CA Pradeep Kumar Midha**
**Partner**
**M. No.-: 014275**
**Date-: 24/05/2025**
**Place : New Delhi**
**UDIN:** 25014275BMIFEP3576

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## 'Annexure – A' to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the standalone financial statements of the Company for the year ended March 31, 2025, we report that:

1. **In Respect of Property Plant & Equipment**

(a) (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right of use assets.

(ii) The Company has maintained proper records showing full particulars of intangible assets, if any.

(b) The Company has program of physical verification of Property, Plant and Equipment and right of use assets so to cover all the assets in phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property. Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) The Company has not revalued any of its Property, Plant and Equipment (including right to use assets) and intangible assets during the year.

(d) No proceedings have been initiated during the year or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

2. **In Respect of Inventories**

(a) Inventory has been physically verified as and when available during the year by the Management. In our opinion, the frequency of verification is reasonable. No discrepancy noticed on verification between the physical stock and book records.

(b) No Working Capital Limit has been sanctioned in the name of the company.

3. **Details of investments, any guarantee or security or advances or loans given**

(a) The Company has not granted loans during the year to company covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').

(b) In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the bodies corporate listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the Company.

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(c) In the case of the loans granted to the body corporate listed in the register maintained under section 189 of the Act, the borrowers have been regular in the payment of the interest, if any applicable; and repayment of principal on demand. The terms of arrangements do not stipulate any repayment schedule and the loans are repayable on demand.

(d) There are no overdue amount for more than 90 days in respects of the loan granted to body corporate listed in the register maintained under section 189 of the Act.

4. **Compliance in respect of a loan to directors**
In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act,2013 In respect of loans, investments, guarantees, and security given to directors or any other person in whom the director is interested.

5. **Compliance in respect of deposits accepted**
The Company has not accepted any deposits during the year from the public within the meaning of Sections 73 to 76 or any relevant provision of the Act and the rules framed there under to the extent Notified.

6. **Maintenance of costing records**
According to information and explanation given to us, maintenance of cost records have not been specified by the Central Government under sub section (1) of Section 148 of the Companies Act, 2013.

7. **Deposit of statutory liabilities**

(a) According to information and explanation given to us and on the basis of our examination of the books of account, and records the company has been generally regular in depositing undisputed statutory dues with the appropriate authority including provident fund, Employees state insurance, income-tax, sales tax, services tax, Goods and service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, there are delay in some cases during the year by the company with appropriate authorities.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of excise, duty of customs, value added tax, goods and service tax, GST, cess and other material statutory dues were in arrears as at 31 March 2025 for a period of more than six months from the date they became payable except Income Tax payable of 7.5 Lakhs.

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(c) In our opinion there is no amounts payable in respect of income tax, wealth tax, service tax, custom duty, excise duty, value added tax and cess which has not been accepted as demand in dispute except for the demand for the following years:

| Name of the statute | Nature of Dues | Amount (in Crores) | Forum where Dispute is pending | Amount Paid against Demand |
|---|---|---|---|---|
| Income Tax Act | A. Y 2014-15 | 3.20 | High Court of Odisha | NIL |

8. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961(43 of 1961)

**9. Repayment of borrowings**

(a) Based on our Audit procedures and according to information and explanation given to us, the Company has not defaulted in payment of bank dues over the year.

(b) On an overall examination of the financial statements of the Company, the term loan were applied for the purpose for which the loans were obtained.

(c) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(d) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(e) The Company has not raised any loans during the year by pledging securities held in their subsidiaries, joint ventures or associate companies and hence reporting on clause 3(ix)(f) of theOrder is not applicable.

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

(c) During the year, the Company has not made any preferential allotment pr private placement of shares or convertible debentures (fully or partly optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

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11. (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.

 (b) No report under sub-section (12) of Section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government during the year and up to the date of this report

 (c) According to the information and explanations given to us by the management, no whistle-blower complaints had been received by the company

12. The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.

13. According to the information and explanations given to us and based on our examination the records of the company, transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013. Where applicable, the details of such transactions have been disclosed in the Financial Statement as required by the applicable accounting standards.

14. The company is not covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Therefore, the company is not required to appoint any internal auditor. However, in our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

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

16. (a) In our Opinion and based on our examination, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934).

 (b) In our Opinion and based on our examination, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934,

 (c) In our Opinion and based on our examination, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.

 (d) According to the information and explanations given by the management, the Group does not have any CIC as part of the Group

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17. The Company has incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

18. There has been no resignation of the statutory auditors of the Company during the year.

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

20. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other thanongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act incompliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

(b) There are no remaining unspent amounts under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, required to be transferred to special account incompliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause 3(xx)(b) of the Order is not applicable for the year.

21. The reporting under this clause is not applicable to standalone financial statements.

**For A R M S & Associates**
**Chartered Accountants**
**FRN:- 013019N**

A R M S & ASSOCIATES Gurgaon FRN:013019N Chartered Accountants

Pradeep

**CA Pradeep Kumar Midha**
**Partner**
**M. No.-: 014275**
**Date-: 24/05/2025**
**Place : New Delhi**
**UDIN: 25014275BMIFEP3576**

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## 'Annexure – B' to the Independent Auditor's Report

[Referred to in paragraph 2(f) under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the standalone financial statements of the Company for the year ended March 31, 2025.

### Report on the Internal Financial Controls 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 **M/s. ARSS Developers Limited** ('the Company'), as of 31 March 2025 in conjunction with our audit of the standalone financial statements of the Company for the year 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 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.

### Auditors' 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 on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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.

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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 judgment, including the assessment of the risks of material misstatement of the standalone 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 standalone financial statements for external purposes in accordance with generally accepted accounting principles including Ind AS. 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 standalone financial statements in accordance with generally accepted accounting principles including Ind AS, 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 standalone 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.

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**Opinion**

In our opinion, 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 31st March 2025, 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 issued by the Institute of Chartered Accountants of India.

**For A R M S & Associates**
**Chartered Accountants**
**FRN:- 013019N**

A R M S & ASSOCIATES Gurgaon FRN:013019N Chartered Accountants

Pradeep

**CA Pradeep Kumar Midha**
**Partner**
**M. No.-: 014275**
**Date-: 24/05/2025**
**Place : New Delhi**
**UDIN: 25014275BMIFEP3576**

# ARSS Developers Limited
**CIN : U45209OR2007PLC009201**

## BALANCE SHEET

(Rupees in Lakhs)

| Particulars | Note No. | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|---|
| **I. ASSETS** | | | |
| **1. Non-current Assets** | | | |
| (a)Property, Plant and Equipment | 5 | 130.22 | 154.93 |
| (b)Capital Work-in-progress | | - | - |
| (c)Intangible Assets | | - | - |
| (d)Financial Assets | | | |
| (i) Investments | 6 | 2,422.28 | 2,498.14 |
| (ii) Trade Receivables | 7 | - | - |
| (iii)Loans | 8 | - | - |
| (iv)Other Financial Assets | | - | - |
| (e) Deferred Tax Assets (net) | 10 | - | - |
| (f) Other Non-Current Assets | 9 | - | - |
| **2. Current Assets** | | | |
| a.Inventories | 11 | 466.03 | 466.03 |
| b.Financial Assets | | | |
| (i) Investments | 6 | - | - |
| (ii) Trade Receivables | 7 | 48.14 | 41.50 |
| (iii) Cash & Bank Balance | 12 | 33.79 | 34.86 |
| (iv) Bank Balances Other Than Three Above | 12 | - | - |
| (v) Loans | 8 | 6.18 | 6.18 |
| (vi) Other Financial Assets | | - | - |
| c.Current Tax Assets (Net) | 19 | 34.02 | 34.00 |
| d.Other Current Assets | 9 | 3.52 | 5.45 |
| **3. Asset Held For Disposal** | | - | - |
| **TOTAL ASSETS** | | **3,144.18** | **3,241.09** |
| **II. EQUITY AND LIABILITIES** | | | |
| **1. Equity** | | | |
| a. Equity Share Capital | 13 | 650.84 | 650.84 |
| b. Other Equity | 14 | -1,256.41 | -1,108.44 |
| **2. Liabilities** | | | |
| **(i) Non-current Liabilities** | | | |
| a.Financial Liabilities | | | |
| (i) Borrowings | 15 | - | - |
| (ii) Trade Payables | 16 | - | - |
| (iii) Other Financial Liabilities | 17 | - | - |
| b.Provisions | | - | - |
| c. Deferred Tax Liabilities (net) | 10 | 3.40 | 5.65 |
| d. Other Non-current Liabilities | 18 | 22.79 | 22.79 |
| **(ii) Current Liabilities** | | | |
| a.Financial Liabilities | | | |
| (i) Borrowings | 15 | 1,833.99 | 1,734.83 |
| (ii) Trade Payables | 16 | 1,810.16 | 1,810.11 |
| (iii) Other Financial Liabilities | 17 | 62.90 | 63.14 |
| b.Provisions | | - | - |
| c.Other Current Liabilities | 18 | 16.51 | 62.18 |
| d.Current Tax Liability (Net) | 19 | - | - |
| **TOTAL EQUITY AND LIABILITIES** | | **3,144.18** | **3,241.09** |

Significant Accounting Policies and Notes to Accounts

Notes Forming Part of Financial Statement

**As per our report of even date attached.**

**For A R M S & Associates**
**Chartered Accountants**
**FRN : 013019N**

A R M S & ASSOCIATES Gurgaon FRN:013019N Chartered Accountants

**(CA. Pradeep Kumar Midha)**
(Partner)
M.No.- 014275

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

**Anil Agarwal**
Director
DIN : 00218187

**Sunil Agarwal**
Director
DIN : 00218323

**Date : The 24th day of May, 2025**
**Bhubaneswar**
UDIN : 25014275BMIFEP3536

# ARSS Developers Limited
CIN : U45209OR2007PLC009201

## STATEMENT OF PROFIT AND LOSS

(Rupees in Lakhs)

| Particulars | Note No. | Year Ended March 31 ,2025 | Year Ended March 31 ,2024 |
|---|---|---|---|
| **Income** | | | |
| **I.**Revenue From Operations | 20 | 12.00 | 12.00 |
| **II.**Other Income | 21 | 0.96 | 2.59 |
| **III.**Other Gains/(Losses) | | - | - |
| **Total Income** | | **12.96** | **14.59** |
| **IV.Expenses** | | | |
| (a)Cost of Materials Consumed | 22 | - | - |
| (b)Cost Of Goods/Services Sold | 24 | - | - |
| (c)Change in Inventories (Increase) /Decrease | 23 | - | 0.00 |
| (d)Depreciation and Amortization expenses | 5 | 24.72 | 26.15 |
| (e)Employee Benefit Expenses | 25 | 3.84 | 4.62 |
| (f)Finance cost | 26 | 103.54 | 44.20 |
| (g)Other Expenses | 27 | 31.08 | 4.82 |
| **Total Expenses** | | **163.18** | **79.79** |
| **V.Profit Before Exceptional Items and Tax** | | **-150.22** | **-65.19** |
| Exceptional Items | | - | - |
| **VI.Profit Before Taxes** | | **-150.22** | **-65.19** |
| **VII.Tax Expenses** | | | |
| (a)Current Tax | | - | |
| (b)Tax of Earlier Years | | | |
| (c)Deferred Tax | 10 | 2.25 | 0.51 |
| **VIII.Profit (Loss) for the Period** | | **-147.97** | **-65.70** |
| **IX.Other Comprehensive Income** | | | |
| **A (i) Items that will not be reclassified to profit or loss :** | | | |
| (a) Changes in investments in equity shares carried at Fair Value through OCI | | | |
| (b) Re-measurement of defined employee benefit plans | | - | - |
| **(ii) Income tax relating to items that will not be reclassified to profit or loss :** | | | |
| - on Revaluation Surplus on Property, Plant & Equipment | | - | - |
| - on Re-measurement of defined employee benefit plans | | - | - |
| **B (i) Items that will be reclassified to profit or loss :** | | | |
| (a) Changes in investments other than equity shares carried at Fair Value through OCI (FVOCI) | | - | - |
| **(ii) Income tax relating to items that will be reclassified to profit or loss :** | | | |
| **X.Total Other comprehensive Income after tax** | | - | - |
| **XI.Total comprehensive income for the period** | | **-147.97** | **-65.70** |
| **XII.Earnings per equity share:** | | | |
| **(1) Basic** | 33 | -2.27 | -1.01 |
| **(2) Diluted** | 33 | -2.27 | -1.01 |

Significant Accounting Policies and Notes to Accounts
Notes forming part of Financial statement

**As per our report of even date attached.**

**For A R M S & Associates**
**Chartered Accountants**
**FRN : 013019N**

A R M S & ASSOCIATES Gurgaon FRN:013019N Chartered Accountants

**(CA. Pradeep Kumar Midha)**
**(Partner)**
**M.No.- 014275**

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

**Anil Agarwal**
Director
DIN : 00218187

**Sunil Agarwal**
Director
DIN : 00218323

**Date : The 24th day of May, 2025**
**Bhubaneswar**
UDIN : 25014275BMIFEP3536

# ARSS Developers Limited
**CIN : U45209OR2007PLC009201**

## STATEMENT OF CHANGES IN EQUITY

**(Rupees in Lakhs)**

### A. Equity Share Capital

| Particulars | Amount |
|---|---|
| **As at March 31, 2024** | 650.84 |
| Changes in equity share capital | - |
| **As at March 31, 2025** | 650.84 |

### B. Other Equity

| Particulars | Attributable to owners of ARSS Developers Limited | | | | |
|---|---|---|---|---|---|
| | Share Application Money | Reserves & Surplus | | | Total other equity |
| | | General Reserves | Securities Premium Reserve | Retained earnings | |
| **Balance at April 1, 2024** | - | - | **2,071.84** | **-3,180.28** | **-1,108.44** |
| Profit for the year | - | - | - | -147.97 | -147.97 |
| Other comprehensive income | - | - | - | - | - |
| **Total comprehensive income for the year** | - | - | - | **-147.97** | **-147.97** |
| Issue of equity shares | - | | - | - | - |
| **Balance at March 31, 2025** | - | - | **2,071.84** | **-3,328.25** | **-1,256.41** |

**As per our report of even date attached.**

**For A R M S & Associates**
**Chartered Accountants**
**FRN : 013019N**

A R M S & ASSOCIATES
Gurgaon
FRN:013019N
Chartered Accountants

**(CA. Pradeep Kumar Midha)**
**(Partner)**
**M.No.- 014275**

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

**Anil Agarwal**
Director
DIN : 00218187

**Sunil Agarwal**
Director
DIN : 00218323

**Date : The 24th day of May, 2025**
**Bhubaneswar**
UDIN : 25014275BMIFEP3536

# ARSS Developers Limited
**CIN : U45209OR2007PLC009201**
**STATEMENT OF CASH FLOWS**

**(Rupees in Lakhs)**

| Particulars | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
|---|---|---|
| **Operating Activities** | | |
| Profit before tax from continuing operations | -150.22 | -65.19 |
| Profit/(loss) before tax from discontinuing operations | - | - |
| **Profit before tax** | **-150.22** | **-65.19** |
| Adjustments for | | |
| Depreciation on Property, plant and equipment | 24.72 | 26.15 |
| Loss/(Gain) on Sale of Property, plant and equipment | - | - |
| Re-measurement of defined employee benefit plans | - | - |
| Interest Income | 0.13 | 1.49 |
| Dividend Income | - | - |
| *Operating profit / (loss) before working capital changes* | **-125.37** | **-37.55** |
| **Working capital adjustments:** | | |
| Increase/(decrease) in short-term Borrowings | 99.16 | -45.57 |
| Increase/(decrease) in Trade payables | 0.05 | 6.08 |
| Increase/(decrease) in other current liabilities | - | - |
| Increase/(decrease) in other long-term liabilities | -0.00 | - |
| Decrease/(increase) in trade receivables | -6.64 | 0.92 |
| Decrease/(increase) in provisions | -45.67 | 49.68 |
| Decrease/(increase) in other current assets | 1.93 | 30.48 |
| Decrease/(increase) in other non-current assets | -0.02 | -0.01 |
| Decrease/(increase) in inventories | - | - |
| Decrease/(increase) in other current financial liabilities | -0.24 | 0.50 |
| Decrease/(increase) in short-term loans and advances | -0.00 | - |
| Decrease/(increase) in Long-term loans and advances | - | - |
| | **-76.80** | **4.53** |
| Income taxes paid | - | - |
| **NET CASH INFLOW FROM OPERATING ACTIVITIES (A)** | **-76.80** | **4.53** |
| **Investing Activities** | | |
| Purchase of property, plant and equipment | - | - |
| Purchase of Intangible Assets | - | - |
| Purchase/(Sale) of Investments | 75.86 | -0.51 |
| Interest received (finance income) | - | - |
| Dividend received (finance income) | - | - |
| **NET CASH OUTFLOW FROM INVESTING ACTIVITIES (B)** | **75.86** | **-0.51** |
| **Financing Activities** | | |
| Proceeds from issue of equity shares | -0.00 | - |
| Proceeds from securities premium | - | - |
| Interest paid | -0.13 | -1.49 |
| Proceeds/(Repayment) from borrowings | - | - |
| **NET CASH INFLOW (OUTFLOW) FROM FINANCING ACTIVITIES** | **-0.13** | **-1.49** |
| **Net increase (decrease) in cash and cash equivalents (A+B+C)** | **-1.07** | **2.53** |
| Cash and cash equivalents at the beginning of the year | 34.86 | 32.33 |
| **Cash and cash equivalents at year end** | **33.79** | **34.86** |

**As per our report of even date attached.**

**For A R M S & Associates**
**Chartered Accountants**
**FRN : 013019N**

A R M S & ASSOCIATES Gurgaon FRN:013019N Chartered Accountants

**(CA. Pradeep Kumar Midha)**
**(Partner)**
**M.No.- 014275**

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

**Anil Agarwal**
Director
DIN : 00218187

**Sunil Agarwal**
Director
DIN : 00218323

**Date : The 24th day of May, 2025**
**Bhubaneswar**
**UDIN : 25014275BMIFEP3536**

**1) Company Overview**

ARSS Developers Limited (the company) is a public limited company incorporated and domiciled in India. The company is an associated entity of ARSS infrastructure Projects Limited.

**2) SIGNIFICANT ACCOUNTING POLICIES**

**2.1 Basis of preparation**

**(i) Compliance with Ind AS :**

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) ,Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

**(ii) Historical cost convention :**

The financial statements have been prepared under the historical cost convention, except for the following:
a) Certain financial assets and liabilities that is measured at fair value;
b) Net Defined Obligations
c) Assets held for sale

**(iii) Current And Non -Current Classification**

All assets and liabilities have been classified as current and non-current as per the company's operating cycle and other criteria set out in the Division II of Schedule III to the Companies Act 2013. The company has ascertained its operating cycle as 12 months for the purpose of current and non-current classifications.

**2.2 Property, plant and equipment, Intangible Assets and Capital Work-in-progress**

**i) Recognition and Measurement**

All other items of property, plant and equipment are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset ,as appropriate , only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.

The cost of Property, plant and equipment not available for use as on each reporting date are disclosed under capital work-in-progress.

**ii) Depreciation methods, estimated useful lives and residual value**

a) Depreciation is calculated using the Straight Line Method (SLM) to allocate their cost ,net of their residual values over their estimated useful life. The useful life has been determined based on the technical evaluation done by the independent experts.

b) Any asset whose aggregate actual cost does not exceed five thousand rupees has been fully charged off in the year of addition.

c) The residual values are not more than 5% of the original cost of the assets.The asset's residual values and useful life are reviewed and adjusted at the end of each reporting period.

d) Depreciation on assets purchased/acquired during the year is charged from the date of purchase of the assets. Assets that are acquired during the year are depreciated on pro rata basis from the date of such addition or, as the case may be , up to the date on which such assets has been derecognized.

e) An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

f) Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/(losses).

g) Leasehold land has been amortized over corresponding lease period.

**2.3 Revenue recognition :**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

The specific recognition criteria described below must also be met before revenue is recognised.

**Contract revenue (Construction Contracts) :**

Contract revenue and contract cost associated with the construction of road are recognised as revenue and expenses respectively by reference to the stage of completion of the projects at the balance sheet date. The stage of completion of project is determined by the proportion that contract cost incurred for work performed up to the balance sheet date bear to the estimated total contract costs. Where the outcome of the construction cannot be estimated reliably, revenue is recognised to the extent of the construction costs incurred if it is probable that they will be recoverable. If total cost is estimated to exceed total contract revenue, the Company provides for foreseeable loss. Contract revenue earned in excess of billing has been reflected as unbilled revenue and billing in excess of contract revenue has been reflected as unearned revenue.

**2.4 Other Incomes**

a) Dividends shall be recognised as revenue when the shareholder's right to receive payment is established.

b) Interest shall be recognised as revenue using the effective interest method as set out in Ind AS 109.

c) Revenue other than above is recognised only when it is probable that the economic benefits associated with the transaction will flow to the entity. However, when an uncertainty arises about the collectability of an amount already included in revenue, the uncollectible amount or the amount in respect of which recovery has ceased to be probable is recognised as an expense, rather than as an adjustment of the amount of revenue originally recognised.

**2.5 Inventories :**

**Raw materials,Stores and spares,Semi-finsihed goods, traded and finished goods**

Inventories are valued as under –
a) Raw materials, Stores spares, loose tools and Erection materials are valued at at the lower of cost or net realisable value;
b) Finished goods are stated at lower of Cost or Net Realisable Value; and
c) Saleable scraps, whose cost is not identifiable, are valued at estimated realisable value.

Cost of raw materials and stores comprises cost of purchase.Cost of inventories also include all other costs incurred in bringing the inventories to their present location and condition.

Net realizable value is the estimated selling price in the ordinary course of business after deduction of the estimated cost of completion and the estimated costs necessary to make the sale.

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**2.6 Financial Instruments**

Financial assets and liabilities are recognized when the company becomes a party to the contractual provisions of the instrument.

**Financial Assets**

**(i) Trade Receivables**

Trade Receivables are recognized initially at fair value and subsequently measured at amortized costs less provisions for impairment.

**(ii) Other Financial Assets**

**a) Classifications**

The company classifies its financial assets into the following categories:
#Those to be measured subsequently at fair value (either through other comprehensive income or through profit and loss )
#Those measured at amortized costs

The classification depends upon the business model for managing the financial assets and contractual characteristics of the cash flows.

**b) Measurements**

**Initial Recognition:**

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial assets . The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognized in profit or loss.

**Subsequent Measurement:**

There are three subsequent measurement categories into which the company classifies its debt instrument financial assets:

\# measured at amortized cost

Financial assets are subsequently measured at amortized cost if these financial assets are held within a business whose objective is to hold these assets to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding.

\## measured at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income, if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

\### measured at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or fair value through other comprehensive income on initial recognition.

**Equity instruments :**

An equity instruments is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Equity instruments recognised at the proceeds received net off direct issue cost.
All equity instruments classified under financial assets are subsequently measured at fair value.The company has made an irrecoverable election at

the time of initial recognition to account for the equity instrument at fair value through other comprehensive income.

**c) Impairment of Financial Assets :**

The company assesses on forward looking basis the expected credit losses associated with its assets carried at amortized costs. The impairment methodology applied depends on whether there has been a significant increase in credit risks.
For trade receivables only, the company applies the simplified approach permitted by Ind AS 109,"Financial Instruments", which requires expected life time losses to be recognized from initial recognition of the receivables.

**d) Derecognition of Financial Assets :**

A financial assets is derecognized only when :
The company has transferred the rights to receive cash flows from the financial assets or
Retains the contractual rights to receive the cash flows of the financial assets but assumes a contractual obligation to pay the cash flows to one or more recipients.

**Financial Liabilities**

**a) Borrowings :**

**i.** Borrowings are initially recognized at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognized in profit or loss over the period of the borrowings using the effective interest method.

**ii.** Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/(losses).

**iii.** Borrowings are classified as current liabilities unless the entity has an unconditional right to defer, settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

**b) Trade and other payables :**

These amounts represent liabilities for goods and services provided to the entity prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 45 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortized cost using the effective interest method.

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**c) Other Financial Liabilities**

Financial liabilities are measured at amortized cost using effective interest method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the statement of profit and loss.

Interest bearing loans and borrowings are subsequently measured at amortized cost using effective interest rate method. Gain and losses are recognized in profit and loss when the liabilities are derecognized.

**d ) Offsetting of Financial Instruments:**

A financial asset and a financial liability shall be offset and the net amount shall be presented in the balance sheet when, and only when, an entity:

(a) currently has a legally enforceable right to set off the recognised amounts; and
(b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**2.7 Employee benefits :**

**(i) Short-term employee benefit obligations**

Liabilities for wages and salaries, including non-monetary benefits, that are expected to be settled wholly within 12 months, after the end of the period, in which the employees render the related service, are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

All Short term employee benefits such as salaries, incentives, special award, medical benefits which fall due within 12 months of the period in which the employee renders related services, which entitles him to avail such benefits and non accumulating compensated absences (like maternity leave and sick leave) are recognized on an undiscounted basis and charged to Profit and Loss Statement.

**(ii) Post-employment obligations**

**Provident fund obligations**

Contribution to the provident fund, which is a defined contribution plan, made to the Regional Provident Fund Commissioner is charged to the Profit and loss Statement on accrual basis.

**2.8 Income tax :**

i. The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

ii. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the company and its subsidiaries and associates operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

iii. Current income tax expense comprises taxes on income from operations in India and is determined in accordance with the provisions of the Income Tax Act, 1961.Minimum Alternate Tax (MAT) is paid in accordance with the tax laws, which gives rise to future economic benefits in the form of tax credit against future income tax liability. The company offsets on a year on basis, the current tax assets and liabilities, where it intends to settle such assets and liabilities on a net basis. The current tax expense recognized in the financial statements is net off MAT credit utilized during the period.

iv. Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

v. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

vi. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

vii. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

**2.9 Cash and cash equivalents :**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of twelve months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

**2.10 Borrowing costs :**

a) General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

b) Other borrowing costs are expensed in the period in which they are incurred.

**2.11 Provisions & Contingent Liabilities:**

a) A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. Contingent assets are not recognized.

b) Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

**2.12 Contributed equity :**

**a) Equity:**

Equity shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

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FRN:013019N
Chartered Accountants

**b) Dividends :**

Provisions is made for any amount of dividend declared , being appropriately authorized and no longer at the discretion of the entity, on or before the end of reporting period but not distributed at the end of the reporting period.

**2.13 Earning Per Share**

**a) Basic Earning Per Share**

Basic Earning Per Share is calculated by dividing the profit attributable to owners of the company by the weighted average number of equity shares outstanding during the financial year.

**b) Diluted Earning Per Share**

Diluted Earning Per Share adjusts the figures used in the determination of the basic earning per share to take into account the after income tax effect of interests or other finance costs associated with the dilutive potential equity shares and the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

**2.14 Segment Reporting**

Ind AS 108 establishes standards for the way that business enterprises report information about operating segments and related disclosures about products and services, geographic areas, and major customers. The Company's operations predominantly relate to providing end-to-end business solutions to enable clients to enhance business performance. Based on the "management approach" as defined in Ind AS 108, the Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments and geographic segments. Accordingly, information has been presented both along business segments and geographic segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments, and are as set out in the significant accounting policies. There is only one operating segment and geographic segment and therefore no separate disclosures are considered necessary.

**2.15 Rounding of amounts :**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest Lakhs as per the requirement of Division II of Schedule III to the Act, unless otherwise stated.

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**3) Recent Accounting Pronouncement :**

Accounting Pronouncement Issued but not effective :

**a) Ind AS 116 Leases :**

Ministry of Corporate Affairs has notified Ind AS 116, Leases. Ind AS 116 will replace the existing leases Standard, Ind AS 17 Leases, and related Interpretations. The Standard sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than twelve months, unless the underlying asset is of low value. Currently, operating lease expenses are charged to the statement of Profit & Loss. The Standard also contains enhanced disclosure requirements for lessees. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17.

The effective date for adoption of Ind AS 116 is annual periods beginning on or after April 1, 2019.

On completion of evaluation of the effect of adoption of Ind AS 116, the Company is proposing to use the 'Modified Retrospective Approach' for transitioning to Ind AS 116, and take the cumulative adjustment to retained earnings, on the date of initial application (April 1, 2019). Accordingly, comparatives for the year ended March 31, 2020 will not be retrospectively adjusted. The Company has elected certain available practical expedients on transition.

**b) Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments:**

Ministry of Corporate Affairs has notified Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments which is to be applied while performing the determination of taxable profit (or loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under Ind AS 12. According to the appendix, companies need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the companies have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates.

The standard permits two possible methods of transition - i) Full retrospective approach – Under this approach, Appendix C will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, without using hindsight and ii) Retrospectively with cumulative effect of initially applying Appendix C recognized by adjusting equity on initial application, without adjusting comparatives.

The effective date for adoption of Ind AS 12 Appendix C is annual periods beginning on or after April 1, 2019. The Company will adopt the standard on April 1, 2019 and has decided to adjust the cumulative effect in equity on the date of initial application i.e. April 1, 2019 without adjusting comparatives.

The effect on adoption of Ind AS 12 Appendix C would be insignificant in the standalone financial statements.

**c) Amendment to Ind AS 12 – Income taxes**

Ministry of Corporate Affairs issued amendments to the guidance in Ind AS 12, 'Income Taxes', in connection with accounting for dividend distribution taxes. The amendment clarifies that an entity shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events. Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company is currently evaluating the effect of this amendment on the standalone financial statements.

**d) Amendment to Ind AS 19 – plan amendment, curtailment or settlement-**

Ministry of Corporate Affairs issued amendments to Ind AS 19, 'Employee Benefits', in connection with accounting for plan amendments, curtailments and settlements.

The amendments require an entity:

- to use updated assumptions to determine current service cost and net interest for the remainder of the period after a plan amendment, curtailment or settlement; and
- to recognise in profit or loss as part of past service cost, or a gain or loss on settlement, any reduction in a surplus, even if that surplus was not previously recognised because of the impact of the asset ceiling.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company does not have any impact on account of this amendment.

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## 4) Critical Estimates and Judgments:

### a) Use of Estimates :

The preparation of the financial statements in conformity with Ind AS requires the management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements have been disclosed below. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

### b) Critical Accounting Estimates :

### i) Property, plant and equipment

Property, plant and equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful life and residual values of company's assets are determined by management at the time the asset is acquired and reviewed periodically, including at each financial year end. The life is based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

### i) Income Taxes :

The Company's major tax jurisdictions is India . Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

### ii) Impairment of trade receivables

The company estimates the uncollectibility of accounts receivables by analysing historical payment patterns, customer concentrations, customer credit worthiness and current economic trends. If the financial condition of customer deteriorates, additional allowances may be required.

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## Notes to the Financial Statements for the year ended 31st March, 2025

### Note-5: Property, Plant and Equipment

| Particulars | Freehold Land | Leasehold Land | Freehold Buildings | Furniture, Fittings and Equipment | Plant and Equipment | Office Equipment | Vehicles | TOTAL | Capital Work-in-Progress | Intangible Assets |
|---|---|---|---|---|---|---|---|---|---|---|
| **Gross Carrying Amount** | | | | | | | | | | |
| **At 1st April,2023** | - | - | - | 15.13 | 390.45 | 7.13 | 15.09 | 427.79 | - | - |
| Additions/Adjustments during the year | - | - | - | - | - | - | - | - | - | - |
| Disposals/Adjustment during the year | - | - | - | - | - | - | - | - | - | - |
| **At 31st March,2024** | - | - | - | **15.13** | **390.45** | **7.13** | **15.09** | **427.79** | - | - |
| Additions/Adjustments during the year | - | - | - | - | - | - | - | - | - | - |
| Disposals/Adjustment during the year | - | - | - | - | - | - | - | - | - | - |
| **At 31st March,2025** | - | - | - | **15.13** | **390.45** | **7.13** | **15.09** | **427.79** | - | - |
| **Accumulated Depreciation and Impairment** | | | | | | | | | | |
| **At 1st April,2023** | - | - | - | 12.56 | 213.67 | 7.13 | 13.35 | 246.71 | - | - |
| Depreciation charge for the year | - | - | - | 1.44 | 24.72 | - | - | 26.15 | - | - |
| Disposals/Adjustment during the year | - | - | - | - | - | - | - | - | - | - |
| **At 31st March,2024** | - | - | - | **14.00** | **238.38** | **7.13** | **13.35** | **272.86** | - | - |
| Depreciation charge for the year | - | - | - | - | 24.72 | - | - | 24.72 | - | - |
| Disposals/Adjustment during the year | - | - | - | - | - | - | - | - | - | - |
| **At 31st March,2025** | - | - | - | **14.00** | **263.10** | **7.13** | **13.35** | **297.58** | - | - |
| **Net Book Value At 31st March,2025** | - | - | - | 1.13 | 127.35 | -0.00 | 1.74 | 130.22 | - | - |
| **Net Book Value At 31st March,2024** | - | - | - | 1.13 | 152.07 | -0.00 | 1.74 | 154.93 | - | - |

| Net Book Value /At Deemed | As at March 31, 2025<br>Rs. in Lakhs | As at March 31, 2024<br>Rs. in Lakhs |
|---|---|---|
| Property,Plant and Equipment | 130.22 | 154.93 |
| Capital Work-in-progress | - | - |
| Intangible Assets | - | - |

**Capital Work in Progress aging Schedule for the year ended March 31, 2025 and March 31, 2024 as follows**

**Rs in lacs**

| Particulars | Amount in CWIP for a period of | | | | |
|---|---|---|---|---|---|
| | Less than 1 year | 1-2 Years | 2-3 Years | More than 3 Years | Total |
| **As at March 31, 2025** | - | - | - | - | - |
| Capital Work in Progress | | | | | |
| | | | | | |
| **As at March 31, 2024** | - | - | - | - | - |
| Capital Work in Progress | | | | | |

As on date of the Balance Sheet, there are no Capital Work in Progress whose completion is overdue or has exceeded the cost, based on approved plans

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## Notes to the Financial Statements for the year ended 31st March,2025

### Note 6: Investments

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **Investment in Equity Instruments** | | |
| **Unquoted at Cost** | | |
| **Investment in Subsidiary Entities** | | |
| 499,200 Equity Shares of Par Value of Rs. 10/- each fully paid in North West sales & Marketing Limited | - | 78.18 |
| **Investment in Associate Entities** | | |
| 3183480 Equity Shares of Par Value of Rs. 10/- each fully paid in ARSS Infrastructure Projects Ltd | 2,419.44 | 2,419.44 |
| **Investment in Joint Ventures** | - | - |
| **Quoted at Cost** | | |
| **Investment in others** | 2.84 | 0.51 |
| **Total** | **2,422.28** | **2,498.14** |
| **(i) Non-current** | 2,422.28 | 2,498.14 |
| **(ii) Current** | - | - |
| **Category wise Investments:** | | |
| At Amortized Cost | 2,422.28 | 2,498.14 |
| At Fairvalue through Profit & Loss (FVPL) | - | - |
| At Fairvalue through Other Comprehensive Income (FVOCI) | - | - |

### Note 7: Trade Receivables

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **UnSecured,considered good** | | |
| **(i)** Non-Current | | |
| **Sub-Total** | - | - |
| **(ii)** Current | | |
| Gross Trade Receivables | 48.14 | 41.50 |
| Less: Trade Receivable Written off | - | - |
| Less: Impairment loss/(Gain) on financial assets | | |
| **Sub-Total** | **48.14** | **41.50** |
| **Total** | **48.14** | **41.50** |

**Trade receivables are non-interest bearing and are generally on terms of 90 to 180 days. Refer Note No 36 for detailed disclosure of trade receivables from related parties.**

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**Trade Receivable aging Schedule for the year ended as on March 31, 2025 and March 31,2024**

Rs. in lacs

| Particulars | Less than 6 months | 6 months to 1 year | 1-2 Years | 2-3 Years | More than 3 Years | Total |
|---|---|---|---|---|---|---|
| **As at March 31, 2025** | | | | | | |
| Undisputed Trade receivables- considered good | 6.48 | 0.16 | - | - | 41.50 | 48.14 |
| Undisputed Trade receivables- considered doubtful | - | - | - | - | - | - |
| **Total Trade Receivable** | **6.48** | **-** | **-** | **-** | **41.50** | **48.14** |
| **As at March 31, 2024** | | | | | | |
| Undisputed Trade receivables- considered good | - | - | - | - | 41.50 | 41.50 |
| Undisputed Trade receivables- considered doubtful | - | - | - | - | - | - |
| **Total Trade Receivable** | **-** | **-** | **-** | **-** | **41.50** | **41.50** |

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## Notes to the Financial Statements for the year ended 31st March,2025

### Note 8: Loans

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **Secured,considered good** | | |
| **(i) Non Current** | | |
| Security Deposit | | |
| -'Government authorities | - | - |
| -'Others | - | - |
| Loans and Advances | - | - |
| **Sub-Total** | - | - |
| **(ii)** Current | | |
| Security Deposit | | |
| -'Government authorities | 0.12 | 0.12 |
| Others* | 6.06 | 6.06 |
| Loans to related party | - | - |
| Loans to Others | - | - |
| **Sub-Total** | **6.18** | **6.18** |
| **Total** | **6.18** | **6.18** |

*Others Includes Security Deposit & Withheld money receivable.

### Note 9: Other Assets

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **(i) Non-Current** | | |
| Capital Advance - Related Party | - | - |
| **Sub-Total** | - | - |
| **(ii) Current** | | |
| Prepaid Expenses | - | - |
| Balances with statutory/government Authorities | 0.24 | 2.17 |
| Vendor Advances | 3.28 | 3.27 |
| **Sub-Total** | **3.52** | **5.45** |
| **Total** | **3.52** | **5.45** |

### Note 10: Deferred tax assets/(liabilities)(net)

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| Property, plant and equipment | 3.40 | 5.65 |
| Asset Held For Disposal | - | - |
| Employee Benefit Obligation | - | - |
| Impairment loss/(gain) on financial assets | - | - |
| Minimum Alternate Tax(MAT) | - | - |
| Brought forward losses | - | - |
| **Total** | **3.40** | **5.65** |

### Note 11: Inventories

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| a. Materials at Site | - | |
| b. Stores,Spares & Loose Tools | - | - |
| c. Work In Progress | 466.03 | 466.03 |
| d. Finished Goods | - | - |
| **Total** | **466.03** | **466.03** |

### Note 12: Cash and Bank Balance

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **Balances with banks** | | |
| Cash at Bank | 1.14 | 0.88 |
| Cash in hand | 0.12 | 0.12 |
| Fixed deposit with bank | 32.53 | 33.86 |
| **Less:** Bank overdraft | - | - |
| **Total** | **33.79** | **34.86** |
| **Less: Balances In Bank Other Than Above*** | - | - |
| | **33.79** | **34.86** |

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## Notes to the Financial Statements for the year ended 31st March,2025

**Note 13:Share Capital**

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **(A) Authorised Shares Capital** | | |
| **Equity Shares ::** | | |
| 1,00,00,000(As on 31st March 2024: 1,00,00,000 ) Equity Shares of Rs.10/- Each | 1,000.00 | 1,000.00 |
| **(B) Issued, Subscribed and Paid Up** | | |
| **Equity Shares:** | | |
| 65,08,416 (As on 31st March 2024: 65,08,416 ) equity shares of Rs. 10 each fully paid up | 650.84 | 650.84 |
| **Total** | **650.84** | **650.84** |

| (C) Reconciliation of Number of Shares | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **i) Reconciliation of number of Equity shares are set out below:** | | |
| a) Shares outstanding at the beginning of the financial year. | 65,08,416 | 65,08,416 |
| b) Issued during the year | | - |
| c) Shares forfeited/brought back/cancelled during the year | | - |
| d) Shares outstanding at the end of the financial year | **65,08,416** | **65,08,416** |

| (D) Details of shareholders holding more than 5% of shares | As at March 31, 2025 | | As at March 31, 2024 | |
|---|---|---|---|---|
| **Name of the Shareholders** | **% Held** | **No. of Shares** | **% Held** | **No. of Shares** |
| **Equity Shares:** | | | | |
| ARSS Infrastructure Projects Limited | 38.41% | 25,00,000 | 38.41% | 25,00,000 |
| Rajesh Agarwal | 13.64% | 8,87,500 | 13.64% | 8,87,500 |
| Subash Agarwal | 12.91% | 8,40,000 | 12.91% | 8,40,000 |
| Sidhant Financial Services Limited | 9.30% | 6,05,000 | 9.30% | 6,05,000 |
| Sunil Agarwal | 7.95% | 5,17,500 | 7.95% | 5,17,500 |
| Anil Agarwal | 8.10% | 5,27,500 | 8.10% | 5,27,500 |

(i) As per records of the company, including its register of shareholder/members and other declarations received from shareholders regarding beneficial interest,the above shareholding represents both legal and beneficial ownerships of shares.
(ii) The company has only one class of equity shares having par value of Rs. 10/- per share. Each holder of equity shares in entitled to one vote per share.
(iii)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.

(E) There are no shares reserved for issue under options and contracts or commitments for the sale of shares or disinvestment.

(F) For the period of five years immediately preceding the date at which the balance sheet prepared the company has not :
(i) Allotted any shares as fully paid up pursuant to contract
(ii) Alloted any shares as fully paid up by way of bonus, and
(iii) Bought back any shares

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(G) Shares held by promotors/promotors Group at the end of the year

| Name of the Shareholders | As at March 31, 2025 | | As at March 31, 2024 | | % Change during the year | |
|---|---|---|---|---|---|---|
| | No. of Shares | % of Total Shares | No. of Shares | % of Total Shares | No. of Shares | % of Total Shares |
| Subash Agarwal | 8,40,000 | 12.91 | 8,40,000 | 12.91 | - | - |
| Anil Agarwal | 5,27,500 | 8.10 | 5,27,500 | 8.10 | - | - |
| Sunil Agarwal | 5,17,500 | 7.95 | 5,17,500 | 7.95 | - | - |
| Seema Agarwal | 14,000 | 0.22 | 14,000 | 0.22 | - | - |
| Rajesh Agarwal | 8,87,500 | 13.64 | 8,87,500 | 13.64 | - | - |
| Sanju Agarwal | 89,166 | 1.37 | 89,166 | 1.37 | - | - |
| Sangita Agarwal | 16,250 | 0.25 | 16,250 | 0.25 | - | - |
| Sabita Agarwal | 38,500 | 0.59 | 38,500 | 0.59 | - | - |
| Rajesh Agarwal HUF | 1,000 | 0.02 | 1,000 | 0.02 | - | - |
| Ramdulari Agarwal | 6,250 | 0.10 | 6,250 | 0.10 | - | - |
| Shiv Kumar Singla | 50,000 | 0.77 | 50,000 | 0.77 | - | - |
| Sidhant Financial Services Limited | 6,05,000 | 9.30 | 6,05,000 | 9.30 | - | - |
| ARSS Infrastructure Projects Ltd | 25,00,000 | 38.41 | 25,00,000 | 38.41 | - | - |

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**Note-14: Other Equity**

(Rupees in Lakhs)

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **a. Securities Premium** | | |
| Opening Balance | 2,071.84 | 2,071.84 |
| Add:-Additions during the year | - | - |
| **Sub Total** | **2,071.84** | **2,071.84** |
| **c. Retained Earnings** | | |
| Opening Balance/ As on Transition Date | -3,180.28 | -3,114.58 |
| Add: Profit/(Loss) during the year | -147.97 | -65.70 |
| Add :Re-measurement of defined employee benefit plans through OCI | - | - |
| Less: Deferred Tax liability / (Assets)on Transition date | - | - |
| Less; Impairment loss on financial assets | - | - |
| Add:Depreciation on Capital Stores classified as PPE on transition date | - | - |
| **Sub Total** | **-3,328.25** | **-3,180.28** |
| **Grand Totals** | **-1,256.41** | **-1,108.44** |

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## Notes to the Financial Statements for the year ended 31st March,2025

### Note 15: Borrowings

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **(i) Non-Current Borrowings** | | |
| Term Loan From Others (IFCI Ltd) | - | - |
| Less : - Current Maturity of Long term debt | - | - |
| **Total non-current borrowings** | - | - |
| **(ii) Current Borrowings** | | |
| From Banks | - | - |
| From related parties | 1,010.79 | 789.94 |
| From Others | 823.20 | 944.89 |
| **Total current borrowings** | **1,833.99** | **1,734.83** |

**Notes :-**

(i)Related party loans carry an interest of 9% p.a..

### Note-16: Trade Payables

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| i. Non-Current | - | - |
| **Sub-Total** | - | - |
| ii. Current | 1,810.16 | 1,810.11 |
| **Sub-Total** | **1,810.16** | **1,810.11** |
| **Grand Total** | **1,810.16** | **1,810.11** |

The Company has not received any intimation from suppliers regarding their status under micro, small and medium enterprises Development Act 2006 and hence disclosure if any relating to amount unpaid as at the year end together with interest paid/payable as required under the said Act have not been given. Refer Note No 37 for detiled disclosure on the same.

### Note-17: Other financial liabilities

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **i. Non-Current** | | |
| Retention Money | - | - |
| Capital Creditors | - | - |
| **Sub-Total** | - | - |
| **ii. Current** | | |
| Current Maturity of Long term Debt | - | - |
| Bank Overdues | - | - |
| Liability For Expenses | 62.90 | 63.14 |
| **Sub-Total** | **62.90** | **63.14** |
| **Total** | **62.90** | **63.14** |

### Note-18: Other Liabilities

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| **Non- Current Liabilities** | | |
| Security Deposits From Others | 22.79 | 22.79 |
| | **22.79** | **22.79** |
| **Current Liabilities** | | |
| Payable to Statutory Authorities | 16.51 | 12.26 |
| Mobilization advance Received | - | - |
| Advance From Customers | - | 49.92 |
| **Total** | **16.51** | **62.18** |

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## Notes to the Financial Statements for the year ended 31st March,2025

### Note-19: Current Tax Liability/ (Assets) In Net

| Particulars | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| Income tax payable | - | - |
| TDS Receivable | 34.02 | 34.00 |
| **Total** | **34.02** | **34.00** |

### Note-20: Revenue from operations

| Particulars | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
|---|---|---|
| Revenue from Operation : | | |
| Sale of Services | 12.00 | 12.00 |
| Sale of Products | - | - |
| Less:Impact of finance component of deferred revenue | - | - |
| **Total** | **12.00** | **12.00** |

### Note-21: Other income

| Particulars | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
|---|---|---|
| Interest Income From Financial Assets | 0.09 | 1.44 |
| Interest On Income Tax refund | 0.04 | 0.05 |
| Liability Written off | - | - |
| Income from Others | 0.83 | 1.10 |
| **Total** | **0.96** | **2.59** |

### Note-22: Cost of material consumed

| Particulars | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
|---|---|---|
| **Material and components consumed** | | |
| Opening Stock | - | |
| Add: Material Purchased during the year | - | - |
| Less:Closing Stock | | - |
| **Total** | **-** | **-** |

### Note-23: Change in Inventories

| Particulars | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
|---|---|---|
| **Opening Stock** | | |
| Work In Progress | 466.03 | 466.03 |
| Finished Goods | - | - |
| **Sub-Total** | **466.03** | **466.03** |
| **Less:- Closing Stock** | | |
| Work In Progress | 466.03 | 466.03 |
| Finished Goods | - | - |
| **Sub-Total** | **466.03** | **466.03** |
| **INCREASE(-)/DECREASE(+)** | **-** | **0.00** |

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## Notes to the Financial Statements for the year ended 31st March,2025

### Note-24: Cost Of Goods/Services Sold

| Particulars | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
|---|---|---|
| Job Work Expenses | - | - |
| Wages & Salary | - | - |
| Hire Charges | - | - |
| Fuel Expenses | - | - |
| Land and Devlopment Expenses | - | - |
| **Total** | - | - |

### Note-25: Employee Benefit Expenses

| Particulars | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
|---|---|---|
| Salary & Allowances | 3.60 | 4.40 |
| Director's Remuneration | - | - |
| Contribution to PF & Other Funds | 0.24 | 0.22 |
| Staff Welfare | - | - |
| **Total** | **3.84** | **4.62** |

### Note-26: Finance Cost

| Particulars | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
|---|---|---|
| Interest On Borrowings | 103.54 | 44.20 |
| Interest on Deferred Payment Terms | - | - |
| **Total** | **103.54** | **44.20** |

### Note-27: Other expenses

| Particulars | Year Ended March 31, 2025 | Year Ended March 31, 2024 |
|---|---|---|
| **Repairs & Renewals:** | | |
| Plant & Machinery | - | - |
| Others | - | - |
| Impairment loss on financial assets | - | - |
| Provision for Bank Guarantee Invoked | - | - |
| Legal & Professional Charges | 1.96 | 3.79 |
| Royalty | - | - |
| Travelling & Conveyance | - | - |
| Auditors Remuneration | 0.10 | 0.40 |
| Directors' Sitting fees | - | - |
| Bank Charges | 0.01 | 0.01 |
| Long Term Capital Loss | 28.26 | - |
| Electricity Charges | - | - |
| Transportaiton Charges | - | - |
| Miscellaneous Expenses | 0.70 | 0.59 |
| Professional Tax | 0.05 | 0.03 |
| | **31.08** | **4.82** |

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**Note 28 : Income Tax Expenses**

This note provides an analysis of the company's income tax expenses, show amounts that are recognised directly in equity and how the tax expenses is affected by non-assessable and non-deductible items. It also explains significant estimates made in relation to the company's tax position.

| | Particulars | March 31, 2025 | March 31, 2024 |
|---|---|---|---|
| (a) | **Income Tax Expenses** | | |
| | **Current Tax :** | | |
| | Current Tax on profits for the year | - | - |
| | Adjustments for current tax of prior periods | - | - |
| | **Total Current Tax Expenses** | **-** | **-** |
| | **Deferred Tax :** | | |
| | Decrease/(Increase) in deferred tax assets | 2.25 | 0.51 |
| | (Decrease)/Increase in deferred tax liabilities | - | - |
| | Adjustments for deferred tax of prior periods | - | - |
| | **Total Deferred tax expenses/(benefits)** | **2.25** | **0.51** |
| | **Total Income Tax Expenses** | **2.25** | **0.51** |
| | **Income Tax Expenses is attributable to :** | | |
| | Current Tax | - | - |
| | Deferred Tax | 2.25 | 0.51 |
| | **Total Tax Expenses Charged to SPL** | **2.25** | **0.51** |
| | **Total Tax Expenses/(Deferred Tax Benefits) Charged against OCI** | - | - |
| | **Total Tax Expenses/(Deferred Tax Benefits)** | **2.25** | **0.51** |

**(b) Reconciliation of tax expenses and the accounting profit multiplied by India's tax rate :**

During current year and previous year the company has incurred loss hence there is no current tax required to be payable under Income Tax Act,1961. Accordingly, reconcilation of tax expenses is not required.

**(c) Amount recognised directly in equity**

| Particulars | March 31, 2025 | March 31, 2024 |
|---|---|---|
| Aggregate current and deferred tax arising in the reporting period and not recognised in net profit or loss or other comprehensive income but directly debited/ (credited) to equity: | - | - |
| Current tax: share issue transaction cost | - | - |
| Deferred tax: Convertible bonds | - | - |
| | - | - |

**(d) Unrecognised temporary differences**

| Particulars | March 31, 2025 | March 31, 2024 |
|---|---|---|
| Temporary difference relating to investment in subsidiaries for which deferred tax liabilities have not been recognised: | | |
| Undistributed earnings | - | - |
| Unrecognised deferred tax liabilities relating to the above temporary differences | - | - |

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**Note No. 29 : Movement in Deferred Tax Asset-Incomes / (Liability-Expenses)**

| Particulars | As at March 31, 2025 | | As at March 31, 2024 | |
|---|---|---|---|---|
| | Through PL | Through OCI | Through PL | Through OCI |
| Property, Plant and Equipment | -2.25 | | 0.51 | - |
| Assets Held for Disposal | - | | - | - |
| Employee benefit obligation | - | - | - | |
| Impairment loss/(gain) on financial assets | - | | - | |
| Financial assets at fair value through profit and loss | | | - | - |
| Unused MAT Credits | - | | - | - |
| Other items | | | - | - |
| **Net Impacts** | **-2.25** | **-** | **0.51** | **-** |

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**(All amounts in Lakhs, unless otherwise stated)**
**Note No. 30 Fair value measurements**

**(i) Financial instruments by category:**

| Particulars | 31-Mar-2025 | | | 31-Mar-2024 | | |
|---|---|---|---|---|---|---|
| | FVPL | FVOCI | Amortised cost | FVPL | FVOCI | Amortised cost |
| **Financial assets** | | | | | | |
| Investments: | | | | | | |
| Equity instruments | - | - | 2,422.28 | - | - | 2,498.13 |
| Trade receivables | - | - | 48.14 | - | - | 41.50 |
| Cash & Bank Balance | - | - | 33.79 | - | - | 34.86 |
| Bank Balance Other than above | | | - | | | - |
| Loans | - | - | 6.18 | - | - | 6.18 |
| Derivative financial assets | - | - | - | - | - | - |
| Others | - | - | - | - | - | - |
| **Total financial assets** | - | - | **2,510.39** | - | - | **2,580.67** |
| **Financial liabilities** | | | | | | |
| Borrowings | | | 1,833.99 | - | - | 1,734.83 |
| Trade payables | | | 1,810.16 | - | - | 1,810.11 |
| Other financial liabilities | | | 62.90 | - | - | 63.14 |
| **Total financial liabilities** | - | - | **3,707.05** | - | - | **3,608.07** |

**(ii) Fair value hierarchy:**

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are
(a) recognised and measured at fair value, and
(b) measured at amortized cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into three levels prescribed under the Ind AS 113 "Fair Value Measurements ". An explanation of each level follows underneath the table.

| Financial assets and liabilities measured at fair value - recurring fair value measurements At March 31, 2025 | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| **Financial assets** | | | | |
| **Financial investments at FVPL** | | | | |
| Equity instruments | - | - | - | - |
| Mutual funds | - | - | - | - |
| **Financial investments at FVOCI** | | | | |
| Quoted equity investments | - | - | - | - |
| Unquoted equity investments | - | - | - | - |
| **Derivatives** | | | | |
| Foreign exchange forward contracts | - | - | - | - |
| Foreign currency options | - | - | - | - |
| Interest rate swaps | - | - | - | - |
| **Total** | - | - | - | - |

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| Financial assets and liabilities measured at fair value - recurring fair value measurements At March 31, 2024 | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| **Financial assets :** | | | | |
| **Financial investments at FVPL** | | | | |
| Equity instruments | - | - | - | - |
| Mutual funds | - | - | - | - |
| **Financial investments at FVOCI** | | | | - |
| Quoted equity investments | - | - | - | - |
| Unquoted equity investments | - | - | - | - |
| **Derivatives** | | | | - |
| Foreign exchange forward contracts | - | - | - | - |
| Foreign currency options | - | - | - | - |
| Interest rate swaps | - | - | - | - |
| **Total** | - | - | - | - |

**Level 1 :** This hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual funds that have quoted price. The fair value of all equity instruments(including bonds) which are traded in the stock exchange is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

**Level 2 :**Fair value of financial instruments that are not traded in an active market (for example, traded bonds, over the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument as observable, the instrument is included in level 2.

**Level 3 :** If one or more of the significant inputs is not based on observable data, the instrument is included in level 3. This is the case for unlisted equity securities, contingent consideration and indemnification assets.

**(iii)** As per Ind AS 107 "Financial Instrument: Disclosure", fair value disclosures are not required when the carrying amounts reasonably approximate the fair value. Accordingly fair value disclosures have not been made for the following financial instruments:-

1.Trade receivables
2. Cash and cash Equivalent
3. Loans
4. Borrowings
5. Trade payables
6. Capital creditors
7. Other payables

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**Note No. 31 : Financial risk management**

The company's few portion of activities are exposed to variety of financial risks i.e. market risk, credit risk and liquidity risk. The company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk :

| Risk | Exposure arising from | Measurement | Management |
|---|---|---|---|
| Credit risk | Cash and cash equivalents, trade receivables and other financial instruments, financial assets measured at amortized cost. | Ageing analysis<br>Credit rating | Diversification of bank deposits, credit limits and letters of credit |
| Liquidity risk | Borrowings and other liabilities | Rolling cash flow forecasts | Availability of committed credit lines and borrowing facilities |

**(A) Credit risk**

Credit risk refers to the risk of default on its obligation by the counter party resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily trade receivables from customers other than government entities .These Trade receivables are typically unsecured and are derived from revenue earned from domestic and foreign customers. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the company uses expected credit loss model to assess impairment loss or gain. the company uses a matrix to compute the expected credit loss allowance for trade receivable .

**Credit risk management**

Credit risk is managed on instrument basis. For Banks and financial institutions ,only high rated banks /institutions are accepted. For other financial instruments, the company assesses and maintains an internal credit rating system. The finance function consists of a separate team who assess and maintain internal credit rating system.

**(B) Liquidity Risk**

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, the company treasury maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in accordance with practice and limits set by the company. These limits vary by locations to take into account the liquidity of the market in which the entity operates. In addition, the company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

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**Note No. 32: Capital management**

**(a) Risk management**

The company's objectives when managing capital are to:

-safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and

-maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, return on capital to shareholders or issue new shares. The company monitors capital using gearing ratio, which is net debt divided by total Equity. Net debt comprises of long term and short term borrowings less cash and bank balances. Equity includes equity share capital and reserves that are managed as capital. The gearing at the end of reporting period was as follows:

| Particulars | 31-Mar-25 | 31-Mar-24 |
|---|---|---|
| Net Debt | 1,800.20 | 1,699.96 |
| Total Equity | -605.57 | -457.60 |
| Net debt to Equity Ratio | -2.97 | -3.71 |

**(b) Dividends**

| Particulars | 31-Mar-25 | 31-Mar-24 |
|---|---|---|
| (i)Equity shares | | |
| Final dividend for the year ended 31.03.2025 of Rs. NIL (31.03.2024 Rs. NIL) per fully paid share | - | - |
| Interim dividend for the year ended 31.03.2025 of Rs. NIL (31.03.2024 Rs. Nil) per fully paid share | - | - |
| (ii) Dividends not recognised at the end of the reporting period | - | - |
| In addition to the above dividends, since year end the directors have recommended the payment of final dividend of Rs. NIL per fully paid equity share (31.03.2024 Rs. NIL). This proposed dividend is subject to the approval of shareholders in the ensuring annual general meeting. | - | - |

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**NOTE - 33**

| | EARNINGS PER SHARE (EPS) | March 31, 2025 | March 31, 2024 |
|---|---|---|---|
| i) | Net Profit after tax as per statement of Profit & Loss attributable to Equity Shareholders (Rs Lakhs) | -147.97 | -65.70 |
| ii) | Weighted Average number of equity shares used as denominator for calculating EPS | 65,08,416 | 65,08,416 |
| iii) | Face Value per Equity Share (Rs) | 10 | 10 |
| iv) | Basic and Diluted Earnings per share (Rs) | **-2.27** | **-1.01** |

**NOTE - 34**

| | CONTINGENT LIABILITIES | March 31, 2025 | March 31, 2024 |
|---|---|---|---|
| i. | Guarantees given by Company's Bankers on behalf of the Company. | - | - |
| ii. | Claims against the Company not acknowledged as debts: | - | - |
| (a) | Penalty (A.Y. 2014-15) CIT(A) , Bhubaneswar | - | 308.11 |
| (b) | Income Tax Demand (A.Y. 2014-15) Odisha High Court, Cuttack | 320.34 | 320.34 |
| iii. | Corporate Guarantees given by Company | - | - |

**NOTE - 35**

| CAPITAL COMMITMENTS | March 31, 2025 | March 31, 2024 |
|---|---|---|
| Estimated value of contracts in capital account remaining to be executed | - | - |

**NOTE - 36**

**Additional Disclosures As per Ind AS 108 "Operating Segments "**

**(I) Revenue From Customers Exceeding 10% of Total revenue**

As per Para 34 of Ind AS 108, if revenues from transactions with a single external customer amount to 10 per cent or more of an entity's revenues, the company is required to disclose that fact, the total amount of revenues from each such customer, and the identity of the segment or segments reporting the revenues. The details of such disclosure is as below :

**% of Total Revenues**

| Customer Name | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| Shivam Condev Pvt Ltd | 100.00% | 100.00% |
| | Rs. 12.00 | Rs. 12.00 |

**(ii) Extent of Reliance on Major Customers**

Extent of Reliance on Major Customers of the company can be depicted by assessing their sales chunck compared

**% of Total Revenues**

| Customer Name | As at March 31, 2025 | As at March 31, 2024 |
|---|---|---|
| Top 10 Customers | 100.00% | 100.00% |
| | Rs. 12.00 | Rs. 12.00 |

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## NOTE -37 RELATED PARTY DISCLOSURE AS PER Ind AS 24

### (I) List of Related parties

**a. Associate :**
ARSS Infrastructure Projects Limited

**b.Subsidiary**
North West sales & Marketing Limited

**c.Key Managerial Personnel**

| Name | Designation |
|---|---|
| Sunil Agarwal | Director |
| Anil Agarwal | Director |

**d.Enterprises in which Key Management personnel has significant influence**
Shivam Condev Private Limited
ARSS Cements Limited
ARSS Steel & Power Limited
ARSS Holdings Limited
Anil Contractors Private Limited
ARSS ETOE Rail Private Limited
Sidhant Financials Services Limited
Faster Infracon Private Limited
Holy Vanijya Private Limited
Balabhadra Developers Limited
Balabhadra Crusher Private Limited
North West Sales and Marketing Limited
Gypsum Commerce India Private Limited
ARSS Damoh Hirapur Tolls Private Limited

**e.Close Family members of Key Managerial Personnel**

| Name | Relationships |
|---|---|

None of the close members of all Key managerial Personnel's are considered as Related Party Inaccordance with Ind AS 24 considering the fact that they are neither participating nor influencing executive decision making of the company.

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**(II) Balances and Transactions with Related parties**

**a. Statement Of Profit And Loss Items**

| Name | Particulars | Transactions During the Period 2024-25 | 2023-24 |
|---|---|---|---|
| Shivam Condev Private Limited | Sale of Services(Land Rent) | 12.00 | 12.00 |
| Shivam Condev Private Limited | Interest Expenses | 1.17 | 1.00 |
| North West Sales & Marketing Ltd | Interest Expenses | 40.91 | - |
| Balbhadra Developers Pvt Ltd | Interest Expenses | 8.26 | - |
| Sidhant Financial Services Limited | Interest Expenses | 31.83 | 13.83 |

**b. Balance Sheet Items**

| Name | Particulars | Transactions 2024-25 | Outstandng 2024-25 | Transactions 2023-24 | Outstandng 2023-24 |
|---|---|---|---|---|---|
| North West sales & Marketing Limited | Loans taken | 53.00 | 508.45 | 58.02 | 418.63 |
| Shivam Condev Private Limited | Loans taken | - | 14.07 | 13.02 | 13.02 |
| Shivam Condev Private Limited | Sale of Services(Land Rent) | 12.00 | 6.64 | - | - |
| Sidhant Financial Services Limited | Loans taken | 7.10 | 379.83 | 12.45 | 358.28 |
| Balbhadra Developers Pvt Ltd | Loans taken | 101.00 | 108.44 | - | - |

**NOTE - 38 Micro, Small and Medium Enterprises (MSME) Dues Disclosure**

The Company has not received any intimation regarding their status under micro, small and medium enterprises Development Act 2006 and hence disclosure if any relating to amount unpaid as at the year end together with interest paid/payable as required under the said Act have not been given. As per the information available to us, there are no micro, small and medium enterprises to whom the Company owes dues which are outstanding for a period of more than 45 days as at the balance sheet date.

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**Note - 39 Ratio Analysis**

| Sl No | Name of the Ratio | Units | Methodology | 2024-25 | 2023-24 | Percentage Change(%) |
|---|---|---|---|---|---|---|
| 1 | Net Worth | | (Paid up Equity Capital + Reserves and Surplus) | (605.57) | (457.60) | 32.34 |
| 2 | Debt Equity Ratio | Times | Total debt / (Paid up Equity Capital + Reserves and Surplus) | (3.03) | (3.79) | (20.12) |
| 3 | Debt Service Coverage Ratio | Times | EBIT / Interest Expense + Principal Repayments made during the period for long term loans | -0.45 | -0.47 | (5.09) |
| 4 | Current Ratio | Times | Current Assets/ Current Liabilities | 0.16 | 0.16 | - |
| 5 | Long Term Debt to Working Capital | Times | Long Term Debts/Net Working Capital | - | - | - |
| 6 | Current Liability Ratio | Times | Current Liabilities/ Total Liabilities | 1.18 | 1.13 | 4.58 |
| 7 | Total Debts to Total Assets | Times | Total Outstanding Debts/Total Assets | 0.58 | 0.54 | 8.97 |
| 8 | Debtors Turnover | Times | Revenue from operations/ Trade Receivables | 0.25 | 0.29 | (13.79) |
| 9 | Return on Equity Ratio | Times | Net Profit/ Average Shareholders equity | - | - | - |
| 10 | Inventory Turnover | Times | Cost of Goods Sold/ Inventories | - | - | - |
| 11 | Trade Payable Turnover Ratio | Times | Net Credit Purchases/Avearge Accounts Payable | - | - | - |
| 12 | Net Capital Turnover Ratio | | Total Sales/Shareholders Equity | 0.02 | 0.02 | 0.00 |
| 13 | Return on Capital Employed | Percentage | Earning before Interest and Tax/Capital Employed | 8.06 | 4.89 | 64.68 |
| 14 | Return of Investment | Percentage | Net Profit Related to Investment/Cost of Investment | - | - | - |
| 15 | Operating Margin (%) | Percentage | Profit before Depreciation, Tax & Exceptional item /Revenue from Operation | -1,045.83 | -325.34 | 221.46 |
| 16 | Net Profit Margin (%) | Percentage | Net Profit/ Revenue from operation | -1,233.08 | -547.51 | 125.21 |

Reasons for more than 25% change

a. Negative Net Worth increased due to loss in current year.
b. Returned on Capital Employed increased due to decrease in capital employed.
c. Decrease in Operating Margin due to higher finance cost.
d. Decrease in Net Profit Margin due to higher finance cost.

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**Note - 40**

Figures for the previous year have been re-arranged and re-grouped wherever necessary.

**As per our report of even date attached.**

**For A R M S & Associates**
**Chartered Accountants**
**FRN : 013019N**

A R M S & ASSOCIATES
Gurgaon
FRN:013019N
Chartered Accountants

**(CA. Pradeep Kumar Midha)**
(Partner)
M.No.- 014275

**For and on behalf of the Board**

**Anil Agarwal**
Director
DIN : 00218187

**Sunil Agarwal**
Director
DIN : 00218323

**Date : The 24th day of May, 2025**
**Bhubaneswar**
**UDIN : 25014275BMIFEP3576**