

INDEPENDENT AUDITOR'S REPORT

To,
The Member of **ECGPLUS TECHNOLOGIES PRIVATE LIMITED**

Report on the Financial Statements:

We have audited the accompanying Financial Statements of **ECGPLUS TECHNOLOGIES PRIVATE LIMITED** ("the Company") which comprise the Balance Sheet as at 31st March 2022 and the Statement of Profit & Loss Account for the year ended and a summary of significant accounting policies and other explanatory information.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at March 31st, 2022, and its profit for the year ended on that date.

Management's Responsibility for the Financial Statements:

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015. As Amended, and other Accounting Principles Generally Accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.



Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. In conducting Our Audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made their under, and the order issued under section 143(11) of the Act.

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

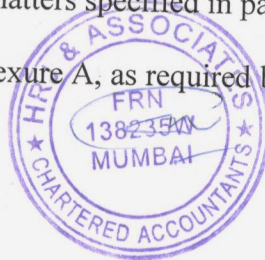
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial Statement.

Other Matter

Corresponding figures for the year ended 31st March, 2022 were audited by us, we had expressed an unqualified opinion on the annual financial statements for the year ended 31st March, 2022, dated 21st September, 2022.

Report on Other Legal and Regulatory Requirements

1. The provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under section 2(71) of the Act. Accordingly, reporting under section 197(16) is not applicable.
2. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Order.
3. Further to our comments in Annexure A, 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 purpose 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 financial statements dealt with by this report are in agreement with the books of account
- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014 (as amended);
- e. On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of section 164(2) of the Act.
- f. We have also audited the internal financial controls over financial reporting (IFCoFR) of the Company as on 31 March 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date and our report dated 21st September 2022 as per Annexure B expressed.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company does not have any pending litigation(s) which would impact its financial position as at 31 March 2022.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2022.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2022.

Date: 21st September, 2022
Place: Mumbai

For HRJ & ASSOCIATES
Chartered Accountant
F.R.No.: 138235W

BHUWANA RAM
Partner
M.No: 181961



ECGPLUS TECHNOLOGIES PRIVATE LIMITED

Balance Sheet as at 31st March 2022

Particulars	Note No.	As on 31st March 2022	As on 31st March 2021
1	2	3	3
I. EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	1	15,61,000	15,61,000
(b) Reserves and surplus	2	-103,40,323	-72,45,978
Non-current liabilities			
(a) Long-term borrowings	3	69,52,338	50,00,000
(b) Deferred tax liabilities (Net)			
Current liabilities			
(a) Short-term provisions	4	25,81,121	23,98,882
(b) Duties & taxes			
(d) Other Current Liabilities			
TOTAL		7,54,136	17,13,903
II. ASSETS			
Non-current assets			
(a) Fixed assets			
(i) Tangible Asset	5	1,55,805	2,18,961
(ii) Other non-current assets	-		
Investment			
Current assets			
(a) Trade receivables	-	2,26,635	6,61,200
(b) Closing Stock		61,871	3,30,614
(c) Cash and cash equivalents	6	2,31,883	4,48,535
(d) Other current assets	7	77,943	54,594
TOTAL		7,54,136	17,13,903

For HRJ & ASSOCIATES
Chartered Accountants
FRN: - 138235W

Bhuwana Ram
Partner
Place : Mumbai
Date 21st September 2022

UDIN:-22181961AUDCTU2801



For and on behalf of the Board

SUSHIL KUMAR
(Director)
DIN-02685202



SAMEER KAMLESH MERCHANT
(Director)
DIN-00679893

ECG PLUS TECHNOLOGIES PRIVATE LIMITED

Profit and Loss statement for the year ended 31.03.2022

Particulars	Refer Note No.	For the year 2022	For the year 2021
I. Revenue from operations	8	49,59,610	61,60,455
Other Non Operating Revenue		1,01,432	1,329
II. Total Revenue		50,61,042	61,61,784
III. Expenses:			
Cost of Sales		3,97,849	11,14,572
Change in Inventory		2,68,743	8,983
Finance Cost		4,49,255	
Employee benefits expense	9	45,75,821	45,71,111
Depreciation and amortization expense		63,157	1,18,003
Other expenses	10	24,00,562	30,81,384
Total expenses		81,55,386	88,94,053
Profit before exceptional and extraordinary items and tax (II-III)		-30,94,345	-27,32,268
VI. Exceptional items			-
VII. Profit before extraordinary items and tax (V - VI)		-30,94,345	-27,32,268
VIII. Extraordinary Items			-
IX. Profit before tax (VII- VIII)		-30,94,345	-27,32,268
X Tax expense:			
(1) Current tax			-
(2) Deferred tax assets (liability)			-
Profit (Loss) for the period from continuing operations (VII- VIII)		-30,94,345	-27,32,268
XII Profit/(loss) from discontinuing operations			-
XIII Tax expense of discontinuing operations			-
Profit/(loss) from Discontinuing operations (after tax) (XII- XIII)			-
XV Profit (Loss) for the period (XI + XIV)		-30,94,345	-27,32,268
XVI Earnings per equity share:			
(1) Basic		-24.96	-22.04
(2) Diluted		-24.96	-22.04

For HRJ & ASSOCIATES
Chartered Accountants
FRN: - 138235W


For and on behalf of the Board


Bhuwana Ram
Partner
Place : Mumbai
Date :21st September 2022
UDIN:-22181961AUDCTU2801




SUSHIL KUMAR
(Director)
DIN-02685202




SAMEER KAMLESH MERCHANT
(Director)
DIN-00679893

ECG PLUS TECHNOLOGIES PRIVATE LIMITED

NOTE 1

Share Capital	31st March 2022		31st March 2021	
	Amount		Amount	
Authorised				
190000 Equity Shares of `10 each		19,00,000		19,00,000
60000 Preference Shares of Rs 10 Each		6,00,000		6,00,000
Issued				
123951 Equity Shares of `10 each		12,39,510		12,39,510
32149 Preference Shares of Rs 10 each		3,21,490		3,21,490
Subscribed & Paid up				
123951 Equity Shares of Rs 10 each fully paid		12,39,510		12,39,510
32149 Preference Shares of Rs 10 each		3,21,490		3,21,490
Total		15,61,000		15,61,000

NOTE 1 A

Particulars	Equity Shares as on 31st March 2022		Equity Shares as on 31st March 2021	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	1,23,951	12,39,510	1,23,951	12,39,510
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	1,23,951	12,39,510	1,23,951	12,39,510

Particulars	Preference Shares as on 31st March 2022		Preference Shares as on 31st March 2021	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	32,149	3,21,490	32,149	3,21,490
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	32,149	3,21,490	32,149	3,21,490

NOTE 1 B

Sr. No.	Name of Shareholder	31st March 2022		31st March 2021	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	SUSHIL KUMAR	63,401	40.61%	63,401	40.62%
3	LAXMI DENTAL EXPORT PVT. LTD.	65,850	42.18%	65,850	42.18%
4	OTHERS SHAREHOLDERS	26,859	17.21%	26,849	17.20%
	Total	1,56,110	100%	1,56,100	100%

NOTE 2

Reserves & Surplus	31st March 2022		31st March 2021	
	Amount		Amount	
a. Surplus				
Opening balance		-72,45,979		-45,13,711
(+) Share Premium received during the year				
(-) Bonus issued out of reserves during the year				
(+) Net Profit/(Net Loss) For the current year		-30,94,345		-27,32,268
Closing Balance		-103,40,324		-72,45,979
Total		-103,40,324		-72,45,979



NOTE 3

Loans Liability	31st March 2022	31st March 2021
	Amount	Amount
a. Laxmi Dental Export Pvt Ltd	43,40,821	35,00,000
b. Sushil Kumar	26,11,517	15,00,000
Total	69,52,338	50,00,000

NOTE 4

Short Term Provisions	31st March 2022	31st March 2021
	Amount	Amount
(a) Provision for employee benefits		
- Salary, Director Remuneration & Reimbursements		
- Provision for Gratuity	6,46,367	6,03,625
(b) Others (Specify nature)		
- Sundry Creditors	16,81,411	17,55,274
- Audit fee Payable	70,000	35,000
- Other Payble	1,83,343	4,983
- Electricity Expenses		
Total	25,81,121	23,98,882

NOTE 6

Cash and cash equivalents	31st March 2022	31st March 2021
	Amount	Amount
a. Balances with banks	1,93,610	3,28,385
b. Cash on hand	38,273	1,20,149
Total	2,31,883	4,48,535

NOTE 7

Other Current Assets	31st March 2022	31st March 2021
	Amount	Amount
TDS Receivable	8,550	4,950
Other Assets(Duties and Taxes)		
Security Deposit	69,393	49,644
Total	77,943	54,594



ECGPLUS TECHNOLOGIES PRIVATE LIMITED

NOTE 8

Particulars	As at 31st March 2022	As at 31st March 2021
	Amount	Amount
Sale of services-		
A. Export	3,99,448	6,97,383
B. Local	44,70,912	40,41,284
Sales of Product	89,250	14,21,789
Total	49,59,610	61,60,455

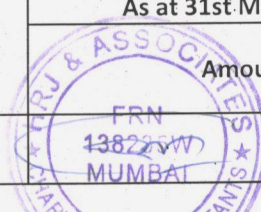
NOTE 9

Employee Benefits Expense	As at 31st March 2022	As at 31st March 2021
	Amount	Amount
(a) Salaries and incentives	25,86,895	31,97,313
(b) Gratuity Exp	94,665	1,32,572
(c) Incentive	80,200	
(d) Staff welfare expense	600	
(e) EPF/MLWF/ESIC expense	64,461	
(f) Director Remuneration.	17,49,000	12,41,226
Total	45,75,821	45,71,111

NOTE 10

Sr. No	Other expenses	As at 31st March 2022	As at 31st March 2021
		Amount	Amount
1	Business Promotion	88,028	2,70,870
2	Electricity Exp		15,862
3	Discount	3,189	73,318
4	Server Subscription Charges	11,60,109	12,45,743
5	Miscellaneous Expense	2,290	6,708
6	Office expenses	13,451	56,392
7	Printing & stationery	2,840	1,330
8	Rent, Rates and Taxes	52,500	1,38,920
9	Rent office		1,52,250
10	Transportation Charges		6,346
11	Telephone & Internet Charges	6,23,480	5,56,774
12	Travelling & Conveyance charges	5,345	2,475
13	Professional fees	3,59,178	2,85,864
14	Repair & maintenance	1,830	775
15	Bank charges	41,904	43,524
16	Misc W/o	3,267	80,557
17	Interest on TDS		121
18	Advertisement Expenses	8,151	4,000
19	Bad Debt w/off	-	1,04,555
	Total	23,65,562	30,46,384

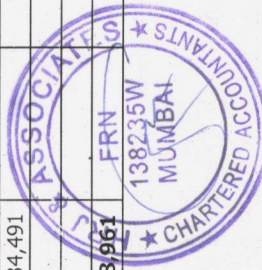
Sr. No	Audit fees	As at 31st March 2022	As at 31st March 2021
		Amount	Amount
1	Payments to the auditor as a. auditor, & Professional	35,000	35,000



NOTE:-5
FIXED ASSETS : AS PER Companies Act 2013, (WDV)

Clause 14 : - Particulars of depreciation allowable as per the companies Act,2013 in respect of each asset as the case may be, in the following form :-

S. NO.	PARTICULARS	RATE	AS ON 01-04-2021 (RS.)	PURCHASE DATE	ADDITIONS/(DEDUCTION) FOR THE YEAR		AS ON 31-3-22 (RS.)	DAYS	DEPRECIATION For The Year (RS.)	NET BLOCK	
					ADDITIONS (RS.)	DEDUCTION (RS.)				AS ON 31.03.2022 (RS.)	AS ON 31.03.2021
1	FURNITURE & FIXTURE	25.89%	1,57,246				1,57,246	365	40,711	1,16,535	1,57,246
2	COMPUTER & SOFTWARE	63.16%	27,224				27,224	365	17,195	10,029	27,224
3	OFFICE EQUIPMENT	25.89%	34,491				34,491.0	365	5,251	29,240	34,491
			2,18,961				2,18,961.17		63,157	1,55,805	2,18,961



NOTE - 11:

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS :

ACCOUNTING POLICIES AND NOTES FORMING PART OF THE BALANCE SHEET AS AT AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022.

1. **ACCOUNTING POLICIES :**

A) **CONVENTION**

To prepare financial statements in accordance with applicable Accounting Standards in India. A summary of important accounting policies, which have been applied consistently, is set out below. The financial statements have also been prepared in accordance with relevant presentational requirements of the Companies Act, 2013.

B) **BASIS OF ACCOUNTING:**

The accounts are prepared under historical cost convention mercantile system.

C) **FIXED ASSETS:**

All fixed assets are stated at cost of acquisition/construction less depreciation. Cost includes acquisition and all identifiable expenditure incurred to bring the assets to its present condition and location. Fixed Assets are eliminated from financial statements, either on disposal or when retired from active use. Such assets are removed from fixed asset records on disposal.

D) **DEPRECIATION :**

Depreciation on Fixed Assets is provided for in accordance with schedule XIV of the Companies Act, 2013 on the WDV method. In respect of additions made during the year, depreciation is charged on pro-rata basis from the date of addition.

E) **INCOME TAX**

Income Taxes are accounted for in accordance with Accounting Standard 22 (AS 22) on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India. Tax expense comprises both current and deferred tax. Current tax is measured at the amount expected to be paid to / recovered from the tax authorities using the applicable tax rates. Deferred tax assets and liabilities are recognized for future tax consequences attributable to timing differences between taxable income and accounting income that are capable of reversing in one or more subsequent periods and are measured using the relevant enacted tax rates. At each Balance Sheet date, the Company reassesses unrealized deferred tax assets to the extent they have become reasonably certain or virtually certain of realization, as the case may be.

F) INVENTORIES

Inventories are valued at the following basis:

- (i) Raw Material at cost
- (ii) Finished Goods at cost includes direct labour and direct overheads.

G) REVENUE RECOGNITION

The Company recognizes sale at the point of dispatch of goods to the customers. Sales are net of trade discounts and Exclusive of Excise duty and sales tax where applicable

2. NOTE TO THE ACCOUNTS :

1. Previous Year's figures have been regrouped / rearranged wherever necessary.

For the year 31.03.2022

2. Capital Commitment	1561000
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3. Earning in foreign currency on Professional fees	NIL
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4. Expenditure in foreign currency	Nil
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5. Remuneration to Auditors as Auditor	
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Statutory Audit Fee	Rs. 35000/-
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6. As explained by the directors, there was No Small Scale Industrial Undertaking to whom the Company owes a sum exceeding Rs. 1 lac and which is outstanding for more than 30 days as at Balance Sheet date.

7. The figures of sundry Debtors, Sundry Creditors and loans and advances are subject to confirmation and reconciliation.

8. It was reported by the Directors that the company will charge gratuity in the books of accounts as and when payable as per value by gratuity professional.

9. The information relating to the Balance Sheet abstract and Company's general business profile is as under:

I. REGISTRATION DETAILS :

Registration no	: 238672
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State Code	: 11
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Balance Sheet Date	: 31/03/2022
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II. CAPITAL RAISED DURING THE PERIOD (AMOUNT IN RS.) :

Public Issue	: NIL
Right Issue	: NIL
Bonus Issue	: NIL
Private Placement	: NIL

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (AMOUNT IN RS.)

Total Liabilities	: 754136/-
Total Assets	: 754136/-

SOURCES OF FUNDS :

Paid up Capital	: 1561000/-
Reserve & Surplus	: -10340323/-
DTL	: NIL
Secured Loans	: NIL
Unsecured Loans	: 6952338/-

APPLICATION OF FUNDS :

Net Fixed Assets	: 155805/-
Investments	: NIL
Net Current Assets	: -1982789/-
Misc. Expenditure	: NIL
Accumulated Losses	: NIL

IV. PERFORMANCE OF COMPANY (AMOUNT IN RS.) :

Turnover	: 5061042/-
Total Expenditure	: 8155386/-
Profit before Tax	: (3094345)/-
Profit after Tax	: (3094345) /-
Earning per share in Rs.	: - (24.96)/-

Dividend Rate (%) : NIL

V. GENERIC NAMES OF THREE PRINCIPAL SERVICES OF COMPANY :

(AS PER MONETARY TERMS)

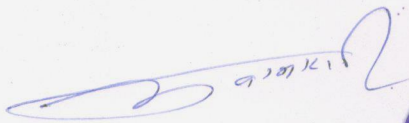
Item code no ITC Code : 711

Product Description : Software Development

AS PER OUR REPORT OF EVEN DATE

For H R J & ASSOCIATES
FRN: - 138235W

For and on behalf of the Board Chartered Accountant

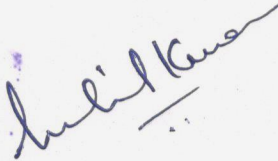


(BHUWANA RAM)

Partner

Mumbai

Date: 21/09/2022



(SUSHIL KUMAR)

(Director)



(SAMEER KAMLESH MERCHANT)

(Director)

