

- b) The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- v. No dividend has been declared or paid during the year by the company.

Place : Chennai

Date : April 30, 2021



**For R. SUNDARARAMAN & CO.,
Chartered Accountants
(FRN: 004219S)**

A handwritten signature in blue ink, appearing to read "S. SRIRAM".

**S. SRIRAM
Partner**

**Membership No : 202813
UDIN NO : 21202813AAAAEZ4288**

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in Paragraph 1 under "Report on Other Legal and Regulatory Requirements"
Section of our report of even date)

1) In respect of fixed assets :

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) The fixed assets have been physically verified by the management according to a phased programme designed to cover all the items over a period of two years which, in our opinion, is reasonable having regard to the size of the Company and nature of its assets. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- c) The title deeds of immovable properties are held in the name of the Company.

2) In respect of inventories :

As explained to us, the Company does not hold any stock of inventory and therefore the provisions of clause ii(a) of the Companies (Auditors Report) Order 2020 is not applicable.

- 3) The Company has not granted any loans, secured or unsecured, to companies, firms, LLPs or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of clause iii of the Companies (Auditor's Report) Order 2016 are not applicable.
- 4) The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of clause iv of the Companies (Auditor's Report) Order 2016 are not applicable.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under are not applicable to the Company.



Mumbai Office : Flat 402, 'A Wing, "The Ark" Vakola Pipeline Road, Vakola,
Mumbai - 400 055.

Bangalore Office : No. 932,4th Cross, 9th Main, Kalyan Nagar, 1st Block, HRBR Layout,
Bangalore - 560 043.

- 6) We were informed that the Central Government has not prescribed the maintenance of cost records under sub section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.
- 7) In respect of statutory dues :
- a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, custom duty, excise duty, cess, service tax and other material statutory dues applicable to it.
 - b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees state insurance, income tax, sales tax, custom duty, excise duty, service tax and cess were in arrears, as at 31st March, 2021 for a period of more than six months from the date they became payable.
 - c) According to the information and explanations given to us, there are no amounts payable in respect of income tax, sales tax, custom duty, excise duty, service tax and cess, which have not been deposited on account of any dispute.
- 8) The Company does not have any loans or borrowings from any financial institution or bank or Government, nor has it issued any debentures as at the balance sheet date and therefore the provisions of clause viii of the Companies (Auditor's Report) Order, 2016 are not applicable.
- 9) The Company has not raised any money by way of initial public offer, further public offer (including debt instruments) and terms loans and therefore the provisions of clause ix of Companies (Auditor's Report) Order, 2016 are not applicable.
- 10) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- 11) The provisions of Section 197 read with Schedule IV to the Act are applicable only to public companies. Accordingly, the provisions of clause xi of the Companies (Auditor's Report) Order, 2016 are not applicable.
- 12) The Company is not a Nidhi Company and therefore the provisions of clause xii of Companies (Auditor's Report) Order 2016 are not applicable.
- 13) The transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.



- 14) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause xiv of the Companies (Auditor's Report) Order, 2016 are not applicable.
- 15) The Company has not entered in to any non-cash transactions with directors or persons connected with him and accordingly the provisions of clause xv of Companies (Auditor's Report) Order 2016 are not applicable.
- 16) The Company is not required to be registered under Section 45-IA if the Reserve Bank of India Act, 1934 and therefore the provisions of clause xvi of Companies (Auditors Report) Order 2016 are not applicable.

Place : Chennai

Date : April 30, 2021


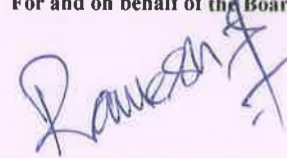




**For R. SUNDARARAMAN & CO.,
Chartered Accountants
(Firm Registration No : 004219S)**





A handwritten signature in blue ink, appearing to read "S. SRIRAM".

**S. SRIRAM
Partner
M. No : 202813
UDIN NO : 21202813AAAAEZ4288**

CHEMSYNTH LABORATORIES PRIVATE LIMITED
Balance Sheet as at March 31, 2021

Particulars		Note No.	As at March 31, 2021	As at March 31, 2020
A	ASSETS			
I	Non-current assets			
	(a) Property, plant and equipment	3	6,59,82,084	6,59,82,084
	(b) Capital work in progress		25,90,799	25,90,799
	(c) Deferred tax assets (net)	4	25,083	6,74,221
	(d) Income tax assets (net)	5	-	1,49,998
	(e) Other current assets	6	-	-
	Total Current Assets		6,85,97,966	6,93,97,102
II	Current assets			
	(a) Financial Assets			
	(i) Cash and cash equivalents	7	21,937	21,937
	(ii) Trade receivable	8	-	-
	(b) Other current assets	9	15,300	7,200
	Total Current Assets		37,237	29,137
	Total Assets		6,86,35,203	6,94,26,239
B	EQUITY AND LIABILITIES			
I	Equity			
	(a) Equity share capital	10	6,86,27,450	6,86,27,450
	(b) Other Equity	11	(2,09,97,446)	(1,84,60,494)
	Total Equity		4,76,30,004	5,01,66,956
II	Liabilities			
I	Non-current liabilities			
	(a) Loan-liability	12	1,50,49,707	1,48,48,722
	Current liabilities			
	(a) Trade payables	13	68,500	30,000
	(b) Other Current financial liabilities	14	58,56,237	43,48,427
	(c) Other current liabilities	15	30,754	32,134
	Total Current Liabilities		2,10,05,198	1,92,59,283
	Total Equity and liabilities		6,86,35,203	6,94,26,239
	See accompanying notes forming part of			
In terms of our report attached For R. SUNDARARAMAN & CO Chartered Accountants Firm Reg No. 004219S		For and on behalf of the Board		
 S. SRIRAM Partner Membership Number: 202813		 Ramesh Swaminathan Director		
		 M. Sathish Kumar Director		
Place : Chennai Date : . April 30, 2021				

CHEMSYNTH LABORATORIES PRIVATE LIMITED
Statement of Profit and Loss for the year ended 31, March 2021

Particulars	Note No.	For the year April - March 2021	For the year April - March 2020
A Continuing Operations			
1 Revenue from operations			-
2 Other Income	13	-	-
3 Total Revenue (I + II)		-	-
4 EXPENSES			
(a) Other expenses	14	2,57,748	69,150
(b) Finance costs	15	16,30,065	22,72,597
Total Expenses		18,87,813	23,41,747
5 Profit/(loss) before exceptional items and tax (I - IV)		(18,87,813)	(23,41,747)
6 Exceptional Items			
Share of profit / (loss) of joint ventures and associates			-
(1) Share of profit / (loss) of joint ventures and associated			-
7 Loss before tax		(18,87,813)	(23,41,747)
8 Tax Expense			
(1) Current tax		-	-
(2) Deferred tax		6,49,138	-
Total tax expense		6,49,138	-
9 Profit for the year from continuing operations(7-8)		(25,36,951)	(23,41,747)
10 Other comprehensive income			
A (i) Items that will not be recycled to profit or loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B (i) Items that may be reclassified to profit or loss		-	-
(ii) Income tax on items that may be reclassified to profit or loss		-	-
11 Total comprehensive loss for the period (9+10)		(25,36,951)	(23,41,747)
12 Total comprehensive income for the period attributable to:			
Owners of the Company		-	-
Non controlling interests		-	-
13 Earnings per equity share (for continuing operation):			
(1) Basic		(0.370)	(0.341)
(2) Diluted		(0.370)	(0.341)
See accompanying notes forming part of the standalone financial statements			
In terms of our report attached For R. SUNDARARAMAN & CO Chartered Accountants Firm Reg No. 004219S  S. SRIRAM Partner Membership Number: 202813  Place : Chennai Date : April 30, 2021		For and on behalf of the Board  Ramesh Swaminathan Director  M. Sathish Kumar Director	

CHEMSYNTH LABORATORIES PRIVATE LIMITED
Cash flow statement for the year ended March 31, 2021

Particulars	As at March 31, 2021	As at March 31, 2020
Cash flow from operating activities		
Profit before taxation	(25,36,951)	(23,41,747)
<i>Adjustments for:</i>		
Finance costs	16,30,065	22,72,597
Operating profit before working capital changes	(9,06,886)	(69,150)
<i>Adjustments for:</i>		
(Increase) / decrease in loans and advances	(8,100)	(7,200)
Increase / (decrease) in trade payables, other liabilities and provisions	15,44,930	(2,33,787)
Increase / (decrease) in Non Current Liabilities	-	20,45,136
(Increase) / decrease in Non Current Asset	7,99,136	-
Net cash flow from operating activities	14,29,080	17,34,999
Direct Taxes paid and others	-	-
Net cash from operating activities (A)	14,29,080	17,34,999
Cash flow from investing activities		
Purchase of fixed assets and changes in capital work-in-progress	-	91,69,283
Net cash used in investing activities (B)	-	91,69,283
Cash flow from financing activities		
Availment and repayment of borrowings	2,00,985	(86,52,035)
Interest and finance charges	(16,30,065)	(22,72,597)
Net cash from financing activities (C)	(14,29,080)	(1,09,24,632)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	-	(20,349)
Cash and cash equivalents at the beginning of the year	21,937	42,287
Cash and cash equivalents at the end of the year	21,937	21,937

See accompanying notes forming part of the standalone financial statements

In terms of our report attached

For R. SUNDARARAMAN & CO

Chartered Accountants

Firm Reg No. 004219S



S. SRIRAM

Partner

Membership Number: 202813



For and on behalf of the Board



Ramesh Swaminathan

Director



M. Sathish Kumar

Director

Place : Chennai

Date : April 30, 2021

CHEMSYNTH LABORATORIES PRIVATE LIMITED

Statement of changes in equity

A. Equity share capital

Particulars	Amount
Balance as at March 31, 2019	6,86,27,450
Changes in equity share capital during the period	
- Issued during the year	-
Balance as at March 31, 2020	6,86,27,450
Changes in equity share capital during the year	
- Issued during the year	-
Balance as at March 31, 2021	6,86,27,450

B. Other equity

Particulars	Reserves and Surplus	Total equity attributable to equity holders of the company
	Retained earnings	
Balance as at March 31, 2019	(1,61,18,748)	(1,61,18,748)
Profit for the year	(23,41,747)	(23,41,747)
Balance as at March 31, 2020	(1,84,60,495)	(1,84,60,495)
Profit for the year	(25,36,951)	(25,36,951)
Balance as at March 31, 2021	(2,09,97,446)	(2,09,97,446)

See accompanying notes forming part of the standalone financial statements

In terms of our report attached

For R. SUNDARARAMAN & CO

Chartered Accountants

Firm Reg No. 004219S



S. SRIRAM
S. SRIRAM
Partner

Membership Number: 202813

Place : Chennai

Date : April 30, 2021

For and on behalf of the Board

Ramesh Swaminathan
Ramesh Swaminathan
Director

M. Sathish Kumar
M. Sathish Kumar
Director

CHEMSYNTH LABORATORIES PRIVATE LIMITED
Notes forming part of the standalone financial statements for the year ended March 31, 2021

Note No. 3 (i) Property, Plant and Equipment

Particulars	Rate	Gross Block			Depreciation			Net Block		
		As at 01 Apr 2020	Additions	Disposal	As at 31 Mar 2021	As at 01 Apr 2020	For the year	Deletions	As at 31 Mar 2021	As at 31 Mar 2020
Tangible assets										
Land & Development	0.00%	6,59,82,084	-	-	6,59,82,084	-	-	-	6,59,82,084	6,59,82,084
Total		6,59,82,084	-	-	6,59,82,084	-	-	-	6,59,82,084	6,59,82,084
Previous year total		6,59,82,084	-	-	6,59,82,084	-	-	-	6,59,82,084	6,59,82,084

Note No. 3 (ii) Capital work in progress

Particulars	As at 31-Mar-2021	As at 31-Mar-2020
Opening balance	25,90,799	1,17,60,083
Less: CWIP sold as it is	-	91,69,284
Closing balance	25,90,799	25,90,799



CHEMSYNTH LABORATORIES PRIVATE LIMITED

Notes forming part of the standalone financial statements for the period ended March 31, 2021

Note - 4: Deferred tax assets (net)

Particulars	As at March 31, 2021	As at March 31, 2020
Tax effect on items constituting deferred tax (assets) / liability:		
Depreciation and amortization of fixed assets	-	-
Deferred tax asset on account of:		
Others	25,083	6,74,221
	25,083	6,74,221
Total	25,083	6,74,221

Note - 5: Income tax assets (net)

Particulars	As at March 31, 2021	As at March 31, 2020
Current		
Advance income tax (net of provisions)	-	1,49,998
Total	-	1,49,998

Note - 6: Other non-current assets

Particulars	As at March 31, 2021	As at March 31, 2020
Unsecured, considered good:		
- Capital advances	-	73,61,626
Less: Provision for doubtful advances	-	(73,61,626)
Total	-	-

Note - 7: Cash and cash equivalents

Particulars	As at March 31, 2021	As at March 31, 2020
Current Cash and bank balances		
Balance with banks:		
- In current account	21,937	21,937
Total Cash and cash equivalent	21,937	21,937

Note - 8: Trade receivables

Particulars	As at March 31, 2021	As at March 31, 2020
Unsecured		
Considered good		
Considered doubtful	-	7,32,282
Less: Allowance for doubtful trade receivables	-	(7,32,282)
Total	-	-

Note - 9: Other current assets

Particulars	As at March 31, 2021	As at March 31, 2020
Unsecured, considered good:		
Balances with government authorities:		
- GST credit receivable	15,300	7,200
Total	15,300	7,200



CHEMSYNTH LABORATORIES PRIVATE LIMITED

Notes forming part of the standalone financial statements for the period ended March 31, 2021

Note - 10: Equity share capital

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Authorised		
70,00,000 Equity shares of Rs. 10/- each with voting rights (March 31, 2021: 70,00,000 equity shares of Rs. 10/-)	7,00,00,000	7,00,00,000
	7,00,00,000	7,00,00,000
Issued, subscribed and fully paid-up		
68,62,745 Equity shares of Rs. 10/- each with voting rights (March 31, 2021: 68,62,745 equity shares of Rs. 10/-)		
Total	7,00,00,000	7,00,00,000

(i) Reconciliation of number of shares and amount outstanding

Particulars	As at 31-Mar-2021		As at 31-Mar-2020	
	Number of Shares	Equity share capital	Number of Shares	Equity share capital
Equity share capital				
Equity share of Rs. 10/- each				
Opening balance	68,62,745	6,86,27,450	68,62,745	6,86,27,450
Issue of shares during the year	-	-	-	-
Closing balance	68,62,745	6,86,27,450	68,62,745	6,86,27,450

(ii) Detail of the rights, preferences and restrictions attaching to each class of shares outstanding equity shares of Rs. 10/- each:

The Company has only one class of equity shares having a par value of Rs. 10 each. Each holder of equity shares is entitled to one vote per share. Dividends proposed by the Board of Directors, if any, is subject to the approval of the shareholders at the Annual General Meeting, except in the case of interim dividend. In the event of liquidation of the Company, the repayment of capital will be in the proportion to the number of equity shares held by the shareholders.

Particulars	As at March 31, 2021		As at March 31, 2020	
	No. of Shares	%	No. of Shares	%
Mr. Mohan Reddy Enaganuri	9,66,250	14.08%	9,66,250	14.08%
Mr. Vijender Medamoni	15,67,500	22.84%	15,67,500	22.84%
Mr. Pullinti Giridhara Gopal	9,66,250	14.08%	9,66,250	14.08%
Solara Active Pharma Sciences Limited	33,62,745	49.00%	33,62,745	49.00%
	68,62,745	100%	68,62,745	100%

Note - 11: Other equity

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Surplus in Statement of Profit and Loss		
Opening balance	(1,84,60,494)	(1,61,18,747)
Add: Profit/(loss) for the period	(25,36,951)	(23,41,747)
Closing balance		
Total Reserves and surplus	(2,09,97,446)	(1,84,60,494)



CHEMSYNTH LABORATORIES PRIVATE LIMITED

Notes forming part of the standalone financial statements for the period ended March 31, 2021

Note - 12: Loan - Liability

Particulars	As at March 31, 2021	As at March 31, 2020
Unsecured Loan		
Solara Active Pharma Sciences Limited	1,50,49,707	1,48,48,722
Total other non-current liabilities	1,50,49,707	1,48,48,722

Note - 13: Trade payables

Particulars	As at March 31, 2021	As at March 31, 2020
Trade payables:		
- Total outstanding dues of micro enterprises and small enterprises	-	-
- Total outstanding dues of creditors other than micro enterprises	68,500	30,000
Total trade payables	68,500	30,000

Note - 14: Other Current financial liabilities

Particulars	As at March 31, 2021	As at March 31, 2020
Others:		
Interest Payable	58,56,237	43,48,427
Total other non-current liabilities	58,56,237	43,48,427

Note - 15: Other current liabilities

Particulars	As at March 31, 2021	As at March 31, 2020
Statutory remittances:		
TDS payable	30,754	32,134
Total other non-current liabilities	30,754	32,134



CHEMSYNTH LABORATORIES PRIVATE LIMITED

Notes forming part of the standalone financial statements for the period ended March 31, 2021

Note - 15: Other expenses

Particulars	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Other non-operating income		
- Liabilities / provisions no longer required written back	-	-
Total other expenses	-	-

Note - 16: Other expenses

Particulars	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Auditors remuneration (Refer ii)	30,000	30,000
Professional fees	50,000	-
Rates & taxes	1,77,748	39,150
Total	2,57,748	69,150

(ii) Payments to the statutory auditors of the company comprises

Particulars	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
- Audit of Standalone and consolidated financial statements	30,000	30,000
- Other services	-	-
- Taxation matters	-	-
- Reimbursement of expenses	-	-
Total	30,000	30,000

Note - 17: Finance cost

	For the year ended 31-Mar-2021	For the year ended 31-Mar-2020
Interest	16,30,065	22,72,597
Total	16,30,065	22,72,597

