



INDEPENDENT AUDITOR'S REPORT

To the Members of HOP Electric Manufacturing Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of HOP Electric Manufacturing Private Limited ("the Company"), which comprise the balance sheet as at March 31, 2023, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the 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 financial statements.

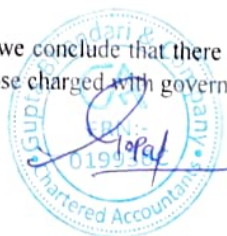
Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the Board reports, but does not include the financial statements and our auditor's report thereon.

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

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

When we read the Company's annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.



Responsibility of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, is applicable to the Company Annexure A Separate Attached With This Audit Report
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books ;
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014;
 - (e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 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, company has been granted exemption from reporting on the internal financial controls under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act") vide amendment in notification No. G.S.R. 583(3) dated 13th June 2017.
 - (g) The provisions of section 197 read with Schedule V of the Act are not applicable to the Company for the year ended March 31, 2023;
 - (h) In our opinion, the managerial With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as



amended in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would impact its financial position;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. a) The management has represented that, to the best of its knowledge and belief, as disclosed in the note 31 to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

b) The management has represented that, to the best of its knowledge and belief, as disclosed in the note 32 to the financial statements, 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 were 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 (a) and (b) contain any material misstatement.
- v. No dividend has been declared or paid during the year by the Company.

For **Gupta Bhandari and Company**

Chartered Accountants

ICAI Firm Registration Number: 019936C



Gopal Lal Gupta
Partner

Membership Number: 413401

UDIN: 23413401BGTECF3445

Place of Signature: Jaipur

Date: 18/05/2023

HOP ELECTRIC MANUFACTURING PRIVATE LIMITED

PLOT NO-1 JHULELAL MARG, SHIPRA PATH, MANSAROVAR, JAIPUR, RJ 302020 IN

CIN: U34300RJ2021PTC078630

mobility.roc@gmail.com; Ph. No. +91-8094118111

Audited Balance Sheet as at 31st March, 2023

(Amount in Rs. Lacs)

Particulars	Note No.	As at 31st March, 2023	As at 31st March, 2022
I EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share Capital	2	1.00	1.00
(b) Reserves and Surplus	3	25.16	(1.48)
Total Shareholders' Funds		26.16	(0.48)
2 Non Current Liabilities			
(a) Long-term Borrowings	4	5,565.11	-
(b) Other Long-term Liabilities	5	16,888.45	-
(c) Deferred Tax Liabilities	6	0.31	0.31
(d) Long-term Provisions		-	-
Total Non Current Liabilities		22,453.87	0.31
3 Current liabilities			
(a) Short term borrowings	7	17.74	1.03
(b) Trade Payables	8	-	-
(i) Dues of micro, small & medium enterprises		-	-
(ii) Dues of creditors other than micro, small & medium enterprises		3,491.39	0.04
(c) Other current liabilities	9	111.50	-
(d) Short Term Provisions	10	0.58	0.10
Total Current Liabilities		3,621.21	1.17
TOTAL		26,101.23	0.99
II ASSETS			
1 Non current assets			
(a) Property, plant and equipments and Intangible Assets			
i. Property, Plant and Equipment			-
ii. Intangible Assets			-
iii. Capital Work in Progress	11	18312.84	0.00
(b) Deferred tax Assets			0.00
(c) Non Current Investment	12	1.02	0.00
Total Non Current Assets		18313.86	0.00
2 Current Assets			
(a) Cash and Cash Equivalents	13	638.92	0.99
(b) Trade receivables	14	0.00	0.00
(c) Inventories	19	1692.50	0.00
(d) Other Current assets	15	5455.96	0.00
Total Current Assets		7787.37	0.99
TOTAL		26101.23	0.99
Notes forming part of the Financial Statements	1 to 28		

In Terms of our report of even date
For Gupta Bhandari and Company
Chartered Accountant
FRN: 019936C
CA Gopal Lal Gupta
(Partner)
M.No. 413401

Place: Jaipur
Date: 18/05/2023
UDIN:

For and on behalf of the Board of Directors
HOP ELECTRIC MANUFACTURING PRIVATE LIMITED

Ketan Mehta
Director
DIN: 03044292

Ashish Jain
Director
DIN: 7757655

HOP ELECTRIC MANUFACTURING PRIVATE LIMITED
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mobility.roc@gmail.com; Ph. No. +91-8094118111
Profit and Loss for the period from 1st April, 2022 to 31st March, 2023

(Amount in Rs. Lacs)

	Particulars	Note No.	For the period ended on 31st March, 2023	For the period ended on 31st March, 2022
I	Revenue from operations	16	1,121.65	-
	Other Income	17	27.70	-
	Total Revenue (I)		1,149.35	-
II	Expenses:			
1	Cost of goods bought out and other manufacturing expenses	18	2,745.64	-
2	Changes in inventory	19	(1,692.50)	-
3	Employee benefits expense	20	10.01	-
4	Depreciation & Amortization Expenses			-
5	Other expenses	21	50.59	1.17
	Total Expenses (II)		1,113.74	1.17
III	Profit before Tax (I-II)		35.60	(1.17)
IV	Tax expense:			
	(1) Current Tax		8.96	-
	(2) Deferred tax	7	-	0.31
	Total Tax Expense		8.96	0.31
V	Profit / (Loss) for the period (III-IV)		26.64	(1.48)
VI	Earnings Per Equity Share			
	Basic and diluted	22	266.37	(14.80)
	Weighted average number of shares used in computing earnings per share		0.10	0.10
	Nominal Value Per Share (Rs.)		10	10
	Notes forming part of the Financial Statements	1 to 28		

In Terms of our report of even date
For Gupta Bhandari and Company
Chartered Accountant
FRN: 019936C

CA Gopal Lal Gupta
(Partner)
M.No. 413401

Place: Jaipur
Date: 18/05/2023
UDIN:

For and on behalf of the Board of Directors
HOP ELECTRIC MANUFACTURING PRIVATE LIMITED

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DIN: 03044292

Ashish Jain
Director
DIN: 7757655

HOP ELECTRIC MANUFACTURING PRIVATE LIMITED
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CASH FLOW STATEMENT AS AT 31st MARCH, 2023

(Amount in Rs. '00')

Particulars	As at 31st March, 2023		As at 31st March, 2022	
A: CASH FLOW FROM OPERATING ACTIVITIES:				
Net Profit before tax as per Statement of profit & Loss		35.60		(1.17)
Adjusted for:				
Depreciation	-	-	-	-
Finance Cost	-	-	-	-
Operating Profit Before Working Capital Changes		35.60		(1.17)
Adjusted For:				
Increase/(Decrease) in Trade Payables	3,491.35		0.04	
Increase/(Decrease) in Other Current Liabilities	111.50		-	
Increase/(Decrease) in Other Long Term Liabilities	16,888.45		-	
Increase/(Decrease) in Provisions	0.48		0.10	
(Increase)/Decrease in Trade Receivables	-		-	
(Increase)/Decrease in Inventories	(1,692.50)		-	
(Increase)/Decrease in Other Current Assets	(5,455.96)	13,343.32	-	0.14
		13,378.92		(1.03)
Less:- Income Tax		8.96		-
Net cash flow from operating activities (A)		13,369.96		(1.03)
B: CASH FLOW FROM INVESTING ACTIVITIES:				
Investment in Equity Shares	(1.02)			
Net Purchase of Property, plant & Equipment	(18,312.84)		-	
Net cash used in investing activities (B)		(18,313.86)		-
C: CASH FLOW FROM FINANCING ACTIVITIES:				
Proceeds from issue of Equity share Capital	-		1.00	
Proceeds from issue of Preference Share Capital	-		-	
Increase/(Decrease) in Long Term borrowings	5,565.11		-	
Increase/(Decrease) in Short Term borrowings	16.71		1.03	
Net cash flow from financing activities (C)		5,581.83		2.03
Net Cash & Cash Equivalents (A+B+C)		637.92		0.99
Opening Cash and Cash Equivalents		0.99		-
Closing Cash and Cash Equivalents (Refer Note No. 9)		638.92		0.99

The accompanying notes form an integral part of the Standalone Financial Statements.

In Terms of our report of even date
For Gupta Bhandari and Company
Chartered Accountant
FRN: 019936C

CA Gopal Lal Gupta
(Partner)
M.No. 413401

Place: Jaipur
Date: 18/05/2023
UDIN:

For and on behalf of the Board of Directors
HOP ELECTRIC MANUFACTURING PRIVATE LIMITED

Ketan Mehta
Director
DIN: 03044292

Ashish Jain
Director
DIN: 7757655

M/s Hop Electric Manufacturing Pvt Ltd

Ratio Analysis and its elements**

S.No	Ratio	Numerator	Denominator	31-Mar-23	31-Mar-22	% change
1	Current ratio	Current Assets	Current Liabilities	2.15	0.85	130.05%
2	Debt- Equity Ratio	Total Debt	Shareholder's Equity	212.76	0	21275.88%
3	Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	0	0	0.00%
4	Return on Equity ratio	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	26.64	-1.48	2811.69%
5	Inventory Turnover ratio	Cost of goods sold	Average Inventory	3.24	0	324.45%
6	Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	0	0	0.00%
7	Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	1.57	0	157.28%
8	Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	0.27	0	26.92%
9	Net Profit ratio	Net Profit	Net sales = Total sales - sales return	0.02	0	2.37%
10	Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax	6.73	6.73	-0.23%
11			Liability			-0.23%
12	Return on Investment	Interest (Finance Income)	Investment	0.05	0	5.28%

**Based on the requirements of Schedule II



NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

1. Significant Accounting Policies :

Company Profile:

The Company is a private limited company & incorporated on 14th December, 2021 to carry on the business involved in new energy and mobility energy, to work on every EV ecosystem, manufacturing of two wheelers, small batteries and ESS. The financial statements are prepared for the year ended 01.04.2022 to 31.03.2023.

1.1 Basis of preparation of financial statements: :

The financial statements have been prepared to comply in all material respects with the notified accounting standards by Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 2013 ("the Act"). The financial statements have been prepared under the historical cost convention on an accrual basis in accordance with accounting principles generally accepted in India. The accounting policies have been consistently applied.

1.2 Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the result of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively.

1.3 Inventories (AS-2):

Inventories are stated at lower of cost and net realisable value

Cost of raw materials and components comprises cost of purchases (net of recoverable taxes wherever applicable) and cost of conversion and other costs incurred in bringing the inventories to their respective present location and condition

Cost of work-in-progress and finished goods comprises direct materials, direct labour and an appropriate proportion of variable and fixed overheads, which is allocated on a systematic basis.

Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

Cost of inventories are determined as follows:

- Raw materials and components: on First in First out basis (FIFO); and
- Work-in-progress and finished goods: on First in First out basis (FIFO) plus appropriate share of overheads.

1.4 Cash Flow Statement (AS-3):

The Cash Flow Statement has been prepared under the "Indirect Method" as set out under para 18 of Accounting Standard 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.

1.5 Revenue Recognition (AS-9):

All income to the extent considered receivable unless specifically stated to be otherwise are accounted on Mercantile basis.

1.6 Property, plant & equipment, depreciation and amortisation

Property, plant & equipment

Property, plant & equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use and initial estimate of decommissioning, restoring and similar liabilities. Any trade discounts and rebates are deducted in arriving at the purchase price. Such cost includes the cost of replacing part of the tangible assets. When significant parts of tangible assets are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in profit or loss as incurred.

Items of stores and spares that meet the definition of tangible assets are capitalized at cost and depreciated over their useful life

Gains or losses arising from de-recognition of tangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

1.7 Employee benefits (AS-15)

Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include short-term compensated absences such as paid annual leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognised during the period in which the employee render the related service.

Post-employment benefits

(i) Defined contribution plan

The Company's contribution to provident fund (a post employment defined contribution benefit) to the Employee Provident Fund Organisation (EPFO) administered by the government is charged to the statement of profit and loss. The Company contribution to employee's state insurance, a state plan is charged to the statement of profit and loss. The Company does not carry any further obligations, apart from the contributions made on a monthly basis.

(ii) Defined benefit plans

Gratuity

The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods that benefit is discounted to determine its present value, and the fair value of any plan assets is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation, carried out by an independent actuary at each Balance Sheet date, using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the Balance Sheet date.

Actuarial Valuation has been considered and there is no provision is required.



NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

1.8 Borrowing Cost (AS-16):

Borrowing costs that are attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of such asset till such time as the asset is ready for its intended use or sale. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognized as an expense in the period in which they are incurred.

1.9 Lease (AS-19):

Where the company is lessee

Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the inception of the lease term at the lower of the fair value of the leased item and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in the statement of profit and loss. Lease management fees, legal charges and other initial direct costs of lease are capitalized.

A leased asset is depreciated on a straight-line basis over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, the capitalized asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset or the lease term.

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

1.10 Earning Per Share (AS-20):

The earning considered in ascertaining the company's earning per share comprises the Net Profit/Loss for the period attributable to Equity Shareholders. The number of share used in computing basic earning per share is the weighted average number of share outstanding during the year.

1.11 Taxation (AS-22):

Income-Tax expense comprises current tax and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognized, only if there is a virtual certainty of its realization, supported by convincing evidence. Deferred tax assets on account of other timing differences are recognized only to the extent there is a reasonable certainty of its realization. At each Balance sheet date, the carrying amounts of deferred tax assets are reviewed to reassess amount.

1.12 Provisions, Contingent Liabilities and Contingent Assets (AS-29):

Provisions are recognized for liabilities that can be measured only by using a substantial degree of estimation, if

- the Company has a present obligation as a result of a past event.
- a probable outflow of resources is expected to settle the obligation
- the amount of the obligation can be reliably estimated.
- Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

1.13 General:

Except where stated, accounting policies are consistent with the generally accepted accounting principles and have been consistently applied. The previous year figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Accordingly amounts and other disclosure for the preceding years are included as an integral part of the current year financial statement and are to be read in relation to the amounts and other disclosure relating to the current year.

2 SHAREHOLDERS' FUNDS

Share Capital		(Amount in Rs. Lacs)	
Particulars	As at 31st March, 2023	As at 31st March, 2022	
(i) Authorized Share Capital			
10,000 Equity shares of Rs. 10 Each	1.00	1.00	
(ii) Issued, Subscribed and Paid Up Capital			
10,000 Equity shares of Rs. 10 Each	1.00	1.00	
Total	1.00	1.00	

(a) Par Value of Shares

The Company has one class of shares referred to as equity shares of Rs.10.

(b) Shares held by promoters at the end of the year March 2023

S.No.	Promoter Name	No. of Shares	% of Total Shares	% Change during the Year
Equity Shares if INR 10 each fully paid	Genus Power Infrastructure Ltd	2600	26%	-
Equity Shares if INR 10 each fully paid	HOP Electric Mobility Pvt Ltd	4800	48%	-
Equity Shares if INR 10 each fully paid	Rays Power Infra Pvt Ltd	2600	26%	-
Total		10000	100%	

(c) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:

	As at 31st March, 2023		As at 31st March, 2022	
	No. of shares	Amount (in Rs.)	No. of shares	Amount (in Rs.)
(i) Equity Shares				
No. of Equity Shares at the beginning of reporting period	10,000	1,00,000	10,000	1,00,000
Add: No. of Equity Shares issued during the period	-	-	-	-
Less: No. of Equity Shares bought back during the period	-	-	-	-
No. of Equity Shares at the end of the reporting period	10,000	1,00,000	10,000	1,00,000



NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(d) **Rights/preferences/restrictions attached to equity shares**

The Company has only one class of equity shares having par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. 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 amount, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.

(e) **Details of Shareholders holding more than 5 percent shares :**

Name of the equity shareholder	As at 31st March, 2023		As at 31st March, 2022	
	No. of Shares	In %age	No. of Shares	In %age
Genus Power Infrastructure Ltd	2,600	26.00%	2,600	26.00%
HOP Electric Mobility Pvt Ltd	4,800	48.00%	4,800	48.00%
Rays Power Infra Pvt Ltd	2,600	26.00%	2,600	26.00%
Total	10,000	100.00%	10,000	100.00%

3 **Reserves and Surplus**

Particulars	As at 31st March, 2023	As at 31st March, 2022
Surplus		
Opening Balance	(1.48)	-
Add: Net Profit after tax transferred from Profit and Loss Statement	26.54	(1.48)
Amount available for appropriations	25.16	(1.48)
Less: Appropriation	-	-
Closing Balance as on 30th Sept	25.16	(1.48)

4 **Long Term Borrowings**

Particulars	As at 31st March, 2023	As at 31st March, 2022
(a) Secured Loan		
(b) Unsecured Loan from Others (refer note below)	5,565.11	-
Total	5,565.11	-

Note:- It includes unsecured loan taken from M/s Belrise Industries Ltd in the form of "ICD" on interest rate@12% and its repayable within 3 years from the date of Disbursal of ICD.

5 **Other Long Term Liabilities**

Particulars	As at 31st March, 2023	As at 31st March, 2022
Creditor for Capital Goods	16,888.45	-
Total	16,888.45	-

Note:- We have considered the creditors for capital goods as long term on the basis of the terms as agreed in purchase orders by the company and writing confirmation given by the suppliers that payment shall be made on or after the end of twelve months or arrangement of finance from any financial institutions whichever is earlier.

6 **Deferred Tax Asset**

Particulars	As at 31st March, 2023	As at 31st March, 2022
(a) Deferred Tax Liability		
Timing Difference as per Brought Forward Losses	-	(0.31)
Net Deferred tax Income/(Expense)	-	(0.31)
Opening Deferred Tax Asset/(opening Deferred Tax Liability)	-0.31	-
Net Deferred tax Income/(Expense) recognized in Profit & Loss Statement	-	(0.31)
Closing Deferred Tax asset/(liability)	(0)	(0.31)
Deferred Tax Asset (Net)	(0)	(0.31)
Total	(0)	(0.31)

7 **Short term borrowings**

Particulars	As at 31st March, 2023	As at 31st March, 2022
Unsecured		
-From Related parties	17.74	1.03
- Others (Intercompany Deposits)	-	-
Total	17.74	1.03

8 **Trade Payables**

Particulars	Outstanding for following Periods from due date of payment				As at 31st March, 2023	As at 31st March, 2022
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	More than 3 Years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	3,491.39	-	-	-	3,491.39	0.04
(iii) Disputed Dues - MSME	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-
Total					3,491.39	0.04

*On the basis of information collected, this has been identified that there are no Micro & Small Enterprises to whom the company owes on account of principal amount together with interest at the Balance Sheet date.



NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

9	Other Current Liabilities			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	TDS Payable	68.67	-	
	Expenses Payable	0.74	-	
	Provision for Rent	2.31	-	
	Lease Equilisation Reserve	9.79	-	
	Provision for Employee Benefit	29.99	-	
	Total	111.50	-	
10	Short Term Provisions			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	Provision for Audit Fee	0.58	0.10	
	Total	0.58	0.10	
11	Capital Work In Progress			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	Capital Work In Progress	18,312.84	-	
	Total	18,312.84	-	
12	Non Current Investment			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	Investment in Equity Shares			
	Hop Electric Manufacturing One Pvt Ltd (5100 shares of Rs.10/- Face value)	0.51	-	
	Hop Electric Manufacturing Two Pvt Ltd (5100 shares of Rs.10/- Face value)	0.51	-	
	Total	1.02	-	
13	Cash and Cash Equivalents			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	(a) Balances with Banks			
	Fixed Deposit	524.93	-	
	In Current Account	113.99	0.99	
	(b) Cash in hand	-	-	
	Total	638.92	0.99	
14	Trade Receivables			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	Outstanding for a period exceeding six months from the date they are due for payment	-	-	
	Other receivables	-	-	
	Total	-	-	
15	Other Current Assets			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	Security Deposit	60.89	-	
	Balance for Revenue Authorities	3,470.16	-	
	Advances to Creditors	1,924.91	-	
	Total	5,455.96	-	
16	Revenue From Operation			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	Sale of Electrical Vehicles	523.18	-	
	Sale of Other Parts	598.47	-	
	Total	1,121.65	-	
17	Other Income			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	Interest on FD	27.70	-	
	Total	27.70	-	
18	Cost of goods bought out and other manufacturing expenses			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	Purchase	2,742.93	-	
	Freight Charges Inward	2.72	-	
	Total	2,745.64	-	
19	Changes in Inventory			
	Particulars	As at 31st March, 2023	As at 31st March, 2022	
	Opening Stock	-	-	
	Less: closing stock	1,692.50	-	
	Total	(1,692.50)	-	



NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

20 Employee benefits expense

Particulars	As at 31st March, 2023	As at 31st March, 2022
Contribution to Provident Fund & Other Funds	0.79	-
Salary and Wages	9.22	-
Total	10.01	-

21 Other expenses

Particulars	As at 31st March, 2023	As at 31st March, 2022
Bank charges	0.11	0.01
Interest on Unsecured Loan	1.90	0.03
Audit Fee	0.51	0.10
ROC Expenses	2.31	1.02
Rent Expenses	32.26	-
Professional Fees	3.81	-
Registration Charges	0.25	-
Electricity Expenses	6.75	-
Interest on TDS	0.02	-
Late Fee	0.02	-
Other expenses	2.65	0.02
Total	50.59	1.17

22 Earning Per Share (EPS)

As per Accounting standard (AS-20) On EPS issued by ICAI, the particulars for equity shareholders are as below:

Particulars	As at 31st March, 2023	As at 31st March, 2022
Net Profit after Extra Ordinary Items	26.64	(1.48)
Weighted Average No. of equity Shares	0.10	0.10
Basic Earning Per Share (EPS)	266.37	(14.80)

23 All the known and ascertained liabilities and all the accrued income and expenses relating to the year-ended 31.03.2023 have been duly accounted for in the Books of Accounts.

24 As per the management of the company, there is no contingent liability.

25 Provisions of Section 135 of the Companies Act, 2013, regarding the corporate social responsibility is not applicable to the company for the financial year 2022-23.

26 In the opinion of the board, current assets, loans and advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated and provision for all known liabilities has been made and considered adequate.

27 There is no foreign currency exposure in the Company at current year.

28 Related Party Disclosures

A) Related Parties and their Relationship

- I) Associate Company
- II) Common Director
- III) Subsidiary Company

HOP Electric Mobility Pvt Ltd
Rays Power Infra Pvt Ltd
Hop Electric Manufacturing One Pvt Ltd
Hop Electric Manufacturing Two Pvt Ltd

B) Transactions with related parties:-

by transactions with related parties:-				
S. No.	Nature of Transaction	Relationship	For the Period ended on 31st March, 2023	For the period ended on 31st March, 2022
Equity Share Capital Introduction				
1	HOP Electric Mobility Pvt Ltd	Associate Company	0.00	0.48
Equity Share Capital Induction				
2	Rays Power Infra Pvt Ltd	Common Director	0.00	0.26
Interest on Short Term Borrowing				
3	HOP Electric Mobility Pvt Ltd	Associate Company	1.90	0.03
Sundry Creditors for Expenses				
4	Rays Power Infra Pvt Ltd	Common Director	0.00	0.04
	HOP Electric Mobility Pvt Ltd	Associate Company	8.28	-
Purchase of Goods				
5	HOP Electric Mobility Pvt Ltd	Associate Company	1,425.45	
Sale of Goods				
6	HOP Electric Mobility Pvt Ltd	Associate Company	524.94	
Short Term Borrowings				
7	HOP Electric Mobility Pvt Ltd	Associate Company	15.00	1.00
Directors Remuneration				
8	Mr. Ashish Jain	Director	12.00	
	Mr. Nikhil Bhatia		12.00	
	Mr. Ketan Mehta		12.00	
Non Current Investment in Equity Shares				
10	Hop Electric Manufacturing One Pvt Ltd	Subsidiary Company	0.51	-
	Hop Electric Manufacturing Two Pvt Ltd	Subsidiary Company	0.51	-



NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

C) Balances with related parties:-

S. No.	Nature of Transaction	Relationship	For the Period ended on 31st March, 2023	For the period ended on 31st March, 2022
Equity share capital				
1	HOP Electric Mobility Pvt Ltd	Associate Company	0.48	0.48
Equity share capital				
2	Rays Power Infra Pvt Ltd	Common Director	0.26	0.26
Loans and advances taken				
3	HOP Electric Mobility Pvt Ltd	Associate Company	17.74	1.03
Sundry Creditors for Expenses				
4	Rays Power Infra Pvt Ltd	Common Director	0.04	0.04
Sundry Creditors for Expenses and goods				
5	HOP Electric Mobility Pvt Ltd	Common Director	1,474.57	-
Non Current Investment				
6	Hop Electric Manufacturing One Pvt Ltd	Subsidiary Company	0.51	-
	Hop Electric Manufacturing Two Pvt Ltd	Subsidiary Company	0.51	-
Director Remuneration Payable				
7	Ketan Mehta	Director	8.40	
	Nikhil Bhatia		8.40	
	Ashish Jain		8.40	

In Terms of our report of even date
For Gupta Bhandari and Company
Chartered Accountant
FRN: 019936C

CA Gopal Lal Gupta
(Partner)
M.No. 413401

Place: Jaipur
Date: 18/05/2023
UDIN:



For and on behalf of the Board of Directors
HOP ELECTRIC MANUFACTURING PRIVATE LIMITED

Ketan Mehta
Director
DIN: 03044292

Ashish Jain
Director
DIN: 7757655

