

## **Independent Auditors' Report**

**TO THE MEMBERS OF ALLIED NIPPON COMPONENTS LIMITED**

### **Opinion**

We have audited the accompanying (Standalone) financial statements of **ALLIED NIPPON COMPONENTS LIMITED** ("the Company") which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and 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 (Standalone) 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 31, 2021, and its Profit/Loss and its Cash Flow for the year ended on that date.

### **Basis for Opinion**

We conducted our audit in accordance with the 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 Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **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.

Reporting of Key Audit matters is not applicable to the company as it is an unlisted company.

### **Information other than the financial statements and Auditor's report thereon**

The Company's Board of Directors is responsible for the preparation and presentation of its report (hereinafter called as "Board Report") which comprises various information required under section 134(3) of the Companies Act 2013, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the Board Report 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 and, in doing so, consider whether such other information is materially inconsistent with the 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.

Branch Off. :

301-307, Chaudhary Complex,  
9, V. S. Block, Madhuban Raod,  
Shakarpur, Delhi-110092



Regd. Office :  
1269, Sector-7,  
Kurukshetra,  
Haryana-136118



### **Management's Responsibility for the (Standalone) 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 of these (Standalone) financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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.

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**

1. 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.
2. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - a. 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.
  - b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the company's internal control systems.
  - c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - d. 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.





- e. 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

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 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 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 Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 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".
  - 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 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.

For Jain Kapoor & Associates  
Chartered Accountants  
FRN 019712N

CA. Rupal Kumar Jain  
Partner

M. No.: 503081

Place of signing: New Delhi

Date: 04-09-2021

UDIN: 21503081AAAA02801





**ANNEXURE-A REFERRED TO IN THE AUDITOR'S REPORT TO THE MEMBERS OF ALLIED NIPPON COMPONENTS LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

- I. 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 in a phased manner, designed to cover all the items over a period of three years, which is in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed  
 C) According to the information and explanations given to us and on the basis of our examination of the records of the company, there is no immovable property is held in the name of the company.
- II. According to the information and explanations given to us, the company has physical verification of inventory at reasonable intervals and no material discrepancies were noticed in such verification with respect to Financial Statements.
- III. According to the information and explanations given to us, the Company has not granted loans to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013 Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company.
- IV. In our opinion and according to the information and explanations given to us, the company has not given any guarantees for loans taken by others from banks or financial institutions in compliance with the provisions of section 185 and 186 of the Companies Act, 2013 during the financial year.
- V. 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 Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- VI. The company is not required to maintain cost records as specified by the central government under sub-section (1) of section 148 of the company Act, 2013.
- VII. A) According to information and explanations 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 including Provident Fund, Employees State Insurance, Income-Tax, Goods & Service Tax, VAT, Service Tax, Excise Duty, Duty of Customs, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they become payable.  
 B) According to the information and explanation given to us, there are dues pending of income tax, sales tax (vat), outstanding on account of any dispute.

Name of the Statute	Nature of Due	Amount (Rs.) In Lakhs	Period to which the amount relates	Forum where dispute is pending
MAH. VAT	VALUE ADDED TAX	12.98	01.04.2016 to 31.03.2017	PUNE





- VIII. In our opinion and according to the information and explanations given to us, the company has not issued any debentures during the year.
- IX. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans.
- X. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- XI. Based upon the audit procedures performed and the information and explanations given by the management, no managerial remuneration has been paid or provided in books of accounts during the year;
- XII. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- XIII. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- XIV. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made private placement of shares during the year under review and the requirement of Section 42 of Companies Act, 2013 have been complied with and the amount raised has been used for the purpose for which the funds were raised.
- XV. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- XVI. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For Jain Kapoor & Associates  
Chartered Accountants  
FRN019712N

CA. Rupal Kumar Jain  
Partner  
M. No.: 503081



Place of signing: New Delhi  
Date: 04-09-2021

UDIN: 21503081AAAAC02801



**"Annexure B" to the Independent Auditor's Report of even date on the Financial Statements of ALLIED NIPPON COMPONENTS LIMITED**

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 Allied Nippon Components Limited ("the Company") as of March 31, 2021 in conjunction with our audit of the 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.

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 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 financial statements for external purposes in accordance with generally accepted accounting principles. 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 financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and





(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the 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.

**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 March 31, 2021.

For Jain Kapoor & Associates  
Chartered Accountants  
FRN019712N

CA. Rupal Kumar Jain  
Partner  
M. No.: 503081



Place of signing: New Delhi  
Date: 04-09-2021

UDIN: 21503081 AAAACO2801

**ALLIED NIPPON COMPONENTS LIMITED**

REGD. OFFICE: GA-2, BLOCK NO. B-1 EXTENSION, MOHAN CO-OP INDL ESTATE, DELHI, INDIA

CIN - U51909DL2011PLC228261

**BALANCE SHEET AS AT MAR 31, 2021**

		Amount in INR	
Particulars	Schedule No.	As At 31.03.2021	As At 31.03.2020
<b>I EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	2	2,40,00,000	2,40,00,000
(b) Reserves and surplus	3	(26,63,611)	(68,61,822)
		<b>2,13,36,389</b>	<b>1,71,38,178</b>
<b>2 Non-current liabilities</b>		-	-
<b>3 Current liabilities</b>			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
- Total Outstanding dues of micro enterprises and small enterprises	5	72,709	-
- Total Outstanding dues of creditors other than micro enterprises and small enterprises		2,89,025	2,42,259
(c) Other current liabilities & short term provisions	6	5,76,126	25,34,042
		9,37,860	27,76,301
<b>TOTAL</b>		<b>2,22,74,249</b>	<b>1,99,14,479</b>
<b>II ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Fixed assets			
(i) Tangible assets	7	1,41,007	1,73,349
(ii) Intangible assets		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)	4	10,313	11,426
(d) Long-term loans and advances	8	1,03,500	1,03,500
(e) Other non-current assets		-	-
		2,54,820	2,88,275
<b>2 Current assets</b>			
(a) Inventories	9	12,19,095	12,32,517
(b) Trade receivables	10	6,73,946	1,00,35,133
(c) Cash and cash equivalents	11	1,54,40,531	31,28,219
(d) Short-term loans and advances		-	-
(e) Other current assets	12	46,85,857	52,30,334
		2,20,19,429	1,96,26,203
<b>TOTAL</b>		<b>2,22,74,249</b>	<b>1,99,14,479</b>

**Summary of significant accounting policies**

The notes referred above form an integral part of the financial statements.

This is the Balance Sheet referred to in our report of even date.

**For Jain Kapoor & Associates**
**Chartered Accountants**
**FRN 019712N**

 CA. Rupal Kumar Jain  
Partner

Membership No. 503081

Place : New Delhi

Date : 04.09.2021



1

**For and on behalf of Board of Directors  
of Allied Nippon Components Limited**

 Vikas Uppal  
Director  
DIN : 01726183

 C P Verma  
Director  
DIN : 08268253

UDIN: 21503081 AAAA CO 2801



**ALLIED NIPPON COMPONENTS LIMITED**  
**REGD. OFFICE: GA-2, BLOCK NO. B-1 EXTENSION, MOHAN CO-OP INDL ESTATE, DELHI, INDIA**  
**CIN - U51909DL2011PLC228261**  
**STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MAR 31, 2021**

		Amount in INR	
Particulars	Note No.	For the year ended 31.03.2021	For the year ended 31.03.2020
I Revenue From Operations	13	78,52,208	1,60,99,440
II Other income	14	2,33,443	54,883
<b>III Total Revenue (I +II)</b>		<b>80,85,651</b>	<b>1,61,54,323</b>
IV Expenses:			
Cost of materials consumed	15	4,79,260	8,77,461
Changes in inventories of finished goods and work-in-progress		-	-
Employee benefits expense	16	1,66,629	25,59,460
Finance costs	17	256	232
Depreciation and amortization expense	7	32,342	41,512
Other administrative & operational expenses	18	32,07,840	43,11,651
<b>Total expenses</b>		<b>38,86,327</b>	<b>77,90,315</b>
<b>V Profit before exceptional and extraordinary items and tax (IV-V)</b>		<b>41,99,324</b>	<b>83,64,007</b>
VI Exceptional items		-	-
<b>VII Profit before extraordinary items and tax (VI-VII)</b>		<b>41,99,324</b>	<b>83,64,007</b>
VIII Extraordinary Items(PRE-PERIOD)		-	-
<b>IX Profit before tax (VII-VIII)</b>		<b>41,99,324</b>	<b>83,64,007</b>
X Tax expense:			
(1) Current tax		6,55,096	17,21,883
(2) MAT credit entitlement		(6,55,096)	(17,21,883)
(3) Deferred tax		1,113	1,231
(4) Current tax of earlier years		(4,82,158)	-
(5) MAT credit entitlement of earlier years		4,82,158	-
<b>XI Profit (Loss) for the period from continuing operations (IX-X)</b>		<b>41,98,211</b>	<b>83,62,776</b>
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
<b>XIV Profit/(loss) from Discontinuing operations (after tax) (XI-XII-XIII)</b>		<b>-</b>	<b>-</b>
XV Transfer to General Reserve		-	-
<b>XVI Profit (Loss) for the period (XIV-XV)</b>		<b>41,98,211</b>	<b>83,62,776</b>
XVII Earnings per equity share:			
- Basic/Diluted Earning Per Share of Rs. 10 Each		1.75	3.48

The notes referred above form an integral part of the financial statements.  
This is the Statement of Profit & Loss referred to in our report of even date.

**For Jain Kapoor & Associates**  
**Chartered Accountants**  
**FRN 019712N**

CA.Rupal Kumar Jain  
Partner  
Membership No. 503081  
Place : New Delhi  
Date : 04.09.2021



**For and on behalf of Board of Directors**  
**of Allied Nippon Components Limited**

Vikas Uppal  
Director  
DIN : 01726183

C P Verma  
Director  
DIN : 08268253

UDIN: 21503081 AAAAC02801



**ALLIED NIPPON COMPONENTS LIMITED**

REGD. OFFICE: GA-2, BLOCK NO. B-1 EXTENSION, MOHAN CO-OP INDL ESTATE, DELHI, INDIA

CIN - U51909DL2011PLC228261

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021**

	Particulars	For the year ended 31.03.2021	For the year ended 31.03.2020
<b>A.</b>	<b>Cash Flow from Operating Activities</b>		
	Net Profit before tax and extraordinary items	41,99,324	83,64,007
	<b>Adjustments for:</b>		
	Depreciation and amortization expense	32,342	41,512
	Interest Income	(2,33,443)	-
	<b>Operating profit before working capital changes</b>	<b>39,98,223</b>	<b>84,05,519</b>
	<b>Changes in working capital :</b>		
	Decrease / (Increase) in Inventories	13,422	0
	Decrease / (Increase) in Trade Receivables	93,61,187	(93,94,077)
	Decrease / (Increase) in Other Current Assets	9,77,689	12,63,380
	(Decrease) / Increase in Trade Payables	1,19,476	9,00,965
	(Decrease) / Increase in Other Current Liabilities	(18,29,871)	16,06,344
	Direct Tax Paid	(5,61,258)	(15,00,000)
	<b>Net Cash from Operating Activities</b>	<b>1,20,78,867</b>	<b>12,82,132</b>
<b>B.</b>	<b>Cash Flow from Investing Activities</b>		
	Purchase of Fixed Assets	-	-
	Interest on Fixed Deposit	2,33,443	-
	<b>Net Cash from Investing Activities</b>	<b>2,33,443</b>	<b>-</b>
<b>C.</b>	<b>Cash Flow from Financing Activities</b>		
	Issue of Share Capital	-	-
	<b>Net Cash from Financing Activities</b>	<b>-</b>	<b>-</b>
	<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>1,23,12,311</b>	<b>12,82,132</b>
	Cash & Cash Equivalents at the beginning of Period	31,28,219	18,46,087
	Cash & Cash Equivalents at the end of period	1,54,40,531	31,28,219
	<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>1,23,12,311</b>	<b>12,82,132</b>

As per separate report of even date attached

**For Jain Kapoor & Associates**  
Chartered Accountants  
FRN 019712N

CA. Rupal Kumar Jain  
Partner  
Membership No. 503081  
Place : New Delhi  
Date : 04.09.2021



**For and on behalf of Board of Directors  
of Allied Nippon Components Limited**

Vikas Uppal  
Director  
DIN : 01126183

C P Verma  
Director  
DIN : 08268253

UDIN :- 21503081 AAAAC02801



ALLIED NIPPON COMPONENTS LIMITED  
CIN : U51909DL2011PLC228261

REGD. OFFICE: GA-2, BLOCK NO. B-1 EXTENSION, MOHAN CO-OP INDL ESTATE, DELHI, INDIA

## SIGNIFICANT ACCOUNTING POLICIES FOR THE FINANCIAL YEAR 2020-2021

### SCHEDULE: 1

#### Nature of Operations:

Allied Nippon Components Limited ("the Company") was established as a Limited Company on December 5<sup>th</sup>, 2011 under the Companies Act, 1956. The company is wholly subsidiary of Allied Nippon Private Limited ("the Holding Company") and mainly engaged in the trading activities of automobiles and spare parts of different vehicles.

#### Accounting Policies, Notes to Accounts and Additional Information:

##### 1. Accounting Policy:

The accounts have been prepared to comply in all material aspects with applicable accounting principles in India, the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014 and the relevant provisions of the Companies Act, 2013, as applicable. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

##### 2. Use of Estimates:

The preparation of financial statements is 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 results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

##### 3. Fixed Assets and Depreciation:

- i. Tangible fixed assets are stated at net cost i.e. the cost of acquisition less any portion of cost of asset met out, paid or incurred by any other person. The cost of acquisition is inclusive of freight, CENVAT, other duties and taxes and other incidental expenditure of capital nature attributable to bringing the asset to the working condition for its intended use.
- ii. Depreciation is charged on pro-rata basis on written down value of the asset in accordance useful life prescribed in schedule II of the Companies Act' 2013 on all fixed assets.

##### 4. Impairment of Asset:

At each Balance Sheet date, the carrying amount of assets is reviewed for impairment so as to determine:

- i. The provision for impairment loss, if any required and
  - ii. The reversal, if any required of impairment loss recognized in previous periods.
- Impairment loss is recognized when the carrying amount of an asset exceeds its recoverable amount. In respect of the period under reporting the management does not consider necessary in these accounts on account of impairment of assets.





5. Inventory Valuation:

Finished Goods: At adjusted selling price less appropriate share of overheads and indirect expenses. (Method of Valuation FIFO).

Indirect Expenses (like interest, administrative selling and distribution overheads) which are not directly incurred in bringing the inventories to the present state are excluded from valuation.

6. Employee Benefits:

Short Term Employee Benefits

Short-term employee benefits are recognized in the year during which the services have been rendered

7. Revenue Recognition:

- i. Sale is recognized at the point of dispatch to customer's destination from the godown which is as per the guideline prescribed as per AS-9.
- ii. Revenue is recognized based on the nature of activity when consideration can be reasonably measured and there exists reasonable certainty of its recovery.
- iii. Gross Receipts excluding the amount of GST Charged.

8. Preliminary and Preoperative Expenses:

Preoperative and preliminary expenses are written off in the period under reporting however the same shall be allowed in the period of 5 years commencing from the year in which project is instigated under the I.T. Act resulting in timing difference.

9. Taxes on Income:

- i. Tax expense for the year, comprising current tax and deferred tax is considered in determining the net profit/(loss) for the year.
- ii. The provision for liability estimated to arise on the results for the year at the current rate of tax in accordance with the provisions of the Income Tax Act- 1961.
- iii. Deferred tax is recognized, subject to consideration of prudence, on timing difference. Deferred tax assets are recognized only up to the extent that there is reasonable certainty that sufficient taxable profits shall be available against which such deferred tax assets can be realized.
- iv. Deferred tax assets and liabilities are measured in accordance with the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.





**ALLIED NIPPON COMPONENTS LIMITED**

REGD. OFFICE: GA-2, BLOCK NO. B-1 EXTENSION, MOHAN CO-OP INDL ESTATE, DELHI, INDIA

CIN - U51909DL2011PLC228261

**NOTES FORMING PART OF BALANCE SHEET**

(all values in Rupees, except otherwise stated)

**2 Share Capital**

- a) The Company has only one class of share capital having a par value of Rs. 10 per share, referred to herein as equity share.

Particulars	As at Mar 31, 2021		As at Mar 31, 2020	
	Number	Amount (Rs.)	Number	Amount (Rs.)
<b>Authorized Share Capital</b> Equity Shares of Rs. 10 each No. of shares (Previous year: 25,00,000) Equity shares of Rs. 10 each.	25,00,000	2,50,00,000	25,00,000	2,50,00,000
<b>Issued, Subscribed and Fully paid up Share Capital</b> Equity Shares of Rs.10 each No. of shares (Previous year: 24,00,000) Equity shares of Rs. 10 each.	24,00,000	2,40,00,000	24,00,000	2,40,00,000
<b>Issued, subscribed and Partly up capital:</b> Equity Shares of Rs. 10 each No. of shares (Previous year: Nil) equity shares of Rs. Nil each fully paid up.	-	-	-	-
<b>Paid Up Share Capital</b> Equity Shares of Rs.10 each No. of shares (Previous year: 24,00,000) Equity shares of Rs. 10 each.	24,00,000	2,40,00,000	24,00,000	2,40,00,000
<b>Total</b>	<b>24,00,000</b>	<b>2,40,00,000</b>	<b>24,00,000</b>	<b>2,40,00,000</b>

- b) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	Equity Shares			
	As at Mar 31, 2021		As at Mar 31, 2020	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Shares outstanding at the beginning of the year	24,00,000	2,40,00,000	24,00,000	2,40,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Any other movement (please specify)	-	-	-	-
Shares outstanding at the end of the year	24,00,000	2,40,00,000	24,00,000	2,40,00,000

- c) **Terms & rights attached to equity shares**

The company has only one class of equity share having par value of Rs.10 per share. Each holder of the equity share is entitled to one vote per share. In the liquidation of the company, the holders of the equity shares will be entitled to receive the remaining assets of the company, after distribution of all preferential amounts.





**ALLIED NIPPON COMPONENTS LIMITED**

REGD. OFFICE: GA-2, BLOCK NO. B-1 EXTENSION, MOHAN CO-OP INDL ESTATE, DELHI, INDIA

CIN - U51909DL2011PLC228261

NOTES FORMING PART OF BALANCE SHEET

**d) Shares held by its holding company, ultimate holding company and their subsidiaries/associates**

Particulars	Nature of Relationship	As at Mar 31, 2021	As at Mar 31, 2020
<b>Equity Shares</b>			
Allied Nippon Private Limited	Holding Company	24,00,000	24,00,000

e) Aggregate number of shares issued for consideration other than cash during the period of five years immediately preceding the reporting date NIL NIL

f) Aggregate number of Bonus shares issued during the period of five years immediately preceding the reporting date NIL NIL

**g) Details of shareholders holding more than 5% shares in the company**

Name of Shareholder	Equity Shares			
	As at Mar 31, 2021		As at Mar 31, 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Allied Nippon Private Limited	23,99,994	100.00%	2399994	100.00%
Allied Nippon Private Limited*	6	0.00%	6	0.00%

\* These shares are held by nominees on behalf of Allied Nippon Private Limited

h) Aggregate number of shares on which calls are unpaid during the reporting period or immediately preceding reporting period. (Partly paid up shares, calls not yet made by the company) NIL NIL

i) Aggregate number of shares forfeited during the reporting period or immediately preceding reporting period. NIL NIL

**For Jain Kapoor & Associates****Chartered Accountants**

FRN 019712N

CA. Rupal Kumar Jain  
Partner  
Membership No. 503081



Place : New Delhi

Date : 04.09.2021

**For and on behalf of Board of Directors  
of Allied Nippon Components Limited**

Vikas Uppal  
Director  
DIN : 01726183

C P Verma  
Director  
DIN : 08268253

UDIN: 21503081 AAAA CO 2801



**ALLIED NIPPON COMPONENTS LIMITED**
**REGD. OFFICE: GA-2, BLOCK NO. B-1 EXTENSION, MOHAN CO-OP INDL ESTATE, DELHI, INDIA**
**CIN - U51909DL2011PLC228261**
**NOTES FORMING PART OF BALANCE SHEET**
*(all values in Rupees, except otherwise stated)*
**3 Reserves & Surplus**

Particulars	As at Mar 31, 2021	As at March 31, 2020
<b>Surplus/(deficit) in the statement of profit and loss</b>		
Opening balance	(68,61,822)	(1,52,24,599)
(+) Net Profit/(Net Loss) for the current year	41,98,211	83,62,776
Closing Balance	<b>(26,63,611)</b>	<b>(68,61,822)</b>
<b>Total</b>	<b>(26,63,611)</b>	<b>(68,61,822)</b>

**4 Deferred Tax Liabilities/(Assets) (Net)**

Particulars	As at Mar 31, 2021	As at March 31, 2020
<b>Deferred tax liability</b>		
<b>Total (A)</b>	-	-
<b>Deferred tax assets</b>		
Balance b/f from previous period	11,426	12,657
Unabsorbed losses and depreciation	(1,113)	(1,231)
<b>Total (B)</b>	<b>10,313</b>	<b>11,426</b>
<b>Net deferred tax liabilities/(assets) (A - B)</b>	<b>(10,313)</b>	<b>(11,426)</b>

\* In accordance with Accounting Standard 22 on 'Accounting for Taxes on Income' the net decrease in deferred tax assets of Rs. 10,313 has been charged in the Statement of Profit and Loss.

**5 Trade payables**

Particulars	As at Mar 31, 2021	As at March 31, 2020
<b>Trade payables*</b>		
- Total Outstanding dues of micro enterprises and small enterprises	72,709	
- Total Outstanding dues of creditors other than micro enterprises and small enterprises	2,89,025	2,42,259
<b>Total</b>	<b>3,61,734</b>	<b>2,42,259</b>

\* Trade payables are subject to confirmation from respective parties.

The details of amount outstanding to Micro, Small and Medium Enterprises based on available information with the company is as under:

Particulars	As at Mar 31, 2021	As at March 31, 2020
Principal amount due and remaining unpaid	72,709	-
Interest due on above and the unpaid Interest	-	-
Interest paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding years	-	-

**6 Other current liabilities & provisions**

Particulars	As at Mar 31, 2021	As at March 31, 2020
Provisions for Income Tax (Net of Advance tax)	93,838	2,21,883
Payable to employees	14,170	13,554
Expense payable	35,000	54,531
Government Dues	2,98,152	8,27,135
TDS Payable	4,423	-
Security Deposit from customer	75,000	1,00,000
Advance from customer	55,543	13,16,940
<b>Total</b>	<b>5,76,126</b>	<b>25,34,042</b>





7 Property Plant & Equipment, Intangible and CWIP

S.NO.	PARTICULARS	GROSS BLOCK			ACCUMULATED DEPRECIATION			WRITTEN DOWN VALUE	
		As at 01.04.2020	Additions during the year	Deletion during the year	As at 31.03.2021	For the Year	Deletion during the year	As at 31.03.2021	As at 31.03.2020
1	Plant & Machinery	2,71,360	-	-	2,71,360	30,988	-	1,31,142	1,71,206
2	Printer & Computer	41,950	-	-	41,950	1,354	-	790	2,144
	<b>TOTAL</b>	<b>3,13,310</b>	<b>-</b>	<b>-</b>	<b>3,13,310</b>	<b>32,342</b>	<b>-</b>	<b>1,72,303</b>	<b>1,73,349</b>



**ALLIED NIPPON COMPONENTS LIMITED**

REGD. OFFICE: GA-2, BLOCK NO. B-1 EXTENSION, MOHAN CO-OP INDL ESTATE, DELHI, INDIA

CIN - U51909DL2011PLC228261

**NOTES FORMING PART OF BALANCE SHEET**

(all values in Rupees, except otherwise stated)

**8 Long-Term Loans and advances**

Particulars	As at Mar 31, 2021	As at March 31, 2020
Capital advances	-	-
Total (A)	-	-
Security deposit		
Unsecured, considered good	1,03,500	1,03,500
Total (B)	1,03,500	1,03,500
Other loans and advances	-	-
Total (C)	-	-
Total (A+B+C)	1,03,500	1,03,500

**9 Inventories\***

Particulars	As at Mar 31, 2021	As at March 31, 2020
Finished Goods	12,19,095	12,32,517
Total	12,19,095	12,32,517

\* As per inventories taken, valued in terms of accounting policy no. 5 and certify by the management.

**10 Trade receivables**

Particulars	As at Mar 31, 2021	As at March 31, 2020
Outstanding for a period exceeding six months from the date they are due for payment		
- Unsecured and considered good	6,73,946	19,35,133
- Unsecured and considered doubtful	-	-
Total (A)	6,73,946	19,35,133
Other receivables		
- Unsecured and considered good-	-	81,00,000
Less: Provision for doubtful debts	-	-
Total (B)	-	81,00,000
Total (A+B)	6,73,946	1,00,35,133





**ALLIED NIPPON COMPONENTS LIMITED**

REGD. OFFICE: GA-2, BLOCK NO. B-1 EXTENSION, MOHAN CO-OP INDL ESTATE, DELHI, INDIA

CIN - U51909DL2011PLC228261

**NOTES FORMING PART OF BALANCE SHEET**

(all values in Rupees, except otherwise stated)

**11 Cash and Bank Balances**

Particulars	As at Mar 31, 2021	As at March 31, 2020
<b>Cash and cash equivalents</b>		
Balances with banks		
- Current accounts	1,54,40,531	31,28,219
- Cash in hand	-	-
<b>Total (A)</b>	<b>1,54,40,531</b>	<b>31,28,219</b>
Other bank balances		
- Deposits with banks	-	-
<b>Total (B)</b>	<b>-</b>	<b>-</b>
Total (A+B)	<b>1,54,40,531</b>	<b>31,28,219</b>
Less: Shown as other non-current	-	-
<b>Total</b>	<b>1,54,40,531</b>	<b>31,28,219</b>

**12 Other current assets**

Particulars	As at Mar 31, 2021	As at March 31, 2020
VAT/GST Input Credit	12,84,089	12,43,278
Advance to Creditors	-	10,18,415
Advance to Employees	1,672	1,757
Advance Tax	5,13,786	2,53,511
MAT credit entitlement	28,86,310	27,13,372
<b>Total</b>	<b>46,85,857</b>	<b>52,30,334</b>

**13 Revenue from operations**

Particulars	As at Mar 31, 2021	As at March 31, 2020
Sale of Products	6,02,208	10,99,440
Sale of Services	72,50,000	1,50,00,000
<b>Revenue from operation (net)</b>	<b>78,52,208</b>	<b>1,60,99,440</b>

**14 Other income**

Particulars	As at Mar 31, 2021	As at March 31, 2020
Other Income	-	54,883
Interest received on fixed Deposit	2,33,443	-
<b>Total</b>	<b>2,33,443</b>	<b>54,883</b>

**15 Cost of materials consumed**

Particulars	As at Mar 31, 2021	As at March 31, 2020
Opening Stock	11,36,113	11,15,874
Add : Purchases during the year	4,73,860	8,97,700
Less : Closing Stock	11,30,713	11,36,113
<b>Total</b>	<b>4,79,260</b>	<b>8,77,461</b>



**ALLIED NIPPON COMPONENTS LIMITED**

REGD. OFFICE: GA-2, BLOCK NO. B-1 EXTENSION, MOHAN CO-OP INDL ESTATE, DELHI, INDIA

CIN - U51909DL2011PLC228261

**NOTES FORMING PART OF BALANCE SHEET***(all values in Rupees, except otherwise stated)***16 Employee benefits expenses**

Particulars	As at Mar 31, 2021	As at March 31, 2020
Salaries & Incentives	1,66,629	25,59,350
Staff welfare expenses	-	110
<b>Total</b>	<b>1,66,629</b>	<b>25,59,460</b>

**17 Finance cost**

Particulars	As at Mar 31, 2021	As at March 31, 2020
Bank Charges	256	232
<b>Total</b>	<b>256</b>	<b>232</b>

**18 Other administrative & operational expenses**

Particulars	As at Mar 31, 2021	As at March 31, 2020
<b>Direct Expenses</b>		
Freight Inward	10,606	8,570
	<b>10,606</b>	<b>8,570</b>
<b>Other Expenses</b>		
Auditor Remuneration	60,000	60,000
Fees & License	4,383	2,502
Electricity Expenses	2,085	2,030
Rent, Rates and Taxes	1,44,000	1,44,000
Retainership fees	-	10,800
Miscellaneous Expense	13,804	11,053
Legal & Professional Expenses	18,95,007	39,56,630
Fees and Taxes	55,441	-
Write off/ write back	9,91,853	-
Rate & Taxes	-	55,866
Festival Expenses	1,000	1,000
	<b>31,67,573</b>	<b>42,43,881</b>
<b>Selling and Distribution Expenses</b>		
Consumption of packing material	23,229	22,439
Forwarding Expenses	6,432	36,761
	<b>29,661</b>	<b>59,200</b>
<b>Total</b>	<b>32,07,840</b>	<b>43,11,651</b>





## NOTES TO ACCOUNTS FOR THE FINANCIAL YEAR 2020-2021

### 19. Earnings per Share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

Particulars	Year ended 31.03.2021	Year ended 31.03.2020
Profit / (Loss) after tax (Rs.)	41,98,211	83,62,776
No. of Equity Shares (face value (Rs.) 10/- per share)	2400000	2400000
Earnings Per Share (Rs.)	1.75	3.48

### 20. Provisions and Contingencies

A provision is recognized when there is present obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligations and in respect of which reliable estimates can be made. Provisions except those disclosed elsewhere in the notes to financial statements are not discounted to its present value and are determined based on best estimated amounts required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

### 21. Micro and Small Entities

The particulars required to be disclosed under the Micro, Small and Medium Enterprises Act, 2006 (MSMED Act) in respect of principal amount remaining unpaid to any supplier as at the end of the year, amount due to the suppliers beyond the appointed day during the year, amount of interest if any, accrued and remaining unpaid as at the end of the year etc. could not be disclosed for want of information whether sundry creditors include dues payable to any such undertakings. The Company has initiated the exercise of identifying the status of the suppliers as required under MSMED Act where supplier confirmations are awaited.

### 22. Additional Information:

There was no employee of the company who is covered under rule 5 sub rule (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

#### i. Auditor's Remuneration:

For Statutory Audit Fee - Rs.60,000/- (excluding of GST).

### 23. Related Party Disclosure:

There are related party transactions in terms of Accounting Standard (AS-18). (As identified and certified by the management).

#### Allied Nippon Private Ltd, India (Holding Company)

Particulars	Amount
Opening Balance	(4,53,984)
Rent	(1,69,920)
Payment / (Receipt)	3,53,419
Closing Balance	2,70,485



**T & T Motors Pvt Ltd, India (Enterprises over which KMP having significant influence)**

Particulars	Amount
Opening Balance	81,00,000
Sales of Services	85,55,000
Payment	1,66,55,000
Closing Balance	-

**24. Recast / Regroup**

The current year balance sheet has been drawn in accordance with Schedule III of the Companies Act, 2013. Therefore, previous year's figures have been re-casted / regrouped wherever found necessary to make them comparable with those of current year.

25. Figures have been rounded off to the nearest rupee.

For Jain Kapoor & Associates  
Chartered Accountants  
FRN019712N

CA. Rupal Kumar Jain  
Partner  
M.No. 503081



Place: New Delhi  
Date : 04.09.2021

UDIN: 21503081AAAA CO 2801

For and on behalf of the Board of Directors  
Allied Nippon Components Ltd.

Vikas Uppal  
Director  
DIN: 01726183

C P Verma  
Director  
DIN: 08268253