



# JHAWAR MANTRI & ASSOCIATES

## CHARTERED ACCOUNTANTS

217, Great Eastern Galleria,  
Plot No. 20, Sector 4,  
Nerul, Navi Mumbai,  
Maharashtra - 400 706.

Tel. : 022-27721467  
Telefax : 022-27721557  
email : [accounts@jhawarmantri.com](mailto:accounts@jhawarmantri.com)  
Website : [jhawarmantri.com](http://jhawarmantri.com)

### INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

#### TO THE MEMBERS OF LIBERTY CHEMICALS PRIVATE LIMITED

#### Report on the Audit of the Financial Statements

##### Opinion

We have audited the accompanying Financial Statements of **Liberty Chemicals Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement for the year then ended and notes to financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Financial Statements").

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 (the 'Act'), in the manner so required and give a true and fair view in conformity with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2020, total comprehensive income (comprising of loss and other comprehensive income), the changes in equity and its cash flow 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) 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 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 ('ICAI') together with ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and Code of Ethics. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

##### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no key audit matters to be communicated in our report.

##### 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 information included in the Annual Report 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 and, in doing so, consider whether the 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.

### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flow of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors is 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 Standards on Auditing, 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 financial 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 explaining our opinion on whether the Company has adequate internal financial controls system 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 the 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

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

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 (the "Order"), 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'** statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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, Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity 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 Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.



- e. On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act;
- f. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, there is no remuneration paid by the Company to its directors during the year.

- 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 did not have any pending litigation 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; and
  - iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2020.

For Jhavar Mantri & Associates  
Chartered Accountants  
Firm Registration Number: 113221W

*N Jhavar*  
Naresh Jhavar  
Partner  
Membership No. 045145  
UDIN: 20045145AAAAC7313



Place: Navi Mumbai  
Date: June 30, 2020



## 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)
  - (a) The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment.
  - (b) As company has only land and capital work-in-progress as its property, plant and equipment no physical verification has been carried out.
  - (c) The title deeds of immovable properties, as disclosed in Note 2 on property, plant and equipment to the standalone financial statements, are held in the name of the Company.
- 2) The Company. does not have any inventories during the year, hence question of physical verification, procedures thereof and maintenance of records doesn't arise.
- 3) The Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3 (iii) (a), (b) and (c) of the said Order are not applicable to the Company.
- 4) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act 2013, with respect to Loans and Advances made, guarantee given and investments made.
- 5) The Company has not accepted any deposits during the year from the public covered under Sections 73 to 76 of the Companies Act 2013.
- 6) As informed to us, the Central Government has not prescribed maintenance of cost records under section 148(1) of the Act.
- 7) According to the information and explanations given to us, in respect of statutory dues:
  - (a) The Company is regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, Goods and Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues applicable to it to the appropriate authorities.
  - (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, Goods and Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2020 for a period of more than six months from the date they became payable.
  - (c) There were no dues of Income-tax, Sales Tax, Service Tax, Goods and Service Tax, Customs Duty, Excise Duty, and Value Added Tax which have not been deposited as on March 31, 2020 on account of disputes.
- 8) According to the records of the Company examined by us and the information and explanations provided to us, the Company has not defaulted in repayment of loans or borrowings to any Financial Institutions or Banks or dues to debenture holders as at the Balance Sheet date.
- 9) In our opinion, and according to the information and explanations given to us, the company has not raised any money by way of term loans or initial public offer or further public offer including debt instruments during the year.



- 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 Company has not paid/provided any managerial remuneration during the year.
- 12) The company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, accordingly, paragraph 3(xii) of the Order is not applicable.
- 13) The Company has entered into transactions with related parties in compliance with sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required by applicable Ind AS.
- 14) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Accordingly, paragraph 3(xiv) of the Order is not applicable.
- 15) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable.
- 16) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the Company.

For Jhawar Mantri & Associates  
Chartered Accountants  
Firm Registration Number: 113221W

*N Jhawar*  
Naresh Jhawar  
Partner  
Membership No. 045145  
UDIN: 20045145AAAACT7313



Place: Navi Mumbai  
Date: June 30, 2020



## LIBERTY CHEMICALS PRIVATE LIMITED

## BALANCE SHEET AS AT MARCH 31, 2020

Rs in Lakhs

Particulars	Note No.	As at March 31, 2020	As at March 31, 2019
<b>I. ASSETS</b>			
<b>1. Non-current assets</b>			
(a) Property, Plant and Equipment	2	171.46	171.46
(b) Capital Work -in- Progress	3	120.85	120.85
(c) Goodwill		-	-
(d) Other Intangible assets		-	-
(e) Intangible Assets under Development		-	-
(f) Financial assets		-	-
(i) Investments		-	-
(ii) Loans		-	-
(iii) Other Financial Assets	4	72.74	72.74
		<u>365.05</u>	<u>365.05</u>
<b>2. Current assets</b>			
(a) Inventories		-	-
(b) Financial assets		-	-
(i) Investments		-	-
(ii) Trade receivables		-	-
(iii) Cash and Cash Equivalents	5	0.80	1.02
(iv) Bank Balances Other Than Cash And Cash Equivalents		-	-
(v) Other financial Assets		-	-
(c) Other Current Assets	6	0.20	-
		<u>1.00</u>	<u>1.02</u>
<b>TOTAL ASSETS</b>		<u><b>366.05</b></u>	<u><b>366.07</b></u>
<b>II. EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity share capital	7	186.00	186.00
(b) Other equity	8	56.41	64.11
		<u>242.41</u>	<u>250.11</u>
<b>LIABILITIES</b>			
<b>1. Non-Current Liabilities</b>			
(a) Provisions		-	-
(b) Deferred Tax Liabilities (net)	9	0.12	0.12
(c) Other Non Current Liabilities	10	67.53	67.53
<b>2. Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	11	48.89	47.65
(ii) Trade Payables		-	-
(a) Total Outstanding Dues of Micro & Small Enterprises		-	-
(b) Total Outstanding Dues of Creditors other than Micro & Small Enterprises		-	-
(iii) Other Financial Liabilities	12	7.10	0.66
(b) Other Current Liabilities		-	-
(c) Provisions		-	-
(d) Other Current Tax Liabilities ( Net)		-	-
		<u>123.64</u>	<u>115.96</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>366.05</b></u>	<u><b>366.07</b></u>
Significant Accounting Policies	1		
Notes on Financial Statements	2 to 16		

The accompanying notes are an integral part of Financial Statements

In terms of our report of even date attached

For Jhawar Mantri & Associates  
Chartered Accountants  
Firm Registration No. 113221W

  
Naresh Jhawar  
Partner  
Membership No. 045145  
UDIN: 20045145AAAAC7313  
Place: Mumbai  
Date: 30th June 2020



For and on behalf of Board of Directors

  
Basant Kabra  
Director  
DIN: 00176807

Place: Mumbai  
Date: 30th June 2020

  
Shiva Kabra  
Director  
DIN: 00190173

## LIBERTY CHEMICALS PRIVATE LIMITED


## STATEMENT OF PROFIT &amp; LOSS FOR THE YEAR ENDED MARCH 31, 2020

Rs in Lakhs

Particulars	Note No.	2019-20		2018-19	
		(April- March)		(April- March)	
I. Revenue from operations		-	-	-	-
II. Other income		-	-	-	-
III. Total Income (I + II)		-	-	-	-
<b>IV. EXPENSES</b>		-	-	-	-
Cost of Material consumed		-	-	-	-
Purchase of Stock-in-Trade		-	-	-	-
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade		-	-	-	-
Manufacturing & Operating Costs		-	-	-	-
Employee Benefits expense		-	-	-	-
Finance costs	13	0.01	0.01	-	0.01
Depreciation and Amortization expense		-	-	-	-
Other expenses	14	7.69	7.69	7.93	7.93
<b>Total Expenses (IV)</b>		<b>7.70</b>	<b>7.70</b>	<b>7.94</b>	<b>7.94</b>
<b>V. Profit before Exceptional Items &amp; Tax(III-IV)</b>		<b>(7.70)</b>	<b>(7.70)</b>	<b>(7.94)</b>	<b>(7.94)</b>
VI. Exceptional Items		-	-	-	-
<b>VII. Profit/Loss Before Tax ( V - VI )</b>		<b>(7.70)</b>	<b>(7.70)</b>	<b>(7.94)</b>	<b>(7.94)</b>
VIII. Tax Expense :		-	-	-	-
(1) Current Tax		-	-	-	-
(2) Deferred Tax		-	-	-	-
<b>Total Tax Expenses (VIII)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
IX Profit for the year from continuing operations (VII-VIII)		<b>(7.70)</b>	<b>(7.70)</b>	<b>(7.94)</b>	<b>(7.94)</b>
<b>X. OTHER COMPREHENSIVE INCOME</b>					
(i) Items that will not be reclassified to profit or loss					
(1) Remeasurement of net defined benefit plans		-	-	-	-
(2) Income tax relating to above item		-	-	-	-
<b>Total other comprehensive Income( X)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XI Total Comprehensive Income for the year</b>		<b>(7.70)</b>	<b>(7.70)</b>	<b>(7.94)</b>	<b>(7.94)</b>
XII. Earnings per equity share of Rs. 10 each :	15				
Basic (Rs.)		(0.41)	(0.41)	(0.43)	(0.43)
Diluted (Rs.)		(0.41)	(0.41)	(0.43)	(0.43)
Significant Accounting policies	1				
Notes on financial statements	2 to 16				
The accompanying notes are an integral part of Financial Statements					

In terms of our report attached

For Jhavar Mantri & Associates  
Chartered Accountants  
Firm Registration No. 113221W

  
Naresh Jhavar  
Partner  
Membership No. 045145  
UDIN: 20045145AAAACT7313



For and on behalf of Board of Directors

  
Basant Kabra  
Director  
DIN: 00176807

  
Shiva Kabra  
Director  
DIN: 00190173



LIBERTY CHEMICALS PRIVATE LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2020

Equity Share Capital

Description	Notes	Rs. In Lakhs Amount
As at April 01, 2018	6	186.00
Changes in Equity Share Capital		-
As at March 31, 2019		186.00
Changes in Equity Share Capital		-
As at March 31, 2020		186.00

Other Equity

Description	Notes	Rs. In Lakhs	
		Securities Premium Reserve	Retained Earning
As at April 01, 2018	7	185.00	(112.95)
Profit (Loss) for the Year		-	(7.94)
As at March 31, 2019		185.00	(120.89)
Profit (Loss) for the Year		-	(7.70)
As at March 31, 2020		185.00	(128.59)

Significant Accounting Policies 1  
Notes on Financial Statements 2 to 15


The accompanying notes are an integral part of Financial Statements

In terms of our report of even date attached

For Jhawar Mantri & Associates

Chartered Accountants

Firm Registration No. 113221W

  
Naresh Jhawar  
Partner  
Membership No. 045145  
UDIN: 20045145AAAAC7313  
Place: Mumbai  
Date: 30th June 2020



For and on behalf of Board of Directors

  
Basant Kabra  
Director  
DIN: 00176807

  
Shiva Kabra  
Director  
DIN: 00190173

Place: Mumbai  
Date: 30th June 2020

## LIBERTY CHEMICALS PRIVATE LIMITED

## STATEMENT OF CASH FLOW FOR THE YEAR ENDED ON MARCH 31, 2020

PARTICULARS	Rs. In Lakhs	
	2019-20	2018-19
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net Profit before tax as per Statement of Profit and Loss	(7.70)	(7.94)
Adjusted for :		
Depreciation and Amortisation (Net)		
Profit/Loss of Sale of Fixed Assets (Net)		
Finance Costs	-	-
Operating Profit before Working Capital Changes	-	-
Adjustment for changes in :	(7.70)	(7.94)
(Increase) / Decrease in Trade Receivables		
(Increase) / Decrease in Inventories		
(Increase) / Decrease in Other Current Assets		
Increase / (Decrease) in Trade Payables	(0.20)	
Increase / (Decrease) in Other Payables		
Cash Generated from Operations	6.44	(6.41)
Less Income Tax Paid (Net of Refund)	(1.46)	(14.35)
	-	
Net Cash (used in) / from Operating Activities (Total – A)	(1.46)	(14.35)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
(Purchase) / Sale of Fixed Assets (Net)		
(Purchase) / Sale of Investments (Net)	-	-
Net Cash (used in) / from Investing Activities (Total – B)	-	-
	-	-
<b>C. CASH FLOW IN FINANCING ACTIVITIES:</b>		
Increase/(Decrease) in Short Term Borrowings		
Finance Costs	1.24	14.63
Other financial liabilities	-	-
Net Cash (Used in) / from Financing Activities (Total – C)	1.24	14.63
Net Increase/ (Decrease) in Cash and Cash Equivalents ( A+B+C)	(0.22)	0.28
Cash and Cash Equivalents as at the the beginning of the year	1.02	0.74
Cash and Cash Equivalents as at the end of the year	0.80	1.02

## Notes:

Statement of Cash flow has been prepared under the Indirect method as set out in the Indian Accounting Standard 7 (Ind AS 7) "Statement of Cash Flow".

## Significant Accounting Policies

## Notes on financial statements

The accompanying notes are an integral part of Financial Statements


1

2 to 15

## For Jhawar Mantri &amp; Associates

Chartered Accountants

Firm Registration No. 113221W

  
Naresh Jhawar  
Partner

Membership No. 045145  
UDIN: 20045145AAAACT7313  
Place: Mumbai  
Date: 30th June 2020



## For and on behalf of Board of Directors

  
Basant Kabra  
Director  
DIN: 00176807

Place: Mumbai  
Date: 30th June 2020

  
Shiva Kabra  
Director  
DIN: 00190173



## LIBERTY CHEMICALS PRIVATE LIMITED

### Note -1 SIGNIFICANT ACCOUNTING POLICIES

#### A. Basis of Preparation of Financial Statements

The financial statements have been prepared in accordance with Indian Accounting Standard (Ind AS) notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standard) Rules, 2015 and other relevant provisions of the Act.

#### B. Use of estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

#### C. Property, Plant and Equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation and impairment losses, if any. Freehold land is not depreciated. The cost of an item of property, plant and equipment comprises its cost of purchase and any attributable cost of bringing the asset to its working condition for its intended use.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the profit or loss.

#### D. Capital work in progress

Property, plant and equipment under construction are disclosed as capital work in progress.

#### E. Intangible Assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

#### F. Depreciation and Amortisation

Depreciation on fixed assets has been provided on Straight line method based on useful lives as specified by Schedule II of the Companies Act, 2013. Intangible Assets are amortized on Straight line basis over the estimated useful life.

#### G. Impairment of Assets:

A tangible or intangible asset is treated as impaired when the carrying amount of the asset exceeds its estimated recoverable value. Carrying amounts of tangible or intangible assets are reviewed at each balance sheet date to determine indications of impairment, if any, of those assets. If any such indication exists, the recoverable amount of the asset is estimated and an impairment loss equal to the excess of the carrying amount over its recoverable value is recognised as an impairment loss and the same is charged to profit and loss account. The impairment loss, if any, recognised in prior accounting period is reversed if there is a change in estimate of recoverable amount.

#### H. Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in Notes to Accounts. Contingent assets are neither recognised nor disclosed in financial statements.

#### I. Taxation:

##### Current Tax

Tax on income for the current period is determined on the basis of estimated taxable income and computed in accordance with the provisions of the relevant tax laws, outcome of past assessments / appeals and legal opinion sought by the Company.

The company has not exercised the irrevocable option under section 115BAA of shifting to lower tax rate and simultaneously forgo certain tax incentives and deductions.

##### Deferred Tax

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

#### J. Earning per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to the equity shareholders by the weighted average number of equity shares outstanding during the period. Earning considered in ascertaining the company's earnings per share is the net profit for the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to the equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.



**LIBERTY CHEMICALS PRIVATE LIMITED**

Notes to the Financial Statements for the Year Ended 31st March 2020

Note -2

Rs. In Lakhs

**Property Plant & Equipment**

Particulars	Land	Total
<b>Gross Block</b>		
As at April 01, 2018	171.46	171.46
Additions during the year	-	-
Deductions/Adjustments	-	-
<b>As at March 31, 2019</b>	<b>171.46</b>	<b>171.46</b>
Additions during the year		
Deductions/Adjustments		
<b>As at March 31, 2020</b>		
<b>Accumulated Depreciation</b>		
As at April 01, 2018	-	-
Additions during the year	-	-
Deductions/Adjustments	-	-
<b>As at March 31, 2019</b>	<b>-</b>	<b>-</b>
Additions during the year	-	-
Deductions/Adjustments	-	-
<b>As at March 31, 2020</b>		
<b>Net carrying Cost</b>		
As at March 31, 2019	171.46	171.46
As at March 31, 2020	171.46	171.46

Note 3

<b><u>Capital Work in Progress-</u></b>	
Particulars	Amount
<b>Gross Block</b>	
As at April 01, 2018	120.85
Addition during the period	-
Capitalisation during the year	-
<b>As at March 31, 2019</b>	<b>120.85</b>
Addition during the period	-
Capitalisation during the year	-
<b>As at March 31, 2020</b>	<b>120.85</b>





LIBERTY CHEMICALS PRIVATE LIMITED  
Notes to the Financial Statements for the Year Ended 31st March 2020

	Rs. In Lakhs As at March 31, 2020	Rs. In Lakhs As at March 31, 2019
<b>Note -4</b>		
<b><u>Others Financial Assets</u></b>		
Capital Advances	72.50	72.50
Others	0.24	0.24
	<u>72.74</u>	<u>72.74</u>
<b>Note -5</b>		
<b><u>Cash And Cash Equivalents</u></b>		
Cash On Hand	0.02	0.02
<b><u>Balances With Banks</u></b>		
In Current Accounts	0.78	1.00
	<u>0.80</u>	<u>1.02</u>
<b>Note -6</b>		
<b><u>Other Current Assets</u></b>		
Advances to Vendors	0.20	0.00
	<u>0.20</u>	<u>0.00</u>
<b>Note -7</b>		
<b><u>Equity Share Capital</u></b>		
<b>Authorised</b>		
25,00,000 (Previous year: 25,00,000 equity shares of 10 each)	250.00	250.00
<b>Issued and Subscribed &amp; fully paid up</b>		
18,60,000 (Previous year: 18,60,000) equity shares of 10 each fully paid up	186.00	186.00

Reconciliation of fully paid equity shares	As at 31st March 2020		As at 31st March 2019	
	Number of Shares	Share Capital (Rs.)	Number of Shares	Share Capital (Rs.)
As per last balance sheet	18,60,000	186.00	18,60,000	186.00
Issued during the year	-	-	-	-
Balance at the end of year	18,60,000	186.00	18,60,000	186.00

**Terms/Rights attached to equity shares**

The company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in the proportion to the number of equity shares held by the shareholders.

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

	As at 31st March 2020		As at 31st March 2019	
	Number of Shares	%	Number of Shares	%
<b>Control Print Limited</b>	18,60,000	100	18,60,000	100

**Note -8**

**Other Equity**

**Securities Premium Account**

Balance As Per Last Account 185.00 185.00

**Surplus In The Statement Of Profit And Loss**

Balance As Per Last Account (120.89) (112.95)

Add/(less): Net Profit /( Net Loss) For the Year (7.70) (7.94)

Closing Balance (128.59) (120.89)

56.41

64.11



LIBERTY CHEMICALS PRIVATE LIMITED  
Notes to the Financial Statements for the Year Ended 31st March 2020

	As at March 31 2020	As at March 31 2019
<b>Note- 9</b>		
<b>Deferred Tax Liability - Net</b>		
Related To Property , Plant & Equipments	0.12	0.12
	<u>0.12</u>	<u>0.12</u>
<b>Note- 10</b>		
<b>Other non current liabilities</b>		
Other Liabilities	67.53	67.53
	<u>67.53</u>	<u>67.53</u>
<b>Note-11</b>		
<b>Current Borrowings</b>		
Unsecured loans from Related parties ( Loan from holding company - Control Print limited)	48.89	47.65
	<u>48.89</u>	<u>47.65</u>
<b>Note- 12</b>		
<b>Other Financial Liabilities</b>		
Other Payables	7.04	0.61
Statutory Dues	0.06	0.05
	<u>7.10</u>	<u>0.66</u>
	<b>2019-20</b>	<b>2018-19</b>
	<b>April- March</b>	<b>April- March</b>
<b>Note- 13</b>		
<b>Finance Costs</b>		
Bank Charges & Interest Others	0.01	0.01
	<u>0.01</u>	<u>0.01</u>
<b>Note- 14</b>		
<b>Other Expenses</b>		
Auditor's Remuneration:		
Audit fees	0.55	0.50
Other Capacity	0.17	0.18
Professional Charges	0.50	0.60
Rates & Taxes	6.47	6.65
	<u>7.69</u>	<u>7.93</u>
<b>Note -15</b>		
<b>Earnings Per Equity Share</b>		
Profit After tax	(7.70)	(7.94)
Weighted average number of Shares Outstanding ( Nos)	1860000	1860000
Basic Earnings per Equity Share Rs	(0.41)	(0.43)
Diluted Earnings per Equity Share Rs	(0.41)	(0.43)
Face Value per Equity Share	10.00	10.00

**Note -16**  
**Related Party Disclosures**

**I Relationship**


Where Control exists  
Holding Company

Control Print Limited

II Transactions during the year with Related Parties:	31st March 2020	31st March 2019
Borrowings obtained during the year	1.24	14.63
III Balances as on 31st March:		
Short Term Borrowings	48.89	47.65

In terms of our report of even dated attached

For Jhawar Mantri & Associates  
Chartered Accountants  
Firm Registration No. 113221W

  
Naresh Jhawar  
Partner  
Membership No. 045145  
UDIN: 20045145AAAAC7313



For and on behalf of Board of Directors

   
Basant Kabra      Shiva Kabra  
Director            Director  
DIN: 00176807    DIN: 00190173

Place: Mumbai  
Date: 30th June 2020

Place: Mumbai  
Date: 30th June 2020