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**INDEPENDENT AUDITOR'S REPORT**

To The Members of **STRATSOL LOGISTICS PRIVATE LIMITED**

**Report on the Audit of Standalone Financial Statements**

**Opinion**

We have audited the accompanying standalone financial statements of **STRATSOL LOGISTICS 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 Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for opinion**

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 the independence requirements that are relevant to our audit of the standalone 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 the ICAI's 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 standalone financial statements.



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### **Key audit matters**

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

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone 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 Standalone 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 standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial



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statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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.

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

### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone 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 controls 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 system in place and the operating effectiveness of such controls.



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- 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone 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 standalone 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.



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## Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit 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 including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - 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 is 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 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 A”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.
  - g) 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, Company has not paid any remuneration to its Directors for the Financial Year 2019-20.
  - h) 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 :



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- 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.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**For ASV & Co.**  
**CHARTERED ACCOUNTANTS**  
**FRN: 026718N**



**ANAND SINGH VERMA**  
**Proprietor**  
**M. No. 510489**



**Place Faridabad**  
**Date: May 20, 2020**

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**Annexure-A to the Independent Auditor's Report**

(Referred to in paragraph 1(f) under “Report on Other Legal and Regulatory Requirements” section of our report to the members of **STRATSOL LOGISTICS PRIVATE LIMITED** of even date)

Report on the Internal Financial Controls over Financial Reporting 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 **STRATSOL LOGISTICS PRIVATE LIMITED** (“the Company”) as of March, 31<sup>st</sup> 2020 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Board of Directors of the Company 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. 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 respective 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.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company 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”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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.





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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 judgement, 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 internal financial controls system over financial reporting of the Company.

### **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 unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **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.





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**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, 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, 2020, 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.

**For ASV & Co.**  
**CHARTERED ACCOUNTANTS**  
**FRN: 026718N**



**ANAND SINGH VERMA**  
**Proprietor**  
**M. No. 510489**



**Place Faridabad**  
**Date: May 20, 2020**

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**Annexure-B to the Independent Auditor's Report**

(Referred to in paragraph 2 under "Report on Other Legal and Regulatory Requirements" section of our report to the members of **STRATSOL LOGISTICS PRIVATE LIMITED** of even date)

The Annexure-B referred to in our Independent Auditor's Report to the Members of **STRATSOL LOGISTICS PRIVATE LIMITED** on the Standalone Financial Statements for the year ended March 31, 2020, we report that -

- (i) (Company does not have any fixed Assets hence clause (a), (b), (c), (d) and (e) of para 3 (i) of the order is not applicable on the company.
- (ii) The Company does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable..
- (iii) The Company has not given any loan or advances to the parties covered in the register maintained under section 189 of companies Act 2013.
- (iv) As per information and explanations given to us and on the basis of records examined by us, the Company has given loans and made investments to other body corporates within the meaning of Section 185 and 186 of the Act and all the provision of section 185 and 186 have been complied with.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including provident fund, employee state insurance, income tax, sales tax, service tax, goods and service tax,



duty of customs, value added tax, cess and other statutory dues have been regularly deposited during the year by the Company with the appropriate authorities and no statutory dues were in arrear as at March 31, 2020 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no material dues of income tax, sales tax, service tax, goods and service tax, value added tax and duty of customs which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) The Company has not made any default in repayment of loans or borrowings taken from the banks. No borrowing was made from the financial institution, Government or debenture holders.
- (ix) As per information and explanations given to us, the Company has applied all funds raised only for the purposes for which those were raised. Company has not raised moneys by way of initial public offer or further public offer (including debt instruments).
- (x) In our opinion and according to the information and explanations given to us, no fraud has been noticed or reported during the financial year, which has been done by the company or on the company by its officers or employees.
- (xi) The Company has not provided any managerial remuneration and hence Para 3 (xi) of the Order is not applicable.
- (xii) The Company is not a Nidhi Company and hence Para 3 (xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 and all the details of such transactions have been disclosed in Financial Statements as required by the applicable accounting standards.
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly Convertible debentures during the year and hence Para 3(xiv) of the Order is not applicable.



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(xv) 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 any non-cash transactions with directors or persons connected with them. Thus, Para 3(xv) of the Order is not applicable.

(xvi) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For ASV & Co.**  
**CHARTERED ACCOUNTANTS**  
**FRN: 026718N**



**ANAND SINGH VERMA**  
**Proprietor**  
**M. No. 510489**



**Place Faridabad**  
**Date: May 20, 2020**

**STRATSOL LOGISTICS PRIVATE LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH 2020**  
**(CIN NO: U60100DL2017PTC326340)**


Particulars	As at 31st March 2020	As at 31st March 2019
<b>Assets</b>		
<b>Non Current Assets</b>		
<b>Financial Assets</b>		
<b>Investment</b>		
Cargo Exchange India Private Limited (Equity Shares of Face value of Rs 10/ each)	62,500,000	37,000,000
	-	(249,270)
	<b>62,500,000</b>	<b>36,750,730</b>
<b>Deferred Tax Assets</b>	0	47,738
<b>Current Assets</b>		
<b>Financial Assets</b>		
Cash & Cash Equivalents	82,877	3,141,457
	<b>82,877</b>	<b>3,189,195</b>
<b>Total Assets</b>	<b>62,582,877</b>	<b>39,939,925</b>
<b>Equity and Liabilities</b>		
<b>Equity</b>		
Equity Share Capital	29,250,000	29,250,000
Other Equity	(682,123)	(820,075)
	<b>28,567,877</b>	<b>28,429,925</b>
<b>Current Liabilities</b>		
<b>Financial Liabilities</b>		
Loans from Related Party	34,000,000	11,500,000
Other Payables (Statutory Auditor)	15,000	10,000
<b>Total Equity and Liabilities</b>	<b>62,582,877</b>	<b>39,939,925</b>

Accompanying notes on the Financial Statements

**Auditor's Report**

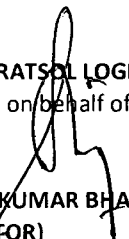
"As per our separate report of even date"


FOR ASV & CO.  
 CHARTERED ACCOUNTANTS  
 FRN No. 026718N

  
**ANAND SINGH VERMA**  
 Proprietor  
 M. No. 510489



FOR STRATSOL LOGISTICS PRIVATE LIMITED  
 For and on behalf of Board

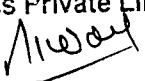
  
**SUMIT KUMAR BHAIYA**  
 (DIRECTOR)

  
**PRASHANT PANDA**  
 (DIRECTOR)

DATE 20<sup>th</sup> MAY 2020  
 PLACE: FARIDABAD

DATE 20<sup>th</sup> MAY 2020  
 PLACE: GURUGRAM

Stratsol Logistics Private Limited

  
 Authorised Signatory

**STRATSOL LOGISTICS PRIVATE LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2020**

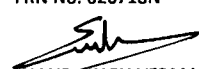
Particulars	For the Year Ended 31st Mar 2020	For the Year Ended 31st March 2019
Revenue		
Interest Income	2,070	1,678
<b>Total Revenue</b>	<b>2,070</b>	<b>1,678</b>
Expenses		
Auditor's Remuneration	15,000	10,000
Bank Charges	-	354
Consultancy Charges	47,900	38,540
Preliminary Expenses	-	-
Filing Charges	2,750	248,542
Conveyance Charges	-	300
<b>Total Expenses</b>	<b>65,650</b>	<b>297,736</b>
<b>Profit Before Tax</b>	<b>(63,580)</b>	<b>(296,058)</b>
Taxes		
Provision for Taxes	-	-
<b>Profit after tax</b>	<b>(63,580)</b>	<b>(296,058)</b>
Other Comprehensive Income		
Items that will not be Reclassified to Profit or Loss:		
Change in fair value of Equity Instruments designated as fair value through OCI	249,270	(249,270)
Income tax relating items that will not be reclassified to Profit or Loss Statement	(47,738)	47,738
<b>Other Comprehensive Income, Net of Tax</b>	<b>201,532</b>	<b>(201,532)</b>
<b>Total Comprehensive Income for the Year</b>	<b>137,952</b>	<b>(497,590)</b>

Accompanying notes on the Financial Statements

**Auditor's Report**

"As per our separate report of even date"

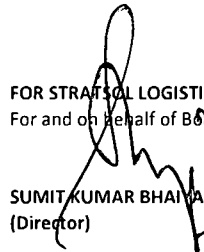
FOR ASV & CO.  
 CHARTERED ACCOUNTANTS  
 FRN No. 026718N


  
**ANAND SINGH VERMA**  
 Proprietor  
 M. No. 510489



DATE 20th MAY 2020  
 PLACE: FARIDABAD

FOR STRATSOL LOGISTICS PRIVATE LIMITED  
 For and on behalf of Board

  
**SUMIT KUMAR BHATIA**  
 (Director)

  
**PRASHANT PANDA**  
 (Director)

DATE 20th MAY 2020  
 PLACE: GURUGRAM

**Stratsol Logistics Private Limited**  
  
**Authorised Signatory**

STRATSOL LOGISTICS PRIVATE LIMITED  
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH 2020

Particulars	For the Year Ended 31st March 2020	For the Year Ended 31st March 2019
Cash flows from operating activities		
Net profit Before tax and extraordinary items	(63,580)	(296,058)
Adjustments for:		
Depreciation	-	-
Operating Profit/(Loss) before working capital changes	(63,580)	(296,058)
Adjustments for changes in working capital		
(Increase)/Decrease in trade receivables & Other current assets	-	-
Increase/(Decrease) in trade payables & Other Advances	5,000	-
Cash generated from Operations	(58,580)	(296,058)
Income Taxes Paid (Net)	-	-
Net cash generated from/ (used in) operating activities (A)	(58,580)	(296,058)
Cash flows from investment activities		
Purchase of investment	(25,500,000)	(25,000,000)
Net cash generated from/ (used in) investing activities (B)	(25,500,000)	(25,000,000)
Cash flows from financing activities		
Issue of Share Capital	-	16,900,000
Borrowings	22,500,000	11,500,000
Net cash generated from/ (used in) financing activities (C)	22,500,000	28,400,000
Net increase/(decrease) in cash/cash equivalents (A+B+C)	(3,058,580)	3,103,942
Cash and Cash Equivalents at beginning of the year	3,141,457	37,515
Cash and Cash Equivalents at end of the year	82,877	3,141,457

Notes

- 1) The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS 7) on Cash Flow Statements.
- 2) Cash and Cash Equivalents at the end of the year consist of Cash, Cheques in Hand, Fixed Deposits and Balances with Banks.

Particulars	For the Year Ended 31st March 2020	For the Year Ended 31st March 2019
Cash in Hand	-	-
Balances with Banks	82,877	3,141,457
	82,877	3,141,457

Accompanying notes on the Financial Statements

**Auditor's Report**

"As per our separate report of even date"

FOR ASV & CO.

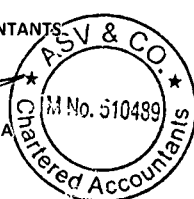
CHARTERED ACCOUNTANTS

FRN No. 026718N

ANAND SINGH VERMA

Proprietor

M. No. 510489



DATE 20th MAY 2020

PLACE: FARIDABAD

FOR STRATSOL LOGISTICS PRIVATE LIMITED

For and on behalf of Board

SUMIT KUMAR BHAIYA  
(Director)

PRASHANT PANDA  
(Director)

DATE 20th MAY 2020

PLACE: GURUGRAM

Stratsol Logistics Private Limited  
*11/05/20*  
Authorised Signatory



STRATSOL LOGISTICS PRIVATE LIMITED  
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2020


Particulars	As at 31st March 2020	As at 31st March 2019
<b>A. Equity Share Capital</b>		
Opening Balance	29,250,000	12,350,000
Changes in equity during the year	-	16,900,000
Balance as at March 31, 2020	29,250,000	29,250,000

**B. Other Equity**

Particulars	Other Equity				
	Reserves & Surplus			Other Comprehensive Income	
	Retained Earnings	Security Premium	General Reserve	FVTOCI Equity Investments	Others
Balance as at March 31, 2019	(618,543)	-	-	(201,532)	-
Profit/(Loss) for the Year	(63,580)	-	-	-	-
Other Comprehensive Income (Net of Tax)	-	-	-	201,532	-
Balance as at March 31, 2020	(682,123)	-	-	0	-

Accompanying notes on the Financial Statements  
Auditor's Report  
"As per our separate report of even date"

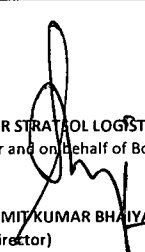
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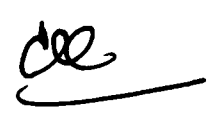
  
ANAND SINGH VERMA  
Proprietor  
M. No. 510489



DATE 20th MAY 2020  
PLACE: FARIDABAD

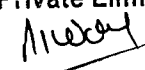
FOR STRATSOL LOGISTICS PRIVATE LIMITED  
For and on Behalf of Board

  
SUMIT KUMAR BHATIA  
(Director)

  
PRASHANT PANDA  
(Director)

DATE 20th MAY 2020  
PLACE: GURUGRAM

Stratsol Logistics Private Limited

  
Authorised Signatory

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

**1. Corporate Information**

Stratsol Logistic Private Limited (the company) is a public Company domiciled in India and incorporated on November 22, 2017 under the provisions of the Companies Act, 2013. To carry on the business of Investment Company and to invest in and acquire and hold shares, stock, debentures stock, bond obligations and securities issued and guaranteed by any company constituted and carrying on business in India or elsewhere.

**General Information and Statement of Compliance with Ind AS**

The standalone financial statements of the Company have been prepared in accordance with the Indian Accounting Standards as notified under Section 133 of the Companies Act 2013 read with the Companies (Indian Accounting Standards) Rules 2015 (by Ministry of Corporate Affairs ('MCA')). This is the first year of incorporation of the company so there is no previous year comparatives to present here.

**2. Accounting Policies**

**a) Basis of Preparation**

The financial statements have been prepared using the significant accounting policies and measurement bases summarised below.

These were used throughout all periods presented in the financial statements, except where the Company has applied certain accounting policies and exemptions upon transition to Ind AS. The financial statements have been prepared on going concern basis under the historical cost basis except for the following –

- Certain financial assets and liabilities which are measured at fair value;
- Assets held for sale – measured at fair value less cost to sell;
- Defined benefit plans – plan assets measured at fair value; and
- Share based payments which are measured at fair value of the options

**b) Current versus Non-Current Classification**

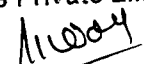
The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is classified as current when it is:

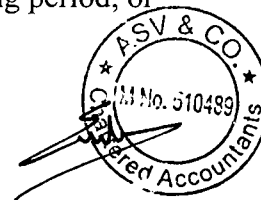
- Expected to be realised or intended to sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period
- All other assets are classified as non-current.

A liability is classified as current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or

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- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period
- All other liabilities are classified as non-current.
- The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

### c) Foreign Currency Translation

#### *Functional and presentation currency*

The financial statements are presented in Indian Rupee ('INR') which is also the functional and presentation currency of the Company.

#### *Transactions and balances*

Foreign currency transactions are recorded in the functional currency, by applying to the exchange rate between the functional currency and the foreign currency at the date of the transaction. Foreign currency monetary items are converted to functional currency using the closing rate. Non-monetary items denominated in a foreign currency which are carried at historical cost are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or any other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Exchange differences arising on monetary items on settlement, or restatement as at reporting date, at rates different from those at which they were initially recorded, are recognized in the statement of profit and loss in the year in which they arise.

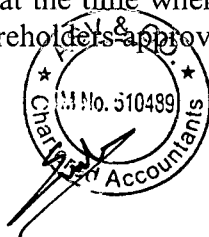
### d) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made.

Interest Income: For all debt instruments measured either at amortised cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for Example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Interest income is included in finance income in the statement of profit and loss. Interest income on fixed deposits is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest rate.

#### *Dividend Income*

Dividend income is recognised at the time when right to receive the payment is established, which is generally when the shareholders approve the dividend.



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## **Financial Instruments**

### **Financial Assets**

#### *Initial Recognition and Measurement*

All financial assets are recognised initially at fair value and transaction cost that is attributable to the acquisition of the financial asset is also adjusted.

#### *Subsequent Measurement*

**i. Financial Instruments at Amortised Cost** – the financial instrument is measured at the amortised cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method.

**ii. Equity Investments** – All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading are generally classified as at fair value through profit and loss (FVTPL). For all other equity instruments, the Company decides to Classify the same either as at fair value through other comprehensive income (FVOCI) or fair value through profit and loss (FVTPL). The Company makes such election on an instrument by instrument basis.

**iii. Mutual funds** – All mutual funds in scope of Ind-AS 109 are measured at fair value through profit and loss (FVTPL).

#### *De-Recognition of Financial Assets*

A financial asset is primarily de-recognised when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

### **Financial Liabilities**

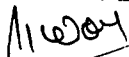
#### *Initial Recognition and Measurement*

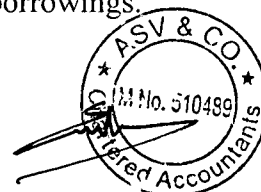
All financial liabilities are recognised initially at fair value and transaction cost that is attributable to the acquisition of the financial liabilities is also adjusted. These liabilities are classified as amortised cost.

#### *Subsequent Measurement*

These liabilities include are borrowings and deposits. Subsequent to initial recognition, these liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to borrowings.

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### *De-Recognition of Financial Liabilities*

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

#### Financial Guarantee Contracts

Financial guarantee contracts are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified party fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of expected loss allowance determined as per impairment requirements of Ind-AS 109 and the amount recognised less cumulative amortisation.

#### Offsetting of Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities Simultaneously.

#### 1) Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

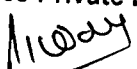
- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

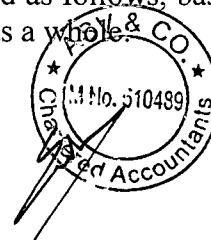
The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

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Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is Unobservable

For assets and liabilities that are recognized in the financial statements on a recurring basis, Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period or each case.

For the purpose of fair value disclosures, Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarizes accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

- Disclosures for valuation methods, significant estimates and assumptions
- Quantitative disclosures of fair value measurement hierarchy
- Investment in unquoted equity shares
- Financial instruments

### 3. Notes to Accounts

#### A. Investments

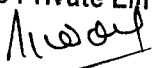
Particulars	31st March 2020	31st March 2019
In Equity Instruments		
In Other Companies (Unquoted) (At Cost)		
Cargo Exchange India Private Limited ( Equity Shares of Face value of Rs 10/ each)	62,500,000	36,750,730
Total	62,500,000	1,20,00,000

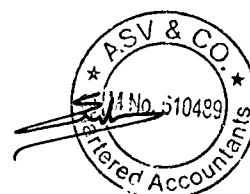
\* on the basis of fair valuation conducted at the end of the year, investment are stated at fair value conducted by the valuer.

#### B. Related Party Transactions

Particulars	31st March 2020	31st March 2019
Loans ( Given/Accepted)		
Interest free Loan taken from wholly owned subsidiary	34,000,000	11,500,000

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C. Cash & Cash Equivalents

Particulars	31st March 2020	31st March 2019
Cash and Cash Equivalents		
Cash in Hand		
Balances with Banks	82,877	31,41,457
Total	82,877	31,41,457

**Auditor's Report**

*"As per our separate report of even date"*

**FOR ASV & CO.**

CHARTERED ACCOUNTANTS

FRN No. 026718N



**ANAND SINGH VERMA**

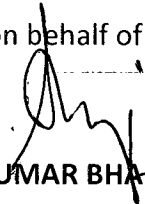
PARTNER

M. No. 510489



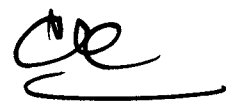
**FOR STRATSOL LOGISTICS PRIVATE LIMITED**

For and on behalf of Board



**SUMIT KUMAR BHARYA**

(Director)



**PRASHANT PANDA**

(Director)

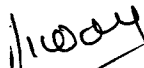
Date: 20th May 2020

Place: Faridabad

Date: 20th May 2020

Place: Gurugram

**Stratsol Logistics Private Limited**



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