

SMS WATER GRACE BMW PRIVATE LIMITED
Balance Sheet as at 31st March 2022

Particulars	Note No.	As at	As at
		31-Mar-22	31-Mar-21
		₹ in Lacs	₹ in Lacs
(I) ASSETS			
1. Non-Current Assets			
(a) Property, Plant and Equipment	2	27.87	10.27
(b) Financial assets			
(i) Other Financial Assets	3	1.88	3.56
(c) Deferred tax assets (net)	4	362.10	317.80
(d) Other non - current assets	5	4.90	0.26
Total Non-Current Assets		396.74	331.88
2. Current Assets			
(a) Inventories	6	14.59	5.52
(b) Financial assets			
(i) Trade receivables	7	318.23	445.93
(ii) Cash and cash equivalent	8	109.17	373.21
(iii) Bank balance other than (ii) above	9	6.54	4.86
(iv) Loans	10	1,398.51	690.41
(v) Other Financial Assets	11	33.07	35.98
(c) Other current assets	12	3.47	5.52
(d) Current tax Assets (net)	13	8.56	-
Total Current Assets		1,892.14	1,561.43
Total Assets		2,288.88	1,893.31
(II) Equity and liabilities			
1. Equity			
(a) Equity Share Capital	14	1,046.92	1,046.92
(b) Other Equity	15	906.85	617.55
Total Equity		1,953.76	1,664.47
2. Liabilities			
2.1 Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	16	18.37	4.86
(b) Provisions	17	22.71	17.72
Total Non-Current Liabilities		41.08	22.58
2.2 Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	18	13.59	6.30
(ii) Trade payables	19		
(a) Total outstanding dues of Micro and Small enterprises		-	-
(b) Total outstanding dues of creditors other than Micro and Small enterprises		59.96	20.30
(iii) Other financial liabilities	20	30.94	18.87
(b) Other current liabilities	21	185.18	135.43
(c) Provisions	22	4.37	0.47
(d) Current tax Liabilities (net)	23	-	24.89
Total Current Liabilities		294.04	206.26
Total Equity and Liabilities		2,288.88	1,893.31

Significant Accounting Policies 1
The accompanying notes are an integral part of the financial statements.
As per our report of even date.

FOR V. K. SURANA & CO

Chartered Accountants

(Firm Registration No. :110634W)

CA. SURESH GALANI
Partner (M.No. 168192)
Nagpur,



Date : **20 AUG 2022**

UDIN : 22158192A044059060

For and on behalf of the Board of Directors of
SMS WATER GRACE BMW PRIVATE LIMITED

PRABAL PRATAP SINGH JADON
Director
(DIN : 06913074)

KISHORE JALVIYA
Director
(DIN : 03272644)

RANJIT KUMAR THAKUR
Chief Financial Officer
(PAN : AHPPT4503K)

SANTOSH CHOUDHARY
Company Secretary
(PAN : ALVPC5276G)

SMS WATER GRACE BMW PRIVATE LIMITED
Statement of Profit and Loss for the year ended 31st March 2022

Particulars	Note No.	As at	As at
		31-Mar-22	31-Mar-21
		₹ in Lacs	₹ in Lacs
INCOME :			
I. Revenue from operations	24	1,156.96	1,205.22
II. Other income	25	26.16	39.04
III. Total income (I+II)		1,183.13	1,244.26
EXPENSES :			
Direct Expenses	26	282.88	329.61
Purchases of stock-in-trade	27	11.34	6.11
Changes in inventories of stock-in-trade	28	(1.63)	1.31
Employee benefits expense	29	229.89	93.52
Finance costs	30	8.66	2.83
Depreciation and amortization expense	31	17.34	4.02
Other expenses	32	338.32	96.63
IV. Total expense		886.81	534.05
V. Profit/(loss) before tax (III-IV)		296.31	710.21
VI. Tax Expenses			
Current tax		49.09	118.55
Deferred tax		(43.72)	(102.32)
Total Tax Expenses		5.37	16.23
VII. Profit for the year (V-VI)		290.94	693.99
VIII. Other comprehensive income			
Items that will not be reclassified to profit or loss			
Re-measurement gains/ (losses) on defined benefit plans		(2.23)	1.29
Income Tax relating to items that will not be reclassified to Profit or Loss		(0.58)	0.33
Total of Other comprehensive income Items that will not be reclassified to profit or loss (Net of tax)		(1.65)	0.95
IX. Total comprehensive income for the year (VII+VIII)		289.29	694.94
X. Earning Per Equity Share of Face Value of Rs.10/- each			
Basic		2.78	6.63
Diluted		2.78	6.63

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Nagpur,

Date : **20 AUG 2022**

UDIN : **22168192 AQY 4US 9060**



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SMS WATER GRACE BMW PRIVATE LIMITED
Statement Of Changes In Equity For The Year Ended 31st March 2022

	Note No.	(₹ in Lacs) Amount
A. Equity Share Capital	14	
As at 1st April, 2021		1,046.92
Changes in Equity Share Capital		-
As at 31st March, 2022		1,046.92
As at 1st April, 2020		1,046.92
Changes in Equity Share Capital		-
As at 31st March, 2021		1,046.92

B. Other Equity 15 (₹ in Lacs)

Particulars	Retained Earnings	Other Comprehensive Income	Total
Balance as at 1st April, 2021	620.50	(2.95)	617.55
Prior Period Errors	-	-	-
Restated Balance as at 1st April, 2021	620.50	(2.95)	617.55
Profit for the year	290.94	-	290.94
Other Comprehensive Income for the year	-	(1.65)	(1.65)
Total Comprehensive Income for the year	290.94	(1.65)	289.29
Balance as at 31st March, 2022	911.44	(4.60)	906.85
Balance as at 1st April, 2020	(73.49)	(3.90)	(77.38)
Prior Period Errors	-	-	-
Restated Balance as at 1st April, 2020	(73.49)	(3.90)	(77.38)
Profit for the year	693.99	-	693.99
Other Comprehensive Income for the year	-	0.95	0.95
Total Comprehensive Income for the year	693.99	0.95	694.94
Balance as at 31st March, 2021	620.50	(2.95)	617.55

Significant Accounting Policies

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SMS WATER GRACE BMW PRIVATE LIMITED
Cash flow statement for the year ended 31st March 2022

	Year ended 31-Mar-22 ₹ in Lacs	Year ended 31-Mar-21 ₹ in Lacs
I. Cash flow from operating activities		
Profit Before Tax	296.31	710.21
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation/amortization on continuing operation	17.34	4.02
Finance Cost	8.66	2.83
Profit / (Loss) on sale of assets	(0.41)	(0.18)
Accounts Write off	73.63	0.12
Interest income	0.51	12.36
Operating profit before working capital changes	396.05	729.37
Movements in working capital :		
Decrease/(Increase) in Other Non current Financial Assets	-	-
Decrease/(Increase) in Non Current assets	0.13	(0.26)
Decrease/(Increase) in Inventories	(9.07)	2.60
Decrease/(Increase) in Current trade receivables	54.08	(145.09)
Decrease/(Increase) in Other current Financial Assets	2.91	(32.25)
Decrease/(Increase) in Other Current Asstes	2.06	6.43
Increase/(Decrease) in Trade payables	39.66	8.03
Increase/(Decrease) in Other current liabilities	49.75	(6.98)
Increase/(Decrease) in Other financial liabilities	12.06	(3.25)
Increase/(Decrease) in Provision	6.66	3.95
Cash generated from / (used in) operations	554.28	562.55
Direct taxes paid (net of refunds)	(82.54)	(100.66)
Net cash flow from/ (used in) operating activities (A)	471.74	461.89
II. Cash flow from investing activities		
Purchase of fixed assets, including intangible assets, CWIP and capital advances	(40.07)	(5.88)
Proceeds from sale of fixed assets	0.76	0.23
Loan Given to Other Parties	(829.22)	(965.41)
Net Increase/(Decrease) in Fixed Deposit Receipts	(0.00)	(1.37)
Repayment of Loan Given to Other Parties	121.12	794.55
Interest received	(0.51)	(12.36)
Net cash flow from/ (used in) investing activities (B)	(747.92)	(190.24)
III. Cash flow from financing activities		
Net increase/(decrease) in Long Term Borrowings	13.51	(6.23)
Net increase/(decrease) in Short Term Borrowings	7.29	(8.33)
Finance Cost	(8.66)	(2.83)
Net cash flow from/ (used in) in financing activities (C)	12.14	(17.39)
Net increase/(decrease) in cash and cash equivalents	(264.04)	254.27
Cash and cash equivalents at the beginning of the year	373.21	118.94
Cash and cash equivalents at the end of the year	109.17	373.21

Significant Accounting Policies

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As per our report of even date.

FOR V. K. SURANA & CO

Chartered Accountants

(Firm Registration No. :110634W)

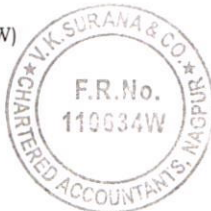
CA. SURESH GALANI

Partner (M.No. 168192)

Nagpur,

Date : **20 AUG 2022**

UDIN : **22168192A044US9060**



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SMS WATER GRACE BMW PRIVATE LIMITED

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Director

(DIN : 06913074)

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Chief Financial Officer

(PAN : AHPPT4503K)

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Director

(DIN : 03272644)

SANTOSH CHOUDHARY

Company Secretary

(PAN : ALVPC5276G)

SMS WATER GRACE BMW PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2022

1) SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS AS AT 31st MARCH 2022

I) Corporate information :

SMS Water Grace BMW Private Limited having its registered office in Nagpur was incorporated on 6th February 2007. The company is engaged in providing biomedical waste management & disposal Service. The company is providing total solutions for scientific treatment & disposal of various type of bio medical waste by the latest eco-friendly technologies.

II) Basis of preparation :

(i) Compliance with IND AS

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

The accounting policies are applied consistently to all periods presented in Financial Statements except where a newly issued accounting standard is initially adopted or revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

(ii) Historical Cost Conventions

The financial statements have been prepared on a historical cost basis.

iii) Current Versus Non Current Classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act.

iv) Rounding off of Amounts

All amounts disclosed in financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

III) Use of Estimates and Judgements :

The preparation of financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. The estimates and judgements used in the preparation of financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known/materialised. The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

The areas involving estimation of uncertainty and judgement at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year given below

- a) Useful lives of property, plant and equipment
- b) Current Tax Payable
- c) Valuation of deferred tax assets
- d) Fair value measurement of financial instruments
- e) Defined Benefit Obligation
- f) Probable outcome of matters included under Contingent Liabilities

Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item affected in financial Statements.

IV) Significant Accounting Policies :

a) Property, Plant & Equipment :

i) Recognition & Measurement

All items of property, plant and equipment are stated at cost less depreciation and impairment, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Advances paid towards acquisition of property plant & equipment outstanding at each balance sheet date is classified as capital advances under other non current assets and the cost of asset not put to use before such date are disclosed under " Capital work in progress". Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

Non-monetary grant has been recognised at a nominal amount as per Companies (Indian Accounting Standards) Second Amendment Rules, 2018 (the 'Rules') on 20 September 2018.



SMS WATER GRACE BMW PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2022

ii) Depreciation Method and residual value :

Depreciation is calculated on a written down value basis over the estimated useful life of the assets as per provided in Part C of schedule II of the company act 2013 or remaining life of the project which ever is less.

For Depreciation of Landfill Asset, the Company evaluates the cost of construction of Landfill and also the capacity of landfill in Metric Ton (MT). Based on this the company evaluates Per MT Rate of depreciation to be charge on landfill. Every year the company evaluates the quantity of waste disposed off in landfill and charge depreciation on landfill by multiplying the Per MT depreciaton rate with the quantity of waste disposed during the year.

The company, based on technical assessment made by technical expert and management estimate, depreciates certain items of building, plant and equipment over estimated useful lives which are same as the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

Useful life considered for calculation of depreciation for various assets class are as follows-

Asset Class	Useful Life
Building	30 Years
Plant and Equipment	15 Years
Furniture and Fixtures	10 Years
Office Equipments	5 Years
Vehicles	8 Years
Computers	3 Years

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition/ disposal of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognized.

Residual value of the asset is considered at 0.20% of Gross Block of Asset.

b) Investment in Properties :-

Property that is held for long-term rental yields or for capital appreciation or both, and that is not occupied by the Company, is classified as investment property. Investment property is measured at its cost, including related transaction costs and where applicable borrowing costs less depreciation and impairment if any.

c) Intangible Assets :-

Intangible assets acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Cost of a nonmonetary asset acquired in exchange of another non-monetary asset is measured at fair value. Intangible assets are amortised over their respective individual estimated useful life on straight line basis from the date that they are available for use.

d) Inventories :-

Inventories are valued at the cost or net realisable value whichever is lower . Cost comprise of all the cost of purchase and other costs incurred in bringing the inventories to present location and condition. Cost formulae used is 'Weighted Average Cost'. Due allowance is estimated and made for defective and obsolete items, wherever necessary.

e) Investment in Subsidiaries, Partnership firm, Joint Ventures and Associates

Investments in subsidiaries, joint ventures and associates are recognised at cost as per Ind AS 27. Except where investments accounted for at cost shall be accounted for in accordance with Ind AS 105, Non-current Assets Held for Sale and Discontinued Operations, when they are classified as held for sale.

g) Cash & Cash Equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and fixed deposits with original maturity of three months or less which are subject to an insignificant risk of change in value.

f) Leases :-

With effect from 1st April, 2019, Ind AS 116 – “Leases” (Ind AS 116) supersedes Ind AS 17 – “Leases”. The Company has adopted Ind AS 116 using the prospective approach. The application of Ind AS 116 has not resulted into recognition of 'Right-of-Use' asset with a corresponding Lease Liability in the Balance Sheet.

The Company, as a lessee, recognises a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset. The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset. The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.



SMS WATER GRACE BMW PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2022

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the case, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For short-term and low value leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the lease term.

h) Borrowings :-

Borrowings are initially recognised at net of transaction costs incurred and measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the effective interest method.

i) Financial Instruments:

(i) Financial Assets

1) Classification

The company classifies its financial Assets in the following measurement categories:

- a) Those measured at amortised cost.
- b) Those to be measured subsequently at fair value (either through other comprehensive or through statement of profit and Loss), and

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

2) Initial Recognition and measurement

All financial assets are recognised initially at fair value, transaction costs of financial assets carried at fair value through the Profit and Loss are expensed in the Statement of Profit and Loss.

3) Subsequent Measurement

For purposes of subsequent measurement, financial assets are classified in following

a) Financial assets at amortized cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model with an objective to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in finance income using the effective interest rate ("EIR") method. Impairment gains or losses arising on these assets are recognised in the Statement of Profit and Loss.

b) Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in the Statement of Profit and Loss. In respect of equity investments (other than for investment in subsidiaries and associates) which are not held for trading, the Company has made an irrevocable election to present subsequent changes in the fair value of such instruments in OCI. Such an election is made by the Company on an instrument by instrument basis at the time of transition for existing equity instruments/ initial recognition for new equity instruments.

c) Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognised in statement of profit and loss.

4) Impairment of Financial Assets

In accordance with Ind AS 109, the Company applies the expected credit loss ("ECL") model for measurement and recognition of impairment loss on financial assets and credit risk exposures. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. Simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition. For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL. ECL is the difference between all contractual cash flows that are due to the group in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls).



5) De-recognition of Financial Assets

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the assets and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralized borrowing for the proceeds received.

ii) Equity Instrument And Financial Liabilities

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

a) Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments which are issued for cash are recorded at the proceeds received, net of direct issue costs. Equity instruments which are issued for consideration other than cash are recorded at fair value of the equity instrument.

b) Financial Liabilities

1) Initial recognition and Measurement

Financial liabilities are recognized initially at fair value and in case of borrowing and payables, net of directly attributable cost.

2) Subsequent measurement

Financial liabilities are subsequently carried at amortized cost using the effective interest method, except for contingent consideration recognized in a business combination which is subsequently measured at fair value through profit or loss. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

3) De-recognition of Financial Liabilities

Financial liabilities are de-recognised when the obligation specified in the contract is discharged, cancelled or expired. 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 de-recognition of the original liability and recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

4) Offsetting Financial Liabilities

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.

j) Impairment of Non-Financial Assets:

The Company assesses at each Balance Sheet date whether there is any indication that an asset, including intangible asset, may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Profit and Loss Account.

Recoverable amount is determined:

- In case of an individual asset, at the higher of the assets' fair value less cost to sell and value in use; and

- In case of cash generating unit (A group of assets that generates identified, independent cash flows), at the higher of cash generating unit's fair value less cost to sell and value In use.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specified to the asset. In determining fair value less cost to sell, recent market transaction are taken into account. If no such transaction can be identified, an appropriate valuation model is used.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the Statement of Profit and Loss, except for properties previously revalued with the revaluation taken to OCI. For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through the Statement of Profit and Loss.



SMS WATER GRACE BMW PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2022

k) Provisions, Contingent Liabilities and Contingent Assets:-

A provision is recognized when the company has the present obligation (legal and constructive) as a result of past events, for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made. Provisions are reviewed regularly and are adjusted where necessary to reflect the current best estimate of the obligation. When a company expects provision to be reimbursed, the reimbursement is recognized as a separate asset only when reimbursement is virtually certain.

A disclosure of contingent liabilities is made where there is possible obligation or present obligation that may probably not require an outflow of resources. When there is possible or a present obligation where there is likelihood of outflow of resource is remote, no provision or disclosure is made.

Contingent Assets are not recognized in the financial statements.

Provisions, Contingent Asset & Contingent Liabilities are reviewed regularly and are adjusted where necessary to reflect the current best estimate of the obligation.

l) Revenue Recognition:

The Company earns revenue primarily from Bio Medical Waste Disposal Services.

Effective April 1, 2018, the Company has applied Ind AS 115 " Revenue From Contracts with Customers" which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognised. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts. Company did not have contracts that were not completed as of April1,2018. The impact of the adoption of the standard on the financial statements of the Company is insignificant.

Effective from April 1, 2018, the Company has applied Ind AS 115 " Revenue From Contracts with Customers" which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognised. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts. Company did not have contracts that were not completed as of 1st April,2018. The impact of the adoption of the standard on the financial statements of the Company is insignificant.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, service level credits, performance bonuses, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

m) Government Grants :-

Grants from the government are recognised at their fair value where there is reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

Government grants relating to the purchase of property, plant and equipment are included in capital reserve as deferred income and are credited to Profit and Loss on a written down value basis over the remaining period of the project and presented within other income.

n) Foreign currency Translation :-

i) Functional and presentation currency :-

The financial statements are presented in Indian rupee (INR), which is Company's functional and presentation currency.

ii) Transactions and balances :-

Transactions in foreign currencies are recognised at the prevailing exchange rates on the transaction dates. Realised gains and losses on settlement of foreign currency transactions are recognised in the Statement of Profit and Loss. Monetary foreign currency assets and liabilities at the year-end are translated at the year-end exchange rates and the resultant exchange differences are recognised in the Statement of Profit and Loss.

o) Borrowing Costs :-

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use as part of the cost of asset. All other borrowing costs are expenses in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

p) Taxes on Income:

i) Current Tax:-

The income tax expense or credit, if there is any for the period is the tax payable on the current period's taxable income based on the applicable income tax rate as per Income tax Act 1961. Current Income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities.

ii) Deferred Tax:-

Deferred income tax is provided in full, using the Balance sheet approach method on temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statement, if there is any. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax assets is realised or the deferred income tax liability is settled. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilise those temporary differences and losses.



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Notes to financial statements for the year ended 31st March 2022

q) Employee Benefits :-

i) Short-term obligations :-

Liabilities for wages and salaries, including non monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

Leave Encashment

The leave obligations cover the Company's liability for sick, casual and earned leave. The Liabilities for sick and casual Leave are treated as current liabilities since there is no policy for the payment of these liabilities and right to avail these leave expires within 12 Months. The liabilities for earned leave are classified as non-current, however no discounting is done for these as company expects the discounting rate and salary increase rate to be similar i.e 6%.

ii) Post-employment obligations :-

The Company operates the following post employment schemes:

- a) Defined benefit plan such as gratuity; and
- b) Defined contribution plan such as provident fund.

Gratuity obligations

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Provident Fund

Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. Contributions are made to provident fund in India for employees at the rate of 12% of basic salary as per regulations. The contributions are made to registered provident fund administered by the government. The company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset.

r) Segment Reporting :-

The Board of Directors of the Company constitute the Chief Operating Decision Makers ("CODM") which allocate resources to and assess the performance of the segments of the Company.

s) Earnings Per Share:

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.



SMS WATER GRACE BMW PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2022

2) Property, Plant and Equipment

(₹ in Lacs)

Particulars	Buildings	Plant and Equipments	Furniture and Fixtures	Vehicles	Office Equipments	Computers	Grand Total
Gross Carrying Amount :-							
As at 1st April 2020	250.83	221.80	6.33	138.95	13.84	12.85	644.59
Additions	-	7.69	-	-	0.26	0.29	8.24
Disposals	-	-	-	-	0.17	0.17	0.33
As at 31st March 2021	250.83	229.48	6.33	138.95	13.93	12.97	652.49
Additions	-	0.45	-	32.75	2.00	0.11	35.30
Disposals	1.37	4.18	0.24	14.72	3.13	-	23.64
As at 31st March 2022	249.46	225.75	6.10	156.98	12.80	13.07	664.15
Accumulated Depreciation :-							
As at 1st April 2020	250.32	221.35	6.32	133.88	13.78	12.82	638.48
Charge for the year	-	1.25	0.00	2.60	0.09	0.08	4.02
Disposals	-	-	-	-	0.11	0.16	0.28
As at 31st March 2021	250.32	222.60	6.32	136.48	13.76	12.74	642.22
Charge for the year	-	2.25	-	13.76	1.08	0.25	17.34
Disposals	1.37	3.87	0.24	14.69	3.13	-	23.29
As at 31st March 2022	248.96	220.99	6.08	135.55	11.71	12.99	636.28
Net Carrying Amount							
As at 31st March 2021	0.50	6.88	0.01	2.47	0.17	0.23	10.27
As at 31st March 2022	0.50	4.76	0.01	21.43	1.09	0.08	27.87



SMS WATER GRACE BMW PRIVATE LIMITED

Notes to financial statements for the year ended 31st March 2022

	31-Mar-22	31-Mar-21
	₹ in Lacs	₹ in Lacs
3 Other Non-Current Financial Assets :		
Security Deposit for Electricity	1.88	1.88
Fixed Deposit with Banks (Remaining Maturity of more than 12 Months and kept as margin money or Security against bank guarantee or other commitments)	-	1.68
Total :	1.88	3.56

4 Deferred Tax Assets/(Liabilities)

Movement in Deferred Tax Assets

Deferred Tax Assets / (Liabilities) in relation to the year ended 31st March 2022

Particulars	Opening Balance	Recognised in Profit & Loss	Recognised in OCI	Closing Balance
Deferred Tax Assets/(Liabilities)				
Property, Plant & Equipment	57.90	(4.95)		52.95
Employee Benefit	5.21	2.83	0.58	8.61
Total Deferred Tax Assets/(Liabilities)	63.11	(2.12)	0.58	61.57
Add : MAT Credit Receivable	254.69	45.84	-	300.53
	317.80	43.72	0.58	362.10

Deferred Tax Assets / (Liabilities) in relation to the year ended 31st March 2021

Particulars	Opening Balance	Recognised in Profit & Loss	Recognised in OCI	Closing Balance
Deferred Tax Assets/(Liabilities)				
Property, Plant & Equipment	66.10	(8.20)		57.90
Employee Benefit	4.56	0.98	(0.33)	5.21
Total Deferred Tax Assets/(Liabilities)	70.65	(7.21)	(0.33)	63.11
Add : MAT Credit Receivable	145.16	109.53	-	254.69
	215.81	102.32	(0.33)	317.80

5 Other non - current assets

Capital Advance

4.77

-

Prepaid Expense

0.13

0.26

Total : 4.90 0.26

6 Inventories

(As taken, valued & certified by the management at Lower of Cost (calculated at weighted average basis) or Net Realisable Value)

Stock-In-Trade

2.81

1.18

Stores and Spares

11.78

4.34

Total : 14.59 5.52

7 Trade Receivables

Trade Receivables - Considered Good - Unsecured

Related Parties

-

0.21

Others

318.23

445.72

Total : 318.23 445.93

As at 31st March 2022	Less than 6 Months	6 Months to 1 year	1-2 years	2-3 years	More than 3 years	Total
1 Undisputed Trade receivables – considered good - Unsecured	192.96	67.86	36.80	15.57	5.04	318.23
Total	192.96	67.86	36.80	15.57	5.04	318.23

