



ASTONEA LABS
PRIVATE LIMITED

**ANNUAL
REPORT**
2019-20

astonea

ANNUAL REPORT 2019-20

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PROFILE

Our Company was originally incorporated as “AHU Laboratories Private Limited”, as a Private limited company on 11.04.2017 under the provisions of the Companies Act, 2013. Our Company changed its name from AHU Laboratories Private Limited to “Astonea Labs Private Limited” on 26.02.2019.

Company has started its commercial production on 1st September, 2019 with Cosmetics. We got hands on experience by supplying to Multi - Level Marketing – Direct Selling Companies in India.

The unit is planned and operating as per ISO and REGULATORY guidelines defined by the USFDA and is spread across 7500 sq. meters. Following and certified for WHO-CGMP, ISO 900, ISO 22000 and Halal.



VISSION

To build sustainable brands that have global reach and make a lasting impact on people's life. To connect with global masses with our best researched portfolio of products.



MISSION

To reach our wings across the globe with our own brands and also be a preferred supplier globally

BOARD OF DIRECTORS



HARSH GULATI



USHA GULATI



ASHISH GULATI



AMIT UPADHYAY

REFERENCE INFORMATION

Registered Office : # 1358, 1st Floor, Sector 22-B, Chandigarh, India 160022

Contact No. : +91 9872465555

E-mail ID : astonealabs@gmail.com

Website : www.astonea.org

CIN : U24304CH2017PLC041482

Plant : Vill Haripur, Teh. Raipur Rani, Distt. Panchkula, India
134204

Statutory Auditors : M/s. Avnish Sharma & Associates, Chartered Accountants,
FRN: 009398N, # 49, Sushila Villa, Sector 7, Panchkula,
Haryana-134109

Bankers : Union Bank of India

CHAIRMAN MESSAGE

DEAR SHAREHOLDERS,

I am delighted to present you all the 3rd Annual Report of Astonea Labs Private Limited for the financial year 2019-20 along with the Audited Annual Accounts for financial year ending March 31, 2020, the Auditor's report and Directors' Report of your Company.

I take this opportunity to share my views on the present performance of the Company:

- ▶ *The company started its commercial production on 1st September, 2019.*
- ▶ *The total revenue for the year ended 31.03.2020 was Rs. 8.27 Crores.*
- ▶ *The Profit before tax for the F.Y. 2019-20 is Rs. 82.77 Lakhs and Profit after tax for the F.Y. 2019-20 is Rs. 56.12 Lakhs.*
- ▶ *The Company has in place adequate internal financial controls with reference to financial statements. During the year under review, such controls were tested and no reportable material weaknesses in the design or operation were observed.*
- ▶ *There were no frauds reported by the auditor under section 143 (12) of the Companies Act, 2013.*

I would like to record sincere thanks to bankers, business associates, consultants and various Government Authorities for their continued support extended to Companies activities during the year under review. I am highly gratefully to the shareholders for their support and confidence reposed on the Company.

NOTICE

Notice is hereby given that the 3rd **Annual General Meeting** of the members of the company will be held on **Friday, the 20th day of November, 2020** at 11:00 A.M. at the Registered Office of the Company at **H.NO - 1358, 1st FLOOR, SECTOR – 22 B, CHANDIGARH** to transact the following Business:

Ordinary Business:

(1) **Adoption of Financial Statements**

To receive, consider and adopt the Audited Financial Statements of the Company for the year ended March 31, 2021 including the Audited Balance Sheet as at March 31, 2021, the Statement of Profit & Loss for the year ended on that date and the Reports of the Board of Directors and Auditors thereon.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS ASTONEA LABS PRIVATE LIMITE

**PLACE: CHANDIGARH
DATE: 04.07.2020**

**Sd/-
HARSH GULATI
DIRECTOR
(DIN: 00986687)
HOUSE NO. 881, SECTOR
PANCHKULA, HARYANA
134108 IN**

**Sd/-
ASHISH GULATI
MANAGING DIRECTOR
(DIN: 07419339)
HOUSE NO. 881, SECTOR 8
PANCHKULA, HARYANA
134108 IN**

134108 IN

Notes:

- 1) A member entitled to attend and vote at the meeting is entitled to appoint proxy / proxies to attend and vote instead of himself and the proxy need not be a member of the company. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the company calling voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other member. The Instrument of proxy in order to be effective, should be deposited at the registered office of the company, duly completed and signed, not less than 48 hours before the commencement of the meeting. a proxy form is sent herewith.
- 2) The relevant records/ registers of the Company will remain open for inspection of members as per the provisions of the Companies Act, 2013 and can be inspected at the Registered Office.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS ASTONEA LABS PRIVATE LIMITED

**PLACE: CHANDIGARH
DATE: 04.07.2020**

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ASHISH GULATI
MANAGING DIRECTOR
(DIN: 07419339)
HOUSE NO. 881, SECTOR 8
PANCHKULA, HARYANA
134108 IN**

DIRECTOR'S REPORT

To the Members,

ASTONEA LABS PRIVATE LIMITED

Your Directors have pleasure in submitting their 3th **Annual Report** of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2021.

1. FINANCIAL SUMMARY

"Amount In Rs."	
Particulars	FY - 2018-19
Expenses transferred to Preoperative expenses	882912
Finance Cost	97090
Other Expenses	785822

Particulars	FY - 2019-20
Total Revenue	8,27,83,111
Operating Expenditure	6,17,30,028
Earnings before interest, tax, depreciation and amortization (EBITDA)	2,10,53,083
Less: depreciation and amortization	91,22,873
Less: Finance Cost	36,52,432
Profit or Loss before Tax	82,77,778
Less: Current Tax	12,91,333
Deferred Tax	26,65,911
MAT	12,91,333
Profit or Loss After Tax	56,11,867

2. DIVIDEND

The directors feel that it is prudent to plough back the profits for future growth of the company and do not recommend any dividend for the year ended 31st March, 2020.

3. TRANSFER TO RESERVES

The company does not propose to transfer any amount of profit to general reserve but to retain an amount of **Rs. 56,11,867** in the profit and loss account.

4. DETAILS OF LOANS RECEIVED FROM DIRECTORS AND RELATIVE OF DIRECTORS

Company has taken loan from following directors during financial year 2019-20:

Name	Nature of relationship	Amount (Rs.)
Harsh Gulati	Director	18,50,000
Ashish Gulati	Managing Director	1,00,50,000

5. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act 2013 do not apply as the company has never declared dividend.

6. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS:

Your Directors are optimistic about company's business and hopeful of better performance with increased revenue in next year.

7. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate and upto the date of this report

8. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo as stipulated in the Companies Act 2013 is attached as Annexure A

9. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

10. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable to the company.

11. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provisions is not applicable.

12. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

Form AOC 2 Pursuant to clause (h) of sub section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014 is furnished in Annexure I and is attached to this Report.

13. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There are no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

14. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the company has not devised any policy relating to appointment of directors, payment of managerial remuneration, directors qualification, positive attributes, independence of directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

15. ANNUAL RETURN

The extract of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in Annexure II and is attached to this Report.

16. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

The Boards of Directors duly met **05** times in respect of which notices were given and the proceedings were recorded and signed in the Minutes Books maintained for the purpose. The gap between any two meetings has been less than 120 days.

17. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis;
- e) The Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company; and
- f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

18. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company during the year under review.

19. DEPOSITS

The Company has neither accepted nor renewed any deposits during the year under review.

20. DIRECTORS

There is no change in directorship of the company during the period under review.

21. DECLARATION OF INDEPENDENT DIRECTORS

The provisions of Section 149 for appointment of Independent Directors do not apply to the company.

22. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS

The Company has in place adequate internal financial controls with reference to financial statements. During the year under review, such controls were tested and no reportable material weaknesses in the design or operation were observed.

23. STATUTORY AUDITORS

M/s Avnish Sharma & Associates, Chartered Accountants, (Firm's Registration No. 009398N) be and are hereby appointed as Statutory Auditors of the company from the conclusion of this Annual General Meeting till the Annual General Meeting to be held in the year 2023.

24. FRAUDS REPORTED BY AUDITORS

There were no frauds reported by the auditor under section 143 (12) of the Companies Act, 2013

25. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

26. SHARES

During the year under review, company has made a right issue and allotted 39,00,000 equity shares of Rs. 10 each on 16th October 2019 and paid up shares got increased from 1,00,000 equity shares to 40,00,000 equity shares.

27. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern Status and Company's operations in future.

28. STAFF REGULATIONS- PROHIBITION OF SEXUAL HARRASMENT OF WOMEN:

The Board deliberated upon in respect of anti-Sexual Harassment Policy and it was brought to the notice of the staff that there will be zero tolerance for any such activities and any staff member found involved in such cases shall be liable for the strict action to be taken by the board and management.

29. ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
ASTONEA LABS PRIVATE LIMITED**

**PLACE: CHANDIGARH
DATE: 04.07.2020**

**Sd/-
HARSH GULATI
DIRECTOR
(DIN: 00986687)
HOUSE NO. 881, SECTOR
PANCHKULA, HARYANA
134108 IN**

**Sd/-
ASHISH GULATI
MANAGING DIRECTOR
(DIN: 07419339)
HOUSE NO. 881, SECTOR 8
PANCHKULA, HARYANA
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ANNEXURE - A

Information under Section 134(3)(m) of the Companies Act, 2013 read with rule 8(3) the Companies (Accounts) Rules, 2014 and forming part of the Report of the Directors

A. Conservation of energy-

The company has taken adequate measures for conservation of energy.

B. Technology absorption-

The company is using latest technology for its business operations.

C. Foreign exchange earnings and Outgo-

The Company has no foreign exchange earnings and expenditures in the previous year 2019-20.

(Rs. In Lac)

Particulars	2019-20	2018-19
Value of Imports Calculated on C.I.F Basis:	-	-
Foreign currency expenditure	-	-
Foreign currency income	-	-

ANNEXURE- I**FORM NO. AOC - 2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014).

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
(a)	Name (s) of the related party & nature of relationship	NIL
(b)	Nature of contracts/arrangements/transaction	-
(c)	Duration of the contracts/arrangements/transaction	-
(d)	Salient terms of the contracts or arrangements or transaction including the value, if any	-
(e)	Justification for entering into such contracts or arrangements or transactions.	-
(f)	Date of approval by the Board	-
(g)	Amount paid as advances, if any	-
(h)	Date on which the special resolution was passed in General Meeting as required under first proviso to Section 188	-

2. Details of material contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Shinto Organics Pvt. Ltd.
b)	Nature of contracts/arrangements/transaction	Sale and Purchase
c)	Duration of the contracts/arrangements/transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Sale – 3,17,41,681 Purchase – 2,09,096
e)	Date of approval by the Board	-
f)	Amount paid as advances, if any	-

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
ASTONEA LABS PRIVATE LIMITED**

**PLACE: CHANDIGARH
DATE: 04.07.2020**

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134108 IN**

ANNEXURE- II**FORM NO. MGT - 9****EXTRACT OF ANNUAL RETURN****As on financial year ended on 31.03.2021****Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.****I. REGISTRATION & OTHER DETAILS:**

SL. No.	CIN	U24304CH2017PTC041482
1.	Registration Date	11/04/2017
2.	Name of the Company	ASTONEA LABS PRIVATE LIMITED
3.	Category/Sub-category of the Company	COMPANY LIMITED BY SHARES / INDIAN NON- GOVERNMENT COMPANY
4.	Address of the Registered office & contact details	HOUSE NO. 1358, 1 ST FLOOR, SECTOR-22B CHANDIGARH
5.	Whether listed company	No
6.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated):

S. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	MANUFACTURING OF PHARMACEUTICALS PRODUCTS	51397	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANY

S. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
1		NIL			

I. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**(i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year [As on 1 ST – April - 2019]				No. of Shares held at the end of the year[As on 31-March-2020]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. PROMOTERS									
(1) Indian									
a) Individual/HUF	-	1,00,000	1,00,000	100%	-	40,00,00	40,00,00	100%	↑ 97.5%
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp.									
e) Banks / FI									
f) Any other									
Sub Total (A) (1)	-	1,00,000	1,00,000	100%	-	40,00,00	40,00,00	100%	↑ 97.5%
(2) Foreign									
a) NRIs - Individuals									
b) Other - Individuals									
c) Bodies Corp.									
d) Banks/FI									
e) Any Other									
Sub Total (A) (2)									
Total Shareholding of Promoter (A)=(A)(1)+(A)(2)	-	1,00,000	1,00,000	100%	-	40,00,00	40,00,00	100%	↑ 97.5%
B. PUBLIC SHAREHOLDING									
1. Institutions									
a) Mutual Funds									
b) Banks / FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIIs									
h) Foreign Venture Capital Funds									

i) Others (specify)									
Sub-total (B)(1):-									
2. Non-Institutions									
a) Bodies Corp.									
i) Indian									
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh									
c) Others (specify) HUF									
Sub-total (B)(2):-									
Total Public Shareholding (B)=(B)(1)+(B)(2)									
C. Shares held by Custodian for GDRS & ADRS									
Grand Total (A+B+C)	-	1,00,000	1,00,000	100%	-	40,00,00	40,00,00	100%	↑ 97.5%

ii) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	HARSH GULATI	50,000	50%	--	50,000	1.25%	--	↓ 48.75%
2	USHA GULATI	25,000	25%	--	19,75,000	49.38%	--	↑ 24.38%
3	ASHISH GULATI	25,000	25%		19,75,000	49.38%		↑ 24.38%

iii) Change in Promoters' Shareholding (please specify, if there is no change)

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	1,00,000	100%	1,00,000	100%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.)	During the year 19,50,000 equity shares were allotted to Mr. Ashish Gulati and 19,50,000 equity shares were allotted to Mrs. Usha Gulati on date: 16.10.2019	↑ 97.5%		
	At the end of the year	40,00,000	100%	40,00,000	100%

iv) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Holders of GDRs and ADRs)

SN	For each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	0	0
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.)				
	At the end of the year	0	0	0	0

v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
	At the beginning of the year USHA GULATI HARSH GULATI	25,000 50,000	25.00% 50.00%	25,000 50,000	25.00% 50.00%

	ASHISH GULATI	25,000	25.00%	25,000	25.00%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.)	During the year 19,50,000 equity shares were allotted to Mr. Ashish Gulati and 19,50,000 equity shares were allotted to Mrs. Usha Gulati on date: 16.10.2019			
	At the end of the year USHA GULATI HARSH GULATI ASHISH GULATI	19,75,000 50,000 19,75,000	49.38% 1.25% 49.38%	19,75,000 50,000 19,75,000	49.38% 1.25% 49.38%

II. INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment:

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	-	-	-	-
i) Principal Amount	-	7,41,64,765	-	7,41,64,765
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	7,41,64,765	-	7,41,64,765
Change in Indebtedness during the financial year				
* Addition	7,40,53,486	1,19,00,000	-	8,59,53,486
* Reduction	-	4,07,90,000	-	4,07,90,000
Net Change	7,40,53,486	(2,88,90,000)	-	4,51,63,486
Indebtedness at the end of the financial year				
i) Principal Amount	7,40,53,486	4,52,74,765	-	11,93,28,251
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	7,40,53,486	4,52,74,765	-	11,93,28,251

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD/WT/ Manager				Total Amount
		---	---	----	---	
1	Gross salary	NIL	NIL			NIL
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961					
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-				-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-				-
2	Stock Option	-				-
3	Sweat Equity	-				-
4	Commission - as % of profit - others, specify...	-				-
5	Others, please specify	-				-

	Total (A)	NIL	NIL			NIL
	Ceiling as per the Act					

B. Remuneration to other directors

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		----	----	----	----	
1	Independent Directors	NIL	NIL	NIL	NIL	
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (1)					
2	Other Non-Executive Directors					
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (2)					
	Total (B)=(1+2)					
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTB

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary	NIL	NIL	NIL	NIL
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				

2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	others, specify...				
5	Others, please specify				
	Total				

XII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	NIL				
Punishment					
Compounding					
B. DIRECTORS					
Penalty	NIL				
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	NIL				
Punishment					
Compounding					

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
ASTONEA LABS PRIVATE LIMITED**

**PLACE: CHANDIGARH
DATE: 04.07.2020**

**Sd/-
HARSH GULATI
DIRECTOR
(DIN: 00986687)
HOUSE NO. 881, SECTOR
PANCHKULA, HARYANA
134108 IN**

**Sd/-
ASHISH GULATI
MANAGING DIRECTOR
(DIN: 07419339)
HOUSE NO. 881, SECTOR 8
PANCHKULA, HARYANA
134108 IN**

STATUTORY AUDITOR'S REPORT

AVNISH SHARMA & ASSOCIATES

CHARTERED ACCOUNTANTS

#49, SUSHILA VILLA, SECTOR 7, PANCHKULA, HARYANA-134109
 SCO 47, 2ND FLOOR, SECTOR 20-C, DAKSHIN MARG, CHANDIGARH-160020
 Phone no. : (O) 0172-4666330, 4625749 (M) 9872980396
 E-mail: avnishca@hotmail.com



INDEPENDENT AUDITOR'S REPORT

To the members of
ASTONEA LABS PRIVATE LIMITED
 Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of M/s ASTONEA LABS PRIVATE LIMITED ("the Company") (formerly AHU LABORATORIES PRIVATE LIMITED), which comprises the Balance Sheet as at 31st March, 2020, the Statement of Profit and Loss and statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by The Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the 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 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.

Responsibility of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgements 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 these financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibility for the Audit of Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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 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 accounts as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards 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 Directors as on 31st March, 2020 taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2020 from being appointed as a Director in terms of Section 164(2) of the Act.
- (f) Since the Company's turnover as per last audited financial statements is less than Rs. 50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017;
- (g) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of Sec 197(16) of the Act as amended, we report that Section 197 is not applicable to a private company. Hence reporting as per Section 197(16) is not required.
- (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, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.
- 2 As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013 we give in 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

For Avnish Sharma & Associates
Chartered Accountants
FRN - 009398N

UDIN: 20097591AAAADE5847
Place : Chandigarh
Dated : 04.07.2020

Sd/-
Dinesh Manchanda (M.No. 097591)
Partner

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Reports on Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of Section 143 (11) of the Companies Act, 2013 ('the Act') of ASTONEA LABS PRIVATE LIMITED ('the Company')

- 1 In respect to the Company's fixed assets:
 - (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
 - (b) The fixed assets were physically verified during the year by the Management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) The title deeds of immovable properties are held in the name of the company.
- 2
 - (a) The management has conducted the physical verification of inventory at reasonable intervals.
 - (b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- 3 According to the information and explanations given to us, 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 Companies Act, 2013. Therefore, the provisions of clause 3 (iii) of the 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 Act in respect of grant of loans, making investments and providing guarantees and securities.
- 5 The Company has not accepted any deposits during the year as covered under section 76 of the Companies Act, 2013. Therefore, the provisions of the clause 3(v) of the order are not applicable to the Company.
- 6 Reporting under clause 3(vi) of the Order is not applicable as the Company's business activities are not covered by the Companies (Cost Records and Audit) Rules, 2014.
- 7 According to the information and explanations given to us, in respect of statutory dues:
 - (a) According to the records of the company, the Company has generally been regular in depositing undisputed statutory dues, including Income Tax, Goods & Service Tax, duty of Customs, duty of Excise, Cess and other material statutory dues applicable to it with the appropriate authorities.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Income Tax, Sales Tax, Service Tax, Value Added Tax, duty of Customs, duty of Excise, Cess, Goods & Service Tax and other material statutory dues in arrears as at 31st March, 2020 for a period of more than six months from the date they became payable.
- 8 In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks and financial institutions. The Company does not have any loans or borrowings from government and has not issued any debentures.
- 9 The Company has not raised monies by way of initial public offer or further public offer (including debt instruments). Further in our opinion and according to the explanation given to us, term loans were applied for the purpose for which loans were raised.
- 10 To the best of our knowledge and according to the information and explanations given to us, no fraud by the company and no fraud on the Company by its officer or employees has been noticed or reported during the year.
- 11 The company is a private company, hence provisions of section 197 regarding managerial remuneration are not applicable to the company.
- 12 The Company is not a Nidhi Company as prescribed under section 406 of the Act. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the company.

- 13 In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- 14 The company has made preferential allotment of shares during the year under review and the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised.
- 15 In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.
- 16 In our opinion and according to the information and explanation given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For Avnish Sharma & Associates
Chartered Accountants
FRN - 009398N

UDIN:20097591AAAADE5847
Place : Chandigarh
Dated : 04.07.2020

Sd/-
Dinesh Manchanda (M.No. 097591)
Partner

FINANCIAL STATEMENT

ASTONEA LABS PRIVATE LIMITED (FORMERLY AHU LABORATORIES PRIVATE LIMITED)			
BALANCE SHEET AS AT 31ST MARCH, 2020		AMOUNT IN `	
PARTICULARS	Note No.	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
I. EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	3	4,00,00,000	10,00,000
(b) Reserves And Surplus	4	56,11,867.19	-
(c) Money received against share warrants		-	-
2 Share application money pending allotment		-	-
3 Non-Current Liabilities			
(a) Long-Term Borrowings	5	10,56,28,251	7,41,64,765
(b) Deferred Tax Liabilities (Net)		26,65,910.65	-
(c) Other Long term liabilities		-	-
(d) Long term provisions		-	-
4 Current Liabilities			
(a) Short Term borrowings		-	-
(b) Trade Payables	6		
1 Total outstanding dues of micro enterprises and small enterprises		-	-
2 Total outstanding dues of creditors other than micro enterprises and small enterprises		3,18,73,246	2,36,47,700
(c) Other Current Liabilities	7	2,19,30,510	42,100
(d) Short Term Provisions	8	12,91,333	-
TOTAL		20,90,01,119	9,88,54,565
II. ASSETS			
1 Non-Current Assets			
(a) Property, Plant & Equipments			
(a) Tangible Assets	9	13,03,56,690	5,63,14,238
(b) Intangible Assets		-	-
(c) Capital Work in Progress		-	10,49,491
(b) Non -Current Investment		-	-
(c) Deferred Tax Assets (Net)		-	-
(d) Long term loans & advances	10	10,84,525	4,13,625
(e) Other Non-Current Assets		-	-
2 Current assets			
(a) Current Investment		-	-
(b) Inventories	11	1,18,88,625.21	16,000
(c) Trade Receivables	12	1,40,63,163	-
(d) Cash And Cash Equivalents	13	1,02,60,985	5,93,285
(e) Short Term Loans And Advances	14	4,13,47,130	4,04,67,926
(f) Other Current Assets		-	-
TOTAL		20,90,01,119	9,88,54,565
Significant Accounting Policies	1-2		
Notes on Financial Statements	24		
As per our report of even date attached For Avnish Sharma & Associates Chartered Accountants FRN - 009398N		For & on behalf of the Board ASTONEA LABS PRIVATE LIMITED	
Sd/- Dinesh Manchanda (M.No. 097591) Partner UDIN: 20097591AAAADE5847 Place : Chandigarh Dated : 04.07.2020	Sd/- ASHISH GULATI MG. DIRECTOR DIN: 07419339	Sd/- HARSH GULATI DIRECTOR DIN: 00986687	

ASTONEA LABS PRIVATE LIMITED (FORMERLY AHU LABORATORIES PRIVATE LIMITED)			
STATEMENT OF PROFIT & LOSS FOR THE PERIOD 01.04.2019 TO 31.03.2020			
AMOUNT IN `			
PARTICULARS	Note No.	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
Income:			
I Revenue from operations	15	8,27,54,105	-
II Other income	16	29,006	8,82,912
III. Total Revenue		8,27,83,111	8,82,912
IV. Expenses:			
Cost of materials consumed	17	5,50,67,889	-
Purchases of Stock-in Trade	18	13,87,849	16,000
Changes in inventories	19	(26,45,000)	(16,000)
Employee Benefits Expense	20	27,60,458	-
Financial Cost	21	36,52,432	97,090
Depreciation And Amortization Expense	22	91,22,873	-
Other Expenses	23	51,58,831	7,85,822
Total Expenses		7,45,05,333	8,82,912
V. Profit Before tax		82,77,778	-
VI Tax Expense:			
Current Tax		12,91,333	-
Deferred Tax Expense/(Income)		26,65,911	-
MAT Reverse		12,91,333	-
VII Profit After Tax		56,11,867	-
VIII Earnings Per Equity Share:			
(1) Basic		2.97	-
(2) Diluted		2.97	-
Significant Accounting Policies	1-2		
Notes on Financial Statements	24		
As per our report of even date attached			
For Avnish Sharma & Associates		For & on behalf of the Board	
Chartered Accountants		ASTONEA LABS PRIVATE LIMITED	
FRN - 009398N			
Sd/-		Sd/-	Sd/-
Dinesh Manchanda (M.No. 097591)		ASHISH GULATI	HARSH GULATI
Partner		MG. DIRECTOR	DIRECTOR
UDIN: 20097591AAAADE5847		DIN: 07419339	DIN: 00986687
Place : Chandigarh			
Dated : 04.07.2020			

ASTONEA LABS PRIVATE LIMITED
(FORMERLY AHU LABORATORIES PRIVATE LIMITED)
CASH FLOW STATEMENT

PARTICULARS	Amount in `	
	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
A.CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax and extra ordinary items	82,77,778	-
Add:-		
Adjustment for depreciation	91,22,873	-
Interest on Loans taken	33,59,596	-
Less:-		
Interest Income	29,006	-
Profit on sale of Fixed Assets	-	-
Operating profit before working capital changes	2,07,31,241	-
Current assets		
(Increase)/decrease in debtors	(1,40,63,163)	-
(Increase)/decrease in stock	(1,18,72,625)	(16,000)
(Increase)/decrease in advances	(8,79,204)	(3,33,125)
(Increase)/decrease in other current assets	-	(3,36,35,604)
Current liabilities		
Increase/(decrease) in creditors	82,25,546	2,36,37,003
Increase/(decrease) in expenses payable	2,31,79,743	-
Cash generated from operations	2,53,21,537	(1,03,47,726)
Tax paid in cash	-	-
Interest on working capital loan	1,33,334	-
Net cash from operating activities	2,51,88,203	(1,03,47,726)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Investment in shares	-	-
Investment in Advances	(6,70,900)	-
Fixed assets purchased	(8,89,95,924)	(4,06,96,751)
Pre-operative Expenses capitalised	68,80,090	(8,82,912)
Interest received	29,006	-
Net cash from investing activities	(8,27,57,728)	(4,15,79,663)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of share Capital	3,90,00,000	-
Proceeds/(Repayment) of Secured loans	6,03,53,486	-
Proceeds/(Repayment) of unsecured loans	(2,88,90,000)	5,14,64,765
Interest/charges paid on loans	(32,26,262)	-
Net cash from financing activities	6,72,37,224	5,14,64,765
Net Change In Cash and Cash equivalent (A+B+C)	96,67,700	(4,62,624)
CASH & CASH EQUIVALENT		
Opening Balance	5,93,285	10,55,909
Cash & cash equivalent	96,67,700	(4,62,624)
Closing balance	1,02,60,985	5,93,285

Notes :

- 1.The above 'Cash Flow Statement' has been prepared under the indirect method as set out in accounting standard-3 Cash Flow Statements.
2. Figures in bracket indicate cash outflow
3. Previous year figures have been regrouped and recasted wherever necessary to conform to the current year figures.
4. The Cash Flow Statement for the year has been prepared by Rounding off to Rs. in compliance with Schedule III of the Companies Act, 2013.

For Avnish Sharma & Associates
Chartered Accountants
FRN - 009398N

Sd/-
Dinesh Manchanda (M.No. 097591)
Partner
UDIN: 20097591AAADE5847
Place : Chandigarh
Dated : 04.07.2020

On behalf of the Board
ASTONEA LABS PRIVATE LIMITED

Sd/-
ASHISH GULATI
MG. DIRECTOR
DIN: 07419339

Sd/-
HARSH GULATI
DIRECTOR
DIN: 00986687

SIGNIFICANT ACCOUNTING POLICIES

ASTONEA LABS PRIVATE LIMITED (FORMERLY AHU LABORATORIES PRIVATE LIMITED)

Significant Accounting Policies and Notes forming part of the Financial Statements
Year Ending: 31-Mar-2020

1 COMPANY OVERVIEW

Astonea Labs Private Limited (Formerly AHU Laboratories Private Limited) is in the business of manufacturing cosmetics & Pharmaceutical Products. The Company was incorporated on 11.04.2017 under the Companies Act, 2013. The company has its Registered Office at #1358, First Floor, Sector 22 B, Chandigarh and works at Village Haripur, Tehsil Raipur Rani, Dist. Panchkula, Haryana.

2 SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting

The Financial Statements are prepared as a going concern under historical cost convention as on accrual basis except those with significant uncertainty and in accordance with mandatory accounting standard under section 133 of the Companies Act, 2013 (the Act) read with Rule 7 of the Companies (Accounts) Rule 2014 and the relevant provisions of the Act. Accounting policies not stated explicitly otherwise are consistent with generally accepted accounting principles and mandatory accounting standards.

b) Use of estimates:

The presentation of financial statements requires the estimates and assumptions to be made that affect the reported amount of assets and liabilities on date of the financial statements and reported amount of revenues and expenses during the reporting period. Difference between the actual results and the estimates are recognised in the period in which the results are known/materialised.

c) Property, Plant & Equipments

Property, Plant & Equipments are stated at cost of acquisition inclusive of inward freight, duties, taxes and incidental expenses related to acquisition but net of duty credit availed. All pre-operative expenditure including interest on borrowings, specifically for the acquisition/project or interest on general borrowings to the extent utilized for such project, for the period up to the completion of erection is capitalized as part of the asset cost. Indirect expenditure related to acquisition & erection of machineries for the period up to the completion of such erection is treated as pre-operative expenditure and allocated on pro-rata basis.

d) Inventories:

Inventories are valued as follows:

Raw Materials, stores and spares:

Lower of cost and net realisable value. Cost is determined on FIFO basis. Materials and other items held for use in the production of inventories are not written down below costs, if finished goods in which they will be incorporated are expected to be sold at or above cost.

Work-in-progress and finished goods:

Lower of cost and net realisable value. Cost includes direct materials, labour and a proportion of manufacturing overheads.

e) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits and compensated absences) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements.

f) Revenue Recognition

Revenue from the sales is recognised when significant risks and rewards of ownership of the goods have passed to the buyer, which generally coincides with the delivery.

Revenue (other than sale) 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.

g) Borrowing Cost:

Borrowing cost attributable to acquisition of qualifying fixed assets which takes substantial period of time to get ready for its intended use is capitalised as part of the cost of such fixed assets. All other borrowing costs are charged to revenue.

h) Depreciation/Amortisation

Depreciation has been provided on written down method on the economic useful life prescribed by Schedule II to the Companies Act, 2013. Depreciation on additions to or disposal of assets is calculated on pro-rata basis.

Type of Asset	Period
Building	30 years
Plant & Machinery	15 years
Laboratory Instruments,Electrical Equipments, Furniture & Fixtures	10 years
Car & Vehicles	8 years
Office Equipments	5 years
Computer	3 years

i) Impairment

At each balance sheet date, the management reviews the carrying amounts of its assets to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognised as income in the statement of profit and loss.

h) Taxation:

Current tax is measured at the amount expected to be paid to the revenue authorities, using the applicable tax rates and laws.

Deferred tax for timing differences between the book and taxable income for the year is accounted for using the tax rates and laws that have been enacted or substantively enacted as of the Balance sheet date. Deferred tax assets arising from temporary timing differences are recognised to the extent there is reasonable certainty that the assets can be realised in future and the same is reviewed at each Balance Sheet date.

Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in Guidance Note issued by Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit & Loss and shown as MAT Credit Entitlement. The Company reviews the same at each Balance Sheet date and written down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal income tax during the specified period.

NOTES TO FINANCIAL STATEMENTS

ASTONEA LABS PRIVATE LIMITED

3 SHARE CAPITAL

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
Authorised Share Capital		
a) 40,00,000 (PY 40,00,000) Equity Shares of ` 10/- Each	4,00,00,000	4,00,00,000
	4,00,00,000	4,00,00,000
Issued, Subscribed & Paid up :		
a) 40,00,000 (PY 1,00,000) Equity Shares of ` 10/- Each fully paid*	4,00,00,000	10,00,000
Total	4,00,00,000	10,00,000

*During the year, the company has made a right issue and allotted 39,00,000 equity shares of ` 10/- each on 16th October, 2019 at ` 10/- per share.

3.1 The details of Shareholders holding more than 5% of the aggregate shares in the Company.

Name of the Share holders	AS AT 31ST MARCH, 2020		AS AT 31ST MARCH, 2019	
	No. of shares	% held	No. of shares	% held
Harsh Gulati	50,000	1.25%	50,000	50.00%
Usha Gulati	19,75,000	49.38%	25,000	25.00%
Ashish Gulati	19,75,000	49.38%	25,000	25.00%

3.2 The Reconciliation of the number of shares

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
	No. of shares	No. of shares
Numbers of Shares at the beginning of the year	1,00,000	-
Add: Numbers of shares issued during the year	39,00,000	1,00,000
Equity Shares at the end of the year	40,00,000	1,00,000

4 RESERVES & SURPLUS

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
(a) Surplus/(Deficit) in statement of profit & loss		
Opening Balance	-	-
Add: Profit/(Loss) for the year	56,11,867	-
Total	56,11,867	-

5 LONG TERM BORROWINGS

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
Secured		
(a) UBI Term Loan A/c 0227*	7,40,53,486	-
Less: Current maturities	1,37,00,000	-
	6,03,53,486	-
Unsecured		
(a) Loans and advances from related parties		
From Directors		
- Harsh Gulati	1,71,35,000	1,70,75,000
- Usha Gulati	2,71,50,000	4,66,50,000
- Ashish Gulati	9,89,765	1,04,39,765
	4,52,74,765	7,41,64,765

Total	10,56,28,251	7,41,64,765

*Term loans from banks are secured by first charge on all fixed assets, stock and Land & Building of the company financed. These loan are further secured by personal guarantee of the promoters/ directors. ROI 10.50% on term loan. Repayment in 73 instalments of ` 13.70 lacs each.

6 TRADE PAYABLES

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
(a) Total outstanding dues of micro enterprises and small enterprises*	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,18,73,246	2,36,47,700
Total	3,18,73,246	2,36,47,700

*The above outstandings includes NIL amount (PY Nil) towards its suppliers being registered under the Micro, Small and Medium Enterprises Development Act, 2006 and disclosures are based on the information available with the company regarding status of suppliers under MSME Act, 2006.

7 OTHER CURRENT LIABILITIES

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
(a) Current maturities of long-term debt	1,37,00,000	-
(b) Statutory dues	90,142	2,100
(c) Other payables	81,40,368	40,000
Total	2,19,30,510	42,100

8 SHORT TERM PROVISIONS

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
Provision for Tax	12,91,333.34	-
Less: Advance Tax and TDS/TCS	-	-
Total	12,91,333	-

ASTONEA LABS PRIVATE LIMITED
PROPERTY, PLANT & EQUIPMENTS SCHEDULE FOR THE YEAR ENDED 31.03.2020

NOTE NO -9

TANGIBLE ASSETS

PARTICULARS	RATE	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		AS ON 01.04.2019	ADDITION	SALE/ ADJUST.	AS ON 31.03.2020	UPTO THE END OF PREVIOUS YR.	FOR THE YEAR	DEPRECIATION ADJUSTMENTS	TOTAL	AS ON 31.03.2020	AS ON 31.03.2019
Land		1,26,71,878		-	1,26,71,878	-	-	-	-	1,26,71,878	1,26,71,878
Building under Construction		1,40,53,016	1,20,91,009	1,44,89,531	1,16,54,494	-	-	-	-	1,16,54,494	1,40,53,016
Building	9.50%	-	1,61,45,691	-	1,61,45,691	-	8,92,645	-	8,92,645	1,52,53,046	-
Plant & Machinery	18.10%	-	7,32,64,550	-	7,32,64,550	-	73,45,766	-	73,45,766	6,59,18,785	-
Electrical Equipments	25.89%	1,78,959	-	-	1,78,959	-	26,964	-	26,964	1,51,995	1,78,959
Furniture & Fixture	25.89%	-	6,89,476	-	6,89,476	-	73,139	19,092	92,231	5,97,245	-
Laboratory Instrument	25.89%	-	9,50,820	-	9,50,820	-	1,39,481	-	1,39,481	8,11,339	-
Office Equipment	45.07%	-	1,09,478	-	1,09,478	-	24,216	1,305	25,521	83,957	-
Vehicle (Pick Up)	31.23%	4,23,887	-	-	4,23,887	-	77,041	55,339	1,32,380	2,91,507	4,23,887
Car	31.23%	17,11,041	3,65,000	-	20,76,041	-	3,43,681	2,23,379	5,67,060	15,08,981	17,11,041
Computer	63.16%	1,18,000	7,46,064	-	8,64,064	-	1,99,940	33,338	2,33,279	6,30,785	1,18,000
Plant & Machinery under Installation		2,71,57,457	3,53,84,377	6,25,41,833	-	-	-	-	-	-	2,71,57,457
Plant & Machinery under Installation		-	2,07,82,679	-	2,07,82,679	-	-	-	-	2,07,82,679	-
Total		5,63,14,238	16,05,29,144	7,70,31,364	13,98,12,017	-	91,22,873	3,32,454	94,55,327	13,03,56,690	5,63,14,238
Previous Year Figures		1,56,17,487	4,06,96,751	-	5,63,14,238	-	-	-	-	5,63,14,238	1,56,17,487

10 LONG TERM LOANS & ADVANCES

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
(a) Loans Receivables considered good - Secured	-	-
(b) Loans Receivables considered good - Unsecured	-	-
- Security with UHBVN Barwala	10,69,525	4,13,625
- Security with Bharti Airtel	15,000	-
(c) Loans Receivables which have significant increase in Credit Risk;	-	-
(d) Loans Receivables - credit impaired	-	-
Total	10,84,525	4,13,625

11 INVENTORIES

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
(a) Raw material in Hand	92,27,625	-
(b) Finished goods in Hand	26,61,000	16,000
Total	1,18,88,625	16,000

Note:- Mode of Valuation

- (a) Raw material is valued at cost or market value whichever is lower and are on FIFO basis
 (b) Finished Goods are valued at Lower of cost and net realisable value.

12 TRADE RECEIVABLES

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
(a) Trade Receivables considered good - Secured	-	-
(b) Trade receivables considered good - Unsecured	1,40,63,163	-
(c) Trade receivables which have significant increase in credit risk	-	-
(d) Trade Receivables - credit impaired.	-	-
Total	1,40,63,163	-

13 CASH AND CASH EQUIVALENT

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
(a) Balances with banks		
In Current Accounts		
- IDFC Bank Ltd	-	10,900
- UBI-40851	28,069	2,92,177
- HDFC A/c	2,847	-
UBI Cash Credit a/c-50578*	97,12,185	-
(b) FDR		
- UBI FDR Agst Bank Guarantee	3,69,006	2,10,000
(c) Cash in hand	1,48,878	80,208
Total	1,02,60,985	5,93,285

*Cash Credit limits from Union Bank of India are secured by first charge on all fixed assets, stock and Land & Building of the company financed. These loans are further secured by personal guarantee of the promoters/ directors. ROI 10.50% on Cash Credit limit repayable on demand. It is having debit balance.

14 SHORT TERM LOANS & ADVANCES

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
(a) Loans Receivables considered good - Secured	-	-
(b) Loans Receivables considered good - Unsecured	-	-
1 GST Recoverable	1,33,15,359	49,86,356
2 Advances to Suppliers for capital goods	2,46,42,640	3,53,75,448
3 Advances to Suppliers of RM	18,84,804	15,000
4 Other Advances	88,651	74,542
5 TCS Recoverable	16,580	16,580
6 Prepaid Insurance & expenses	1,07,763	-
7 MAT Recoverable	12,91,333.34	-
(c) Loans Receivables which have significant increase in Credit Risk;	-	-
(d) Loans Receivables - credit impaired	-	-
Total	4,13,47,130	4,04,67,926

ASTONEA LABS PRIVATE LIMITED

15 REVENUE FROM OPERATIONS

Particulars	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
Sale of products	8,17,30,311	-
Direct Income	10,23,794	-
Total	8,27,54,105	-

16 OTHER INCOME

Particulars	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
Transferred to Pre-operative Expenses	-	8,82,912
Interest on FDR	29,006	-
Total	29,006	8,82,912

17 COST OF MATERIAL CONSUMED

Particulars	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
Opening Stock of Raw Material		
Add : Purchases	6,32,75,765	-
Add:- Freight inward	10,19,749	-
	6,42,95,515	-
Less: Closing Stock of Raw Material	92,27,625	-
Total	5,50,67,889	-

18 PURCHASE OF STOCK-IN-TRADE

Particulars	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
Purchases	13,87,849	-
Total	13,87,849	-

19 CHANGE IN INVENTORY OF FINISHED GOODS/STOCK-IN-TRADE

Particulars	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
Opening Balance	16,000	-
Less:- Closing Balance	26,61,000	16,000
Net Increase/ Decrease in Goods	(26,45,000)	(16,000)

20 EMPLOYEE BENEFITS EXPENSES

Particulars	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
Salaries to Staff	18,50,896	-
Staff Welfare Expenses	7,40,217	-
Provident Fund Contribution	1,12,208	-
ESI Contribution	57,137	-
	27,60,458	-

21 FINANCIAL COST

Particulars	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
Bank Charges	2,92,836	97,090
Bank Interest-Term Loan	32,26,262	-
Bank Interest-CC limit	1,33,334	-
Total	36,52,432	97,090

22 DEPRECIATION & AMORTISATION

Particulars	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
Depreciation	91,22,873	-
Total	91,22,873	-

23 OTHER EXPENSES

Particulars	For the year ended on 31st March, 2020	For the year ended on 31st March, 2019
<u>Manufacturing Expenses</u>		
Electricity Expense	10,38,243	3,89,284
Wages	16,84,538	-
Freight Inward	-	3,051
Manufacturing exp.	10,560	-
Consumables	2,400	-
Generator Running Expenses	57,000	-
Laboratory Expenses	25,605	-
Repairs (Plant & Machinery)	21,829	-
	28,40,174	3,92,335
<u>Administrative & Selling Expenses</u>		
Audit Fees	2,00,000	25,000
Advertising expenses	3,072	-
Business Promotion expense	6,19,070	-
Courier charges	6,976	-
Insurance Charges	40,706	68,307
Interest & Late fee	1,470	-
Legal & Professional Expenses	1,32,900	40,350
Office Expenses	1,82,136	-
Printing & Stationery	1,01,122	-
Rate, Fees & Taxes	1,47,614	11,030
Rebate & Discount	47,205	0

Telephone expenses	1,50,902	1,394
Tour & Travelling expenses	34,903	1,96,056
Tour & Travelling- Director	3,72,634	
Vehicle Running Expenses	2,77,947	51,351
	23,18,657	3,93,487
Total	51,58,831	7,85,822

ASTONEA LABS PRIVATE LIMITED

24 NOTES TO ACCOUNTS

a) Related party disclosures

As per AS-18 'Related Party Disclosures' issued by ICAI the disclosures of transactions with related concerns are as follow:-

Particulars	Name
Key Management Personnel	Ashish Gulati (Managing Director)
	Harsh Gulati (Director)
	Usha Gulati (Director)
Related Concerns	Shinto Organics Private Limited
Relatives of Key Management Personnel	Deepak Gulati

Name	Nature of Transactions	Amount (₹)
Ashish Gulati	Loan received	1,00,50,000
	Right Shares Issued	1,95,00,000
Usha Gulati	Right Shares Issued	1,95,00,000
Harsh Gulati	Loan received	18,50,000
	Loan repaid	17,90,000
Shinto Organics Pvt Ltd	Purchases	2,09,096
	Sales	3,17,41,681
Director's Travelling	Travelling Expenses	3,72,634

b) Earning Per Share

As per AS 20 of ICAI the EPS is worked out as under:

	2020	2019
Net Profit available to shareholders as per accounts (₹)	5611867	0
Weighted average number of shares	4000000	100000
Earning per share- Basic and diluted (₹)	1.40	0.00
Face value per equity share (₹)	10.00	10.00

c) Auditor's Remuneration

	2020	2019
Audit of financial statements and Tax Audit	200000	25000

d) Deferred Tax Calculation

Deferred tax is calculated as per AS-22 issued by ICAI as under:

WDV as per Companies Act (A)	13,03,56,690
WDV as per Income Tax Act (B)	11,26,26,043
Difference (A-B)	1,77,30,647
Unabsorbed Depreciation (C)	(74,77,144)
Timing Difference (A-B-C)	1,02,53,503
Closing Deferred Tax Liabilities	26,65,911
Opening Deferred Tax Liabilities	-
Deferred Tax Expenses	26,65,911

e) Contingent Liabilities Not Provided for in respect of:

	2020	2019
i) Bank Guarantee outstanding.	3,36,250	NIL
ii) Claim against the Company not acknowledged as debts	NIL	NIL
iii) Estimated amount of contracts remaining to be executed on capital account net after advance	NIL	NIL
iv) Unexpired letter of credit	NIL	NIL

f) Information on Transactions in Foreign Exchange

Foreign currency expenditure	NIL	NIL
Foreign currency income	NIL	NIL

g) Consumption of Raw Materials and Stores etc.

Raw Material Consumed:		
- Imported	NIL	NIL
- Indigenous	5,50,67,889	NIL

Spare Parts and Components Consumed:

- Imported	NIL	NIL
- Indigenous	NIL	NIL

h) Employee Retirement Benefits

Employee benefits are accounted for on accrual basis.

- i) The company started its commercial production on 1st September 2019. Expenses of ₹ 68,80,090 incurred up to 31.08.2019 during preoperative period are capitalised in Building & Plant & Machinery values equal to their proportion in basic value before capitalisation as detailed :

P&M	52,23,930
Building	16,56,159
	68,80,090

- j) In the opinion of the management and best of their knowledge and belief the value on realization of loans & advances and other current assets in the ordinary course of business will not be less than the amount at which they are stated in Balance Sheet and provisions for all known liabilities have been made.

- k) Balances as at 31st March 2020 in respect of Sundry Debtors and Creditors are subject to confirmation. Wherever balance confirmation is not available from the parties, the balances as appearing in the books of account have been confirmed by the management.

- l) Max. balance due towards directors at any time during the year is ₹ 8,54,14,765/- .

- m) The financial statement for the year has been prepared by Rounding off to ₹ in compliance with Schedule III of the Companies Act, 2013.

- n) Note 1 to 24 forms an integral part of Balance Sheet.

For Avnish Sharma & Associates
Chartered Accountants
FRN - 009398N

For & on behalf of the Board of
ASTONEA LABS PRIVATE LIMITED

Sd/-
Dinesh Manchanda (M.No. 097591)
Partner
UDIN:20097591AAAADE5847
Place : Chandigarh
Dated : 04.07.2020

Sd/-
ASHISH GULATI
MG. DIRECTOR
DIN: 07419339

Sd/-
HARSH GULATI
DIRECTOR
DIN: 00986687

ASTONEA LABS PRIVATE LIMITED
(FORMERLY AHU LABORATORIES PRIVATE LIMITED)

Amount in `

Particulars	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
Statutory Dues		
ESI Payable	8,149	-
PF Payable	39,342	-
TDS Payable	42,651	2,100
	90,142	2,100
Other Expenses Payables:		
Advance From Customers	70,57,282	-
Audit Fees Payable	2,20,000	40,000
Electricity Expense Payable	1,70,540	-
Salary & Wages Payable	6,46,547	-
Credit Card Payable	45,999	-
	81,40,368	40,000