

INDEPENDENT AUDITOR'S REPORT

To the Members of,
SMS Water Grace Enviroprotect Private Limited
CIN: U52100MH2011PTC214951

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **SMS Water Grace Enviroprotect Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2025, and the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and its Profit (Including other comprehensive income), changes in equity 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 Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



V. K. SURANA & CO.

CHARTERED ACCOUNTANTS

V.C.A. COMPLEX, CIVIL LINES, NAGPUR – 440 001

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the 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.

Responsibilities of Management and Those charged with governance for the Financial Statements

The accompanying Financial Statements have been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the company in accordance with the Ind AS and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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



Auditor's Responsibilities for the Audit of the Financial Statements

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 auditors' 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, specified under section 143(10) of the Act 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



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- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation;

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure A-** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 14(3) of the Act, based on our audit we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the accompanying financial statements;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Financial Statements dealt with by this report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act read with relevant rules.



- (e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
In our opinion and to the best of our information and according to the explanation given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provision of section 197 of the Act.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position as at 31st March 2025.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31st March 2025.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31st March 2025.
 - iv.
 - a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



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- b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- c) Based on the audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The Company has not declared any dividend (i.e. interim or final) during current financial year 2024-25, previous financial year 2023-24 and up to the date of our audit report. Accordingly, provisions of section 123 of the Companies Act 2013 is not applicable during current financial year 2024-25.
- vi. The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023.

Based on our examination which included test checks, the Company has used accounting software's for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For V. K. Surana & Co.

Chartered Accountants

Firm Reg No.110634W

Sachal
CA. Suresh Galani

Partner

Membership No. 168192

Nagpur, August 07, 2025

UPIN- 25168192 BMLPD 26884



UDIN -

Annexure A to the Independent Auditor's

Report referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the members of SMS Water Grace Enviroprotect Private Limited, ("the Company") financial statements of the Company for the year ended March 31, 2025:

- i) In respect of the Company's Fixed Assets
- a)
- i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment (Including Right of use asset)
- ii) The Company does not have any intangible assets and accordingly, reporting under clause 3(i)(a)(B) of the Order is not applicable to the Company.
- b) The Property Plant and Equipment (including Right Of use Asset) have been physically verified by the management at reasonable intervals, which in our opinion is reasonable having regard to the size of the Company and the nature of its asset. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- d) The Company has not revalued any of its Property, Plant and Equipment (including right of-use assets) and intangible assets during the year.
- e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii)
- a) The management has conducted physical verification of inventory at reasonable intervals during the year, the coverage and procedure of such verification by the management is appropriate.
- b) The Company has not been sanctioned working capital limits in excess of ₹ 500 lakhs, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.



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iii) During the year, the Company has granted loans or advances in the nature of unsecured loans to companies and firms or any other party, respect of which:

(a)

(i) Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has given unsecured loan to its related parties. The Company has not given any advances in the nature of loans or stood guarantee or provided security to related parties. The Company does not hold any investment in any joint ventures or associates.

(ii) Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has given unsecured loans to parties as listed below.

The Company has not stood guarantee or provided security to parties.

Aggregate amount granted/ provided during the year		Guarantees	Security	Loans	Advances in nature of loans
(i)	Joint Ventures	-	-	-	-
(ii)	Associates	-	-	-	-
(iii)	Others	-	-	482.00	-
Balance outstanding as at balance sheet date in respect of above cases					
(i)	Joint Ventures	-	-	-	-
(ii)	Associates	-	-	-	-
(iii)	Others	-	-	558.43	-

b) In our opinion, the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest except that the loans given are unsecured.

c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has not been stipulated. Due to which we are unable to comment on the regularity of repayment of principle & payment of interest.

d) In the absence of stipulated schedule of repayment of principal and payment of interest in respect of loans or advances in the nature of loans, we are unable to comment as to



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whether there is any amount which is overdue for more than 90 days. Reasonable steps have been taken by the Company for recovery of such principal amounts and interest

- e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans, as the loan is repayable on demand.
- f) The company has granted unsecured loan which is repayable on demand. The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment to the promoters of the company.

Details as required by this sub-clause are as under:

Aggregate amount of loans/ advances in nature of loans		All Parties	Promoters	Related Parties
(i)	Repayable on demand (Rs. in Lakhs) (A)	558.43	-	558.43
(ii)	Agreement does not specify any terms or period of repayment (B)	-	-	-
Total (A+B)		558.43	-	558.43
Percentage of loans/ advances in nature of loans to the total loans		100.00%	0.00%	100.00%

- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act, to the extent applicable in respect of grant of loans, making investments and providing guarantees and securities.
- v) The Company has not accepted deposits within the meaning of section 73 and 76 of the act and the companies (acceptance of deposits) rules, 2014 (as amended) during the year and does not have any unclaimed deposits as at March 31, 2025 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- vi) The maintenance of cost records has not been specified by the Central Government under subsection (1) of section 148 of the Act, for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- vii) In respect of statutory dues:
- a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Income Tax, and other material statutory dues applicable to it with the appropriate authorities.



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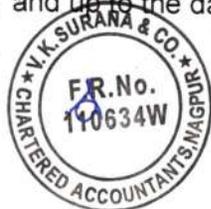
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There were no undisputed amounts payable in respect of Goods and Service tax, Income Tax and other material statutory dues in arrears as at March 31, 2025 for a period of more than six months from the date they became payable.

- b) According to the information and explanation given to us, there are no disputed dues of Goods and Services tax, Income Tax and other material statutory dues, which have not been deposited on account of any dispute.
- viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix)
- a. According to the information and explanations given to us, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.
- b. The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- c. In our opinion and according to the information and explanations given to us, money raised by way of term loan were applied for the purposes for which these were obtained.
- d. In our opinion and according to the information and explanations given to us, and on an overall examination of the financial statements of the Company, funds raised by the Company on short term basis have, prima facie, not been utilized for long term purposes.
- e. According to the information and explanations given to us, the Company does not have any subsidiaries, associates or joint ventures. Accordingly, reporting under clause 3(ix)(e) and clause 3(ix)(f) of the Order is not applicable to the Company
- x)
- a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b) During the year, the Company has not made preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable
- xi)
- a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.



- c) According to the information and explanation given to us, the Company has not received any whistle-blower complaints during the year.
- xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii) In our opinion and according to the information and explanations given to us transactions with related parties are in compliance with the provisions of section 177 and 188 of Companies Act, 2013 wherever applicable and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) According to the information and explanations given to us, the Company is not required to and consequently, does not have an internal audit system as per the provisions of section 138 of the Act Accordingly, reporting under clause 3(xiv) of the Order is not applicable to the Company.
- xv) 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 Companies Act, 2013 are not applicable to the Company.
- xvi)
- a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors of the Company during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance



sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx)

- a) There are no unspent amounts towards Corporate Social Responsibility ("CSR") on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act, 2013 in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.
- b) There is no unspent amount as there is no ongoing projects that are required to be transferred to a special account in compliance of proviso of sub section (6) of the section 135 of the Companies Act.

xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For V. K. Surana & Co.
Chartered Accountants
Firm Reg No.110634W

Suresh Galani
CA. Suresh Galani
Partner

Membership No. 168192
Nagpur, August 07, 2025

UDIN - *25168192BMKPDZ6884*



Annexure - B to the Independent Auditor's Report

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of SMS Water Grace Enviroprotect Private Limited of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-Section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of SMS Water Grace Enviroprotect Private Limited, ("the Company") as of 31st March 2025 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Control over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable



assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

The Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. The Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in



conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For V. K. Surana & Co.
Chartered Accountants
Firm Reg No.110634W

Suresh Galani

CA. Suresh Galani

Partner

Membership No. 168192

Nagpur, August 07, 2025

UDIN - 25168192BMKPDZ6884



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Balance Sheet as at 31st March 2025

Particulars	Note No.	As at	As at
		31-Mar-25	31-Mar-24
		₹ in Lacs	₹ in Lacs
I ASSETS			
1. Non-current assets:			
(a) Property, Plant and Equipment	2	587.00	192.06
(b) Right of Use Asset	3	59.68	-
(c) Capital work in progress	4	18.37	9.69
(d) Investment Property	5	42.32	42.32
(e) Financial Assets			
(i) Other financial assets	6	5.20	12.83
(f) Deferred tax assets (Net)	7	47.32	44.65
(g) Other non-current assets	8	152.23	181.91
Total Non-current assets		912.11	483.45
2. Current assets:			
(a) Inventories	9	10.10	8.62
(b) <u>Financial assets</u>			
(i) Trade receivables	10	539.14	487.61
(ii) Cash and cash equivalents	11	10.79	39.22
(iii) Bank balance other than (ii) above	12	19.37	4.74
(iv) Loan	13	558.43	379.95
(v) Other financial assets	14	2.15	2.00
(c) Current Tax Assets (Net)	15	13.28	6.90
(d) Other Current Assets	16	8.63	8.20
Total current assets		1,161.89	937.24
TOTAL ASSETS		2,074.01	1,420.69
II EQUITY AND LIABILITIES			
1. Equity:			
(a) Equity Share Capital	17	10.10	10.10
(b) Other Equity	18	1,753.38	1,216.24
Total Equity		1,763.48	1,226.34
2. Liabilities:			
2.1 Non-current liabilities:			
(a) <u>Financial Liabilities</u>			
(i) Borrowings	19	14.20	5.65
(ia) Lease liabilities	20	50.45	-
(b) Provisions	21	13.34	10.81
Total Non-current liabilities		77.99	16.46
2.2 Current liabilities:			
(a) Financial Liabilities			
(i) Borrowings	22	91.76	35.19
(ia) Lease liabilities	23	9.93	-
(ii) Trade payables	24	-	-
(a) Total outstanding dues of micro enterprises and small enterprises		0.04	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		6.80	17.30
(iii) Other financial liabilities	25	23.96	13.97
(b) Other current liabilities	26	99.40	110.44
(c) Provisions	27	0.66	1.00
Total Current Liabilities		232.54	177.90
Total Liabilities		310.53	194.35
TOTAL EQUITY AND LIABILITIES		2,074.01	1,420.69

Material Accounting Policies

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, Dated

07 AUG 2025

UDIN :

25168192BMKPDZ6884



For and on behalf of the Board of Directors of
SMS WATER GRACE ENVIROPROTECT PVT LTD

CIN : U52100MH2011PTC214951

PRABAL PRATAP SINGH JADON

Director

DIN : 06913074

KISHORE MALVIYA

Director

DIN : 03272644

SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Statement of Profit and Loss for the period ended 31st March 2025

<u>Particulars</u>	Note No.	Year ended	Year ended
		31-Mar-25	31-Mar-24
		₹ in Lacs	₹ in Lacs
I. Revenue from operations	28	1,312.50	1,125.30
II. Other income	29	50.71	30.39
III. Total income (I+II)		1,363.21	1,155.69
IV. EXPENSES:			
Direct Expenses	30	279.65	268.58
Purchases of stock-in-trade	31	1.31	4.48
Changes in inventories of stock-in-trade	32	0.93	(0.45)
Employee benefits expense	33	133.98	125.71
Finance costs	34	16.39	4.44
Depreciation and amortization expense	35	53.65	47.42
Other expenses	36	144.14	99.98
Total expense (IV)		630.05	550.16
V. Profit/(loss) before tax (III-IV)		733.16	605.53
VI. Tax Expense:			
Current Tax		190.11	152.48
Deferred tax		(2.70)	(2.50)
Earlier year Income tax		8.67	-
Total Tax Expenses		196.09	149.98
VII. Profit/(Loss) for the year (V-VI)		537.07	455.55
VIII. Other comprehensive income			
(i) Items that will not be reclassified to profit or loss			
Net Gain / (Loss) on Remeasurement defined Benefit Plan		0.10	0.83
(ii) Income Tax relating to item that will not be classified to Profit or Loss		(0.03)	(0.21)
Total other comprehensive Income / (Loss) (Net of Tax)		0.08	0.62
IX. Total comprehensive income for the year (VII+VIII)		537.14	456.18
X. Earnings per equity share of par value of ₹10/- each	45		
Basic		531.75	451.04
Diluted		531.75	451.04

Material Accounting Policies

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

S. Suresh Galani

CA. SURESH GALANI

Partner (M.No.168192)

Nagpur, Dated

07 AUG 2025



For and on behalf of the Board of Directors of
SMS WATER GRACE ENVIROPROTECT PVT LTD
CIN : U52100MH2011PTC214951

PRABAL PRATAP SINGH JADON

Director

DIN : 06913074

KISHORE MALVIYA

Director

DIN : 03272644

UDIN : 25168192BMAKPTZ6884

SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Cash flow statement for the year ended 31st March 2025

Particular	Year ended	Year ended
	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Cash flow from operating activities		
Profit before tax	733.16	605.53
<u>Adjustment to reconcile profit before tax to net cash flows</u>		
Depreciation and Amortisation Expenses	53.65	47.42
Finance Cost	13.85	4.44
Account Write off	16.88	13.16
Loss on sale of property, plant & equipment	0.11	-
Loss on sale of Investments	-	35.01
Lease Interest	2.54	-
Lease Interest Income	(0.10)	-
Interest income	(37.16)	(22.32)
Operating profit before working capital changes	782.93	683.24
Movements in working capital :		
Increase/(decrease) in trade payables	(10.45)	6.47
Increase/(decrease) in other current financial liabilities	9.98	3.09
Increase/(decrease) in other current liabilities	(11.04)	37.06
Increase/(decrease) in provision	2.19	3.28
Decrease/(increase) in trade receivables	(68.41)	(156.75)
Decrease/(increase) in non-current assets	29.69	(190.91)
Decrease/(increase) in other current assets	(0.43)	(3.51)
Decrease/(Increase) in Other bank balance	(14.63)	(4.19)
Decrease/(increase) in inventory	(1.48)	2.99
Decrease/(increase) in other non-current financial Assets	7.63	0.39
Decrease/(increase) in other current financial Assets	(0.15)	-
Cash generated from /(used in) operations	725.83	381.17
Direct Tax Paid/Adjusted	(205.06)	(169.25)
Net cash flow from/ (used in) operating activities (A)	520.77	211.92
Cash flow from investing activities		
Purchase of property, plant & equipment, including intangible assets, Capital work-in-progress and capital advances	(517.07)	(49.50)
Net Increase/(Decrease) in Current Loan	(178.48)	(359.70)
Purchase of Investments	-	(38.00)
Proceeds from sale of Investments	-	3.89
Interest received	37.25	22.32
Net cash flow from/(used in) investing activities (B)	(658.30)	(420.99)
Cash flow from financing activities		
Net increase/(decrease) in Long Term Borrowings	59.00	(8.26)
Net increase/(decrease) in Short Term Borrowings	66.50	26.73
Finance Cost	(16.39)	(4.44)
Net cash flow from/(used in) in financing activities (C)	109.11	14.04
Net increase/(decrease) in cash and cash equivalents (A + B + C)	(28.42)	(195.03)
Cash and cash equivalents at the beginning of the year	39.22	234.25
Cash and cash equivalents at the end of the year	10.79	39.22

Material Accounting Policies

The cash flow statement has been prepared as per indirect method as set out in Indian Accounting Standard (IND-AS 7)

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, Dated 07 AUG 2025

UDIN : 25168192BMKPD26884

For and on behalf of the Board of Directors of
SMS WATER GRACE ENVIROPROTECT PVT LTD
CIN : U52100MH2011PTC214951

PRABAL PRATAP SINGH JADON
Director
DIN : 06913074

KISHORE MALVIYA
Director
DIN : 03272644

SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Statement of Changes In Equity for the year ended 31 March 2025

	Note No.	₹ in Lacs Amount
A. Equity Share Capital		
	15	
Balance as at 1st April 2024		10.10
Changes in Equity Share Capital		-
Balance as at 31st March 2025		<u>10.10</u>
Balance as at 1st April 2023		10.10
Changes in Equity Share Capital		-
Balance as at 31st March 2024		<u>10.10</u>

Particulars	Reserve and Surplus		Other Comprehensive Income	Total
	Retained Earnings	Measurement defined Benefit Plan	Loss	
Balance as at 1st April 2024	1,214.00	2.24		1,216.24
Profit/(loss) for the year	537.07	-		537.07
Other comprehensive income	-	0.08		0.08
Balance as at 31st March 2025	1,751.07	2.31		1,753.38
Balance as at 1st April 2023	758.45	1.61		760.06
Prior Period Item	-	-		-
Restated balance as at 1st April, 2022	758.45	1.61		760.06
Profit/(loss) for the year	455.55	-		455.55
Other comprehensive income	-	0.62		0.62
Balance as at 31st March 2024	1,214.00	2.24		1,216.24

Material Accounting Policies

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

S. Galani
CA. SURESH GALANI
Partner (M.No.168192)
Nagpur, Dated **07 AUG 2025**



For and on behalf of the Board of Directors of
SMS WATER GRACE ENVIROPROTECT PVT LTD
CIN : U52100MH2011PTC214851

Prabal Prayap Singh Jadon
PRABAL PRAYAP SINGH JADON
Director
DIN : 06913074

Kishore Malviya
KISHORE MALVIYA
Director
DIN : 03272644

UDIN : **25168192BMKPDZ6884**

SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

1) MATERIAL ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS AS AT 31st MARCH 2025

I) Corporate information

SMS Water Grace Enviroprotect Private Limited is a Private Limited a Company domiciled in India and Incorporated on 18th March 2011 under the provision of Companies Act. It is a subsidiary Company of SMS Envocare Ltd. The company is in the business of management of biomedical waste management & disposal Service. The company provides solutions for scientific treatment & disposal of bio medical waste by the latest ecofriendly 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 a 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 historical cost basis.

iii) Current Versus Non Current Classification

Company has determined current and non-current classification of its assets and liabilities in the financial statements as per the requirement of Ind AS 1- 'Presentation of Financial Statements', wherever applicable.

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

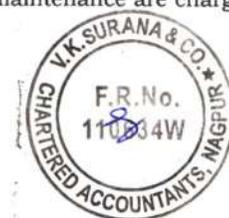
IV) Significant Accounting Policies:

a) Property Plant and 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.



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

ii) Depreciation Method useful lives 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.

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 written down value 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.

f) Leases :-

The company has applied Ind AS 116 using the modified retrospective approach and therefore the comparative information has not been restated and continues to be reported under Ind AS 116.

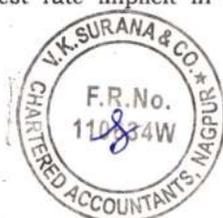
As a lessee :

The company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, company's incremental borrowing rate.



Generally, the company uses its incremental borrowing rate as the discount rate. Lease payments included in the measurement of the lease liability comprise the following:

- Fixed payments, including in-substance fixed payments;
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- Amounts expected to be payable under a residual value guarantee; and
- The exercise price under a purchase option that the company is reasonably certain to exercise, lease payments in an optional renewal period if the company is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the company is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the company's estimate of the amount expected to be payable under a residual value guarantee, or if company changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to

Short-term leases and leases of low-value assets :

The company has elected not to recognise right-of-use assets and lease liabilities for short-term leases of real estate properties that have a lease term of 12 months. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Under Ind AS 116:

In the comparative period, as a lessee the company classified leases that transfer substantially all of the risks and rewards of ownership as finance leases. When this was the case, the leased assets were measured initially at an amount equal to the lower of their fair value and the present value of the minimum lease payments. Minimum lease payments were the payments over the lease term that the lessee was required to make, excluding any contingent rent.

Subsequently, the assets were accounted for in accordance with the accounting policy applicable to that asset. Assets held under other leases were classified as operating leases and were not recognised in the company's statement of financial position. Payments made under operating leases were recognised in profit or loss on a straight-line basis over the term of the lease. Lease incentives received were recognised as an integral part of the total lease expense, over the term of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to the ownership of an asset to the Company. All other leases are classified as operating leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their

Arrangements in the nature of lease

The Company enters into agreements, comprising a transaction or series of related transactions that does not take the legal form of a lease but conveys the right to use the asset in return for a payment or series of payments. In case of such arrangements, the Company applies the requirements of Ind AS 116 - Leases to the lease element of the arrangement. For the purpose of applying the requirements under Ind AS 116 - Leases, payments and other consideration required by the arrangement are separated at the inception of the arrangement into those for lease and

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.

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.

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.



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

l) Revenue Recognition:

The Company earns revenue primarily from Bio Medical Waste Disposal Services and allied activities including transportation of Bio Medical waste.

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.

Revenue has been recognized on accrual basis at the time of receipt of "Bio Medical Waste".

Membership fees are recognized as income over the period of membership on pro rata basis.

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 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.

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 earned leave. 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.



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

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 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, in compliance with requirements of IND AS 108. "Operating Segements", issued by the Institute of Chartered Accountants of India.

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 ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025
2) Property, plant and equipment

₹ in Lacs

Particulars	Leasehold Land	Freehold Land	Building	Plant and Equipments	Furniture & Fixtures	Vehicles	Office Equipments	Computers	Total
Gross Carrying amount									
As at 1st April 2024	-	61.02	310.18	192.92	15.32	70.96	16.88	7.74	675.03
Additions	366.77	34.07	-	2.38	0.54	36.94	1.05	0.32	442.07
Disposals	-	-	-	0.53	-	10.07	0.06	-	10.65
As at 31st March 2025	366.77	95.09	310.18	194.78	15.86	97.83	17.87	8.06	1,106.44
As at 1st April 2023	-	61.02	310.18	157.47	15.25	58.82	16.78	7.03	626.56
Additions	-	-	-	35.45	0.07	12.14	0.10	0.72	48.47
Disposals	-	-	-	-	-	-	-	-	-
As at 31st March 2024	-	61.02	310.18	192.92	15.32	70.96	16.88	7.74	675.03
Accumulated Depreciation									
As at 1st April 2024	-	-	236.02	148.76	14.64	59.66	16.61	7.29	482.97
Additions	-	-	13.90	15.45	0.39	16.24	0.54	0.49	47.02
Disposals	-	-	-	0.48	-	10.01	0.06	-	10.55
As at 31st March 2025	-	-	249.92	163.73	15.03	65.89	17.09	7.78	519.44
As at 1st April 2023	-	-	218.85	132.12	14.04	47.66	16.04	6.83	435.55
Additions	-	-	17.17	16.64	0.59	12.00	0.57	0.46	47.42
Disposals	-	-	-	-	-	-	-	-	-
As at 31st March 2024	-	-	236.02	148.76	14.64	59.66	16.61	7.29	482.97
Net Carrying Amount									
As at 31st March 2025	366.77	95.09	60.26	31.05	0.83	31.93	0.77	0.28	587.00
As at 31st March 2024	-	61.02	74.16	44.17	0.69	11.30	0.26	0.46	192.06

Note : The company has derecognised the assets having gross block of Rs. 10.65 Lacs, Written down value of Rs. 0.1 Lacs. Considering the usefulness of assets.



	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
3) <u>Right Of Use Assets</u>	59.68	-
Total :	<u>59.68</u>	<u>-</u>
4) <u>Capital Work-In-Progress</u>		
Capital expense towards increase plant capacity	8.94	8.94
Capital expense towards Auric City Project	9.44	0.75
Total :	<u>18.37</u>	<u>9.69</u>

Capital Work in Progress ageing schedule :-

Project status	Less Than 1 Year	1 - 2 Year	2 - 3 Year	More Than 3 Year	Total
As at 31st March 2025					
Project in Progress- Increase in plant capacity	-	0.278	-	8.657	8.94
Project in Progress- Auric city project	8.685	0.751	-	-	9.44
As at 31st March 2024					
Project in Progress- Increase in plant capacity	0.278	-	2.239	6.418	8.94
Project in Progress- Auric city project	0.751	-	-	-	0.75

5) Investment Property

Gross Carrying Amount		
Balance as at 1st April 2024	42.32	42.32
Add : Addition	-	-
Less : Disposal/Sale	-	-
Balance as at 31st march 2025	<u>42.32</u>	<u>42.32</u>
Balance as at 1st April 2023	42.32	42.32
Add : Addition	-	-
Less : Disposal/Sale	-	-
Balance as at 31st March 2024	<u>42.32</u>	<u>42.32</u>

Note:

The Company's investment properties consist of land in India. The management has determined that the investment properties consist of two classes of assets - Land and Building - based on the nature, characteristics and risks of each property.

The valuation of few of the properties are valued by accredited independent valuer instead of registered valuer as defined under rule 2 of Companies (Registered Valuers and Valuation) Rules, in the last three financial years based on consistent policy followed by the company. In absence of complete valuation of all the investment property from the registered valuer as defined under aforesaid rule, the fair value of the property are not disclosed. As per management view, fair value of all assets would be on higher side as compared to book value of assets, considering acquisition date and current market scenario.

6) Other non-current financial assets

(i) Security deposit for electricity	2.22	2.81
(ii) <u>Security deposit to vendors & Utilities :-</u>		
Water Deposit	0.20	0.20
Gas Deposit	0.25	0.25
Lease	2.42	-
Rent	0.10	-
(iii) Earnest Money Deposit for Land	-	9.56
Total :	<u>5.20</u>	<u>12.83</u>

7) Deferred Tax Assets/ Liability:-

Deferred Tax Assets/ (Liabilities)	As at 31st March, 2024	Recognised in Statement of Profit & Loss	Recognised in OCI	As at 31st Mar, 2025
Difference in WDV of Fixed Assets	41.29	1.67	-	42.97
<u>Stautory Provisions</u>				
Bonus Payable	0.38	(0.06)	-	0.32
Leave Encashment Payable	0.94	(0.07)	-	0.87
Gratuity payable	2.03	0.65	(0.03)	2.65
<u>Lease</u>				
Lease Liability	-	15.20	-	15.20
ROU	-	(15.02)	-	-15.02
Unamortised Lease Deposit	-	0.33	-	0.33
	<u>44.65</u>	<u>2.70</u>	<u>(0.03)</u>	<u>47.32</u>



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2025

Deferred Tax Assets/ (Liabilities)	As at 31st March, 2023	Recognised in Statement of Profit & Loss	Recognised in OCI	As at 31st March, 2024
Difference in WDV of Fixed Assets	39.85	1.44		41.29
<u>Stutory Provisions</u>				
Bonus Payable	0.36	0.02	-	0.38
Leave Encashment Payable	0.58	0.37	-	0.94
Gratuity payable	1.57	0.67	(0.21)	2.03
	<u>42.36</u>	<u>2.50</u>	<u>(0.21)</u>	<u>44.65</u>

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
8) <u>Other non current assets:-</u>		
(i) <u>Capital Advances:</u>		
Capital Advance against land		144.74
(ii) <u>Advances other than Capital Advances:</u>		
Prepaid Expenses	7.48	0.19
Total :	<u>152.23</u>	<u>181.91</u>
9) <u>Inventories :-</u>		
(As taken, valued & certified by management at lower of Cost (Calculated on weighted average basis) or Net Realisable Value)		
Stock-In-Trade	1.76	2.69
Stores and Spares	8.34	5.92
Total :	<u>10.10</u>	<u>8.62</u>
10) <u>Current Trade receivables :-</u>		
Considered good - Unsecured	539.14	487.61
Total :	<u>539.14</u>	<u>487.61</u>

As at 31st March 2025	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	329.13	108.08	77.92	19.05	4.96	539.14
Total	<u>329.13</u>	<u>108.08</u>	<u>77.92</u>	<u>19.05</u>	<u>4.96</u>	<u>539.14</u>

As at 31st March 2024	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	244.09	145.30	75.78	18.83	3.61	487.61
Total	<u>244.09</u>	<u>145.30</u>	<u>75.78</u>	<u>18.83</u>	<u>3.61</u>	<u>487.61</u>

11) <u>Cash and cash equivalents :-</u>		
Cash in Hand	0.01	0.22
Balances with Banks In Current Account	10.78	38.99
Total :	<u>10.79</u>	<u>39.22</u>

Note: Cash And Bank Balance is denominated in Indian Currency.

12) <u>Bank Balance Other Than Cash and Cash Equivalents :-</u>		
Fixed Deposit with Banks (Original Maturity of More than 3 Months but less than 12 Months and kept as margin money or Security against bank gaurantee or other	19.37	4.74
Total :	<u>19.37</u>	<u>4.74</u>

13) <u>Loan :-</u>		
Current Loans Receivables - Considered good - Unsecured :		
<u>To Related Party:</u>		
Spark Mall and Parking Private Limited	226.55	379.95
Veetrag Exploration & Minerals Pvt Ltd	331.88	-
Total :	<u>558.43</u>	<u>379.95</u>

Note : Unsecured Loans does not have specific repayment Term and Interest is charged as given in below table.



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2025

Loans or Advances granted to related parties (as defined under Companies Act, 2013), that are: (a) repayable on demand; or (b) without specifying any terms or period of repayment

Name of Borrower	As at 31st March, 2025			As at 31st March, 2024	
	Rate of Interest for FY 2024-25	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Related party :					
Spark Mall and Parking Priv	8.00%	226.55	40.57%	379.95	100.00%
Veetrag Exploration & Mine	8.00%	331.88	59.43%	-	0.00%
Total		558.43	100.00%	379.95	100.00%

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
14) <u>Other Current Financial assets :-</u>		
EMD given to customer*	2.00	2.00
Interest receivable in Electricity Security Deposit	0.15	-
Total :	2.15	2.00
* Subject to Confirmation & Reconciliation		
15) <u>Current Tax Assets-</u>		
Tax Deducted At Source/TCS	18.90	17.38
Advance Tax	184.50	142.00
Less : Income Tax Provision	(190.11)	(152.48)
Total :	13.28	6.90
16) <u>Other Current assets :-</u>		
<u>Statutory Dues :</u>		
GST paid on advance received from customer	3.80	3.02
Prepaid Expenses	3.86	2.45
Advance to Creditors	0.42	2.42
Advance to Employee	0.29	0.12
Goods and service tax receivable*	0.26	0.20
Total :	8.63	8.20
* Subject to Confirmation & Reconciliation		
17) <u>Equity Share Capital :-</u>		
<u>Authorised Share Capital :</u>		
1,10,000 (31st Mar 2024: 1,10,000) equity shares at par value of ₹10/- each	11.00	11.00
<u>Issued, Subscribed and Fully Paid Up Share Capital :</u>		
1,01,000 (31st Mar 2024: 1,01,000) equity shares at par value of ₹10/- each	10.10	10.10
Total :	10.10	10.10

Notes :

a) Terms/rights attached to equity shares :

The company has only one class of equity shares having par value of Rs. 10 per share. Each holder of Equity shares is entitled to one vote per share. The company declares and pays dividend in Indian Rupees. The dividend proposed by Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company after distribution of preferential amount. The distribution will be in proportion to the no. of equity shares held by the shareholder.

b) Reconciliation of the number of shares and the amount outstanding at the beginning and end of the year :

	31-Mar-25		31-Mar-24	
	No. of Shares	₹ in Lacs	No. of Shares	₹ in Lacs
At the beginning of the year	1,01,000	10.10	1,01,000	10.10
Add : Issued during the year	-	-	-	-
Outstanding at the end of the year	1,01,000	10.10	1,01,000	10.10



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2025

c) The details of the Shareholders holding more than 5% of shares in the company are :

	31-Mar-25		31-Mar-24	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
(i) SMS Envocare Limited	56,100	55.54%	56,100	55.54%
(ii) Amit Nilawar	44,000	43.56%	44,000	43.56%

d) The details of the Shares held by Holding Company :

	31-Mar-25		31-Mar-24	
	No. of Shares	% holding in the class	No. of Shares	% holding in the class
(i) SMS Envocare Limited	56,100	55.54%	56,100	55.54%

e) Details of Shareholding of Promoters in the company as under:

Promoter Name	FY 2024-25			FY 2023-24		
	No. of Shares	% of Total Shares	% Change During the year	No. of Shares	% of Total Shares	% Change During the year
SMS Envocare Limited	56,100	55.54%	0.00%	56,100	55.54%	0.00%
Amit Nilawar	44,000	43.56%	0.00%	44,000	43.56%	0.00%
Chetan Bora	900	0.89%	0.00%	900	0.89%	0.00%
Total	1,01,000	100.00%	0.00%	1,01,000	100.00%	0.00%

18) Other Equity :-

(A) Reserves And Surplus

(i) Retained Earning

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
Balance as at beginning of reporting period	1,214.00	758.45
Add : Profit for the year	537.07	455.55
Balance as at end of reporting period	1,751.07	1,214.00
Total Other Equity	1,751.07	1,214.00

(B) Other Comprehensive Income :

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
Balance as at Beginning of Reporting Period	2.24	1.61
Add : Items will not be reclassified to profit or loss in subsequent periods (Net of taxes)	0.08	0.62
Add : Items will be reclassified to profit or loss in subsequent periods (Net of Taxes)	-	-
Balance as at end of Reporting period	2.31	2.24
Total:	1,753.38	1,216.24

19) Non Current Borrowings:

(i) Secured

(a) Term Loan From Bank

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
Kotak Mahindra Bank	-	5.65
ICICI Bank	14.20	-
Total:	14.20	5.65

Secured Loan :-

Secured by first charge by way of hypothecation of specific vehicles as specified in the schedule annexed to the agreement.

₹ in Lacs							
No. of Loan	Date of Agreement/ Sanction	Interest Rate	Total No. of Instalment	Total No. Of Instalment Due	Balance No of instalments w.r.t. Balance Sheet date	Amount of instalment including Interest	Outstanding Balance as on 31.03.2025
ICICI Bank							
1	30.10.2024	9.84%	36	4	32	0.77	21.71
Kotak Mahindra Bank							
3	03.11.2021	9.95%	47	41	6	0.13	2.23
3	03.02.2022	10.02%	47	38	9	0.13	3.20



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2025

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
20) <u>Non-Current Financial Liabilities :-</u>		
(i) Lease Liabilities as per IND-AS 116	50.45	0
Total :	<u>50.45</u>	<u>-</u>

Note: The incremental borrowing rate applied to lease liabilities is 9.73% (31 March 2025: 9.73%).

21) <u>Non-Current Provisions :-</u>		
<u>Provision for Employee Benefit:</u>		
Provision for Gratuity	9.88	7.50
Provision for Leave Benefits	3.47	3.31
Total :	<u>13.34</u>	<u>10.81</u>

22) <u>Current Borrowings:</u>		
(i) <u>Secured (Refer Note No.19.)</u>		
(a) <u>Vehicle Loan From Bank</u>		
Kotak Mahendra Bank	5.43	7.58
HDFC Bank	-	0.17
ICICI Bank	7.51	-
(ii) <u>Unsecured</u>		
<u>From related Parties :</u>		
SMS Envocare Limited (Holding Company)	-	27.43
(iii) Balances with Bank in OD account	78.82	-
Total	<u>92</u>	<u>35.19</u>

2) Terms of repayment for loans from related parties are not fixed and interest is charged @ 8% P.a

3) **Balances with Bank in OD account:**

present & future and collateral security in the form of equitable mortgage/registered mortgage on Industrial Unit-Kh No 70/1, 70/2 & 70/5 Ph no 20, Village Siltara, Dharsiwa Raipur, Chattisgarh-493111 owned by SMS Water Grace Enviroprotect Private Limited. Also secured against the corporate guarantee of SMS Envocare Ltd. The

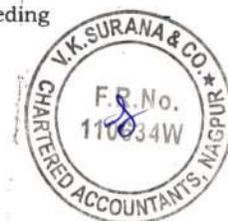
23) <u>Current Financial Liabilities</u>		
Current Lease Liability	9.93	-
Total :	<u>9.93</u>	<u>0</u>

Note: The incremental borrowing rate applied to lease liabilities is 9.73% (31 March 2025: 9.73%).

24) <u>Trade Payables :</u>		
Due to Micro & Small Enterprises	0.04	-
<u>Other than Micro & Small Enterprises</u>		
Due to Related Parties	-	6.93
Others	6.80	10.37
Total :	<u>6.84</u>	<u>17.30</u>

The Company has dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosure pursuant to the said MSMED Act

1) the principal amount remaining unpaid to any supplier at the end of each accounting year;	0.04	-
2) the interest due on the principal amount remaining unpaid to any supplier at the end of each accounting year	-	-
3) Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
4) Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
5) Interest due and payable for the period delay in making payment beyond the appointed day during the year, other than those specified under MSMED Act	-	-
6) the amount of interest accrued and remaining unpaid at the end of each accounting year;	-	-
7) the amount of further interest remaining due and payable even in the succeeding years,	-	-



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2025

As at 31st March 2025		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
1)	Outstanding dues to MSME	0.04	-	-	-	0.04
2)	Others	4.74	2.06	0.00	-	6.80
Total		4.8	2.06	-	-	6.84

As at 31st March 2024		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
1)	Outstanding dues to MSME	-	-	-	-	-
2)	Others	16.13	1.17	-	-	17.30
Total		16.1	1.17	-	-	17.30

	As at 31-Mar-25 ₹ in Lacs	As at 31-Mar-24 ₹ in Lacs
25) Other Current Financial Liabilities :		
Salary Payable	8.18	7.83
Bonus Payable	1.27	1.52
Expenses Payable	13.81	3.84
Audit Fees Payable	0.69	0.79
Total :	23.96	13.97
26) Other Current Liabilities :		
<u>Statutory Dues Payable</u>		
ESIC Payable	0.27	0.25
Provident Fund Payable	1.85	1.72
Tax Deducted At Sources Payable	0.45	0.74
Goods & Service Tax Payable	5.81	4.41
Refundable to Customer	59.26	78.18
Advances from Customers	31.74	25.13
Total :	99.40	110.44
27) Current Provisions :		
Provision for Employee Benefit:		
Provision for Gratuity	0.66	0.56
Provision for Leave Benefits	-	0.44
Total :	0.66	1.00



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2025

	Year Ended 31-Mar-25	Year Ended 31-Mar-24
	₹ in Lacs	₹ in Lacs
28) Revenue from Operations		
A) <u>Sale of Services :-</u>		
Waste Disposal Charges	1,269.19	1,087.80
Total : (a)	<u>1,269.19</u>	<u>1,087.80</u>
B) <u>Sale of Product</u>		
Scrap Sales	39.32	30.72
Bags & Consumable Sales	3.99	6.79
Total : (b)	<u>43.31</u>	<u>37.50</u>
Total : (a+b)	<u>1,312.50</u>	<u>1,125.30</u>
29) Other Income		
<u>Interest Income on :</u>		
Unsecured Loan	36.09	22.16
Electricity deposit	0.15	-
Security Deposit (Lease)	0.10	-
Fixed deposit receipts	0.92	0.16
Commision Income	11.85	7.41
Profit on sale of Mututal Fund	-	0.59
Other Income	1.08	0.04
Membership Fees	0.21	0.03
Discount received	0.33	-
Total :	<u>50.71</u>	<u>30.39</u>
30) Direct Expenses		
Consumables	141.49	149.86
Consumption Of Construction Items	5.45	4.49
Consumption Of Stores & Spares	6.01	7.74
Consumption of Chemical	2.04	1.51
Labour Charges	52.48	46.91
Transport Charges	18.76	19.63
Electricity Charges	13.20	13.51
Waste Disposal Charges	9.88	9.73
Logistic Vehicle Expenses	8.11	5.69
Repairs & Maintenance-Plant	5.10	4.37
Repairs & Maintenance-Electrical	1.54	2.50
Water Charges	1.24	1.41
Tank cleaning charges	0.93	1.02
Plant License & Permits Expenses	12.10	-
Plant Safety & Medical Exp.	1.32	0.21
Total :	<u>279.65</u>	<u>268.58</u>
31) Purchases of Stock-in-Trade :		
Bags and consumables	1.31	4.48
Total :	<u>1.31</u>	<u>4.48</u>
32) Changes in inventories of Stock-in-Trade :		
<u>Opening Inventories</u>		
Bags and consumables	2.69	2.24
<u>Closing Inventories</u>		
Bags and consumables	1.76	2.69
Total :	<u>0.93</u>	<u>-0.45</u>
33) Employee Benefit Expenses		
<u>Salaries & Wages:</u>		
Salaries and Wages	110.12	103.25
Leave Encashment	0.09	1.80
Bonus	2.99	3.00
Gratuity *	3.18	2.66
Contribution to provident and other funds	14.00	12.87
Staff Welfare	3.60	2.13
Total :	<u>133.98</u>	<u>125.71</u>

Note:-

* Since the Gratuity is unfunded the same is clubbed under head Salaries & Wages as per the guidance note on Division-II IND AS of Schedule III to the companies act, 2013.



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2025

	Year Ended 31-Mar-25 ₹ in Lacs	Year Ended 31-Mar-24 ₹ in Lacs
34) Finance Costs		
Interest on Overdraft/CC facility	7.52	0.04
Interest on Secured Term loan from Bank	1.84	1.84
Interest On Unsecured Loans	-	0.48
Interest On Income Tax Paid	1.81	1.92
Interest on Lease	2.54	
Processing fees on Loan	2.60	-
<u>Interest on Statutory Dues :-</u>		
Interest paid on GST	0.09	0.16
Interest paid on TDS	0.00	-
Total :	16.39	4.44
35) Depreciation and Amortization Expenses		
Depreciation of Tangible Assets	47.02	47.42
Depreciation of Right of Use Assets	6.63	-
Total :	47.02	47.42
36) Other Expenses		
Loss on Sale of Investments in subsidiary *	-	35.01
Loss on sale/disposal of property, plant & equipment	0.11	-
Account Written off	16.88	13.16
Consultancy & Professional Charges	60.40	10.09
Conveyance Expenses	6.78	6.34
Consumption of admin item	2.54	3.05
Security Expenses	3.84	3.71
Advertising and sales promotion	16.82	5.64
Telephone Expenses	2.17	2.31
Rates and taxes	0.79	1.86
Fooding & Guest Expenses	2.28	1.63
Insurance	3.22	2.68
Office expenses	1.95	2.08
<u>Repair and Maintenance :-</u>		
Vehicles	1.06	2.59
Other	2.84	0.68
Building	-	0.81
<u>Payment to Statutory Auditors :-</u>		
Audit Fees	0.66	0.66
Reimbursement of Expenses	0.08	-
Consumption of IT item	0.69	0.79
Corporate Social Responsibility	9.02	-
Donation	0.60	0.57
Rent	1.74	1.66
Transportation Charges	-	1.28
Travelling Expenses	0.83	0.50
Internet Expenses	0.14	0.21
Printing and stationery	-	0.06
Bank Commission & Charges	0.79	0.43
ROC Charges	0.22	0.16
Repairs & Maintenance - Computer	0.17	0.10
Legal Expenses	1.71	0.15
Fines And Penalty	0.07	-
Postage & Courier Expenses	0.09	0.05
Admin Vehicle Expenses	0.09	0.16
Goods & Service Tax (GST)	0.12	1.56
Prior period expenses	5.45	-
Total :	144.14	99.98

* Note : Refer Note No.5



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

37) Contingent Liabilities, Gurantees, Contingent Assets & commitments

	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
(i) Claims against Company not acknowledge as Debt	-	-
(ii) Guarantees	-	-
(iii) Commitments		
a. Capital Commitments*	10.29	371.20
b. Revenue Commitments	-	14.36
(iv) Contingent assets	-	-

* The capital commitment is of Plant & Machinery

38) Payment to Auditors

a) Audit fee (Excluding Taxes)	0.66	0.66
	0.66	0.66

39) Related Party Transactions

List of related parties where control exists and related parties with whom transactions have taken place and relationship:

(a) Holding Company

SMS Envocare Limited

(b) Key Management Personal

1. Kishore Malviya- Director
2. Prabal Pratapsingh Jadaun - Director

3. Aditya Nilawar - Director

(c) Others

Subsidiary of Holding Co.

Butibori CETP Pvt Ltd
SMS Water Grace Mediwsate Pvt Ltd
SMS Waluj CETP Pvt Ltd
Envotech Waste Management Ltd
Enviroprotect Waste Management Ltd
SMS Greentech Pvt Ltd
Ponda Envocare Ltd
Maharashtra Enviro Power Limited
SMS Envoclean Pvt. Ltd.
SMS Water Grace BMW Pvt. Ltd
Western Integrated Waste Management Facility Pvt L
Nilawar Watergrace Waste Management Pvt Ltd
Watergrace Biomedical Waste Pvt. Ltd.
SMS Envocare PTE. Limited

Subsidiary of Ultimate Holding Co.

SMS Mine Developers Pvt. Ltd.
Spark Mall and Parking Pvt. Ltd.
SMS Taxi Cabs Pvt. Ltd.
SMS Infolink Pvt. Ltd.
SMS Vidyut Pvt Ltd.
SMS-AAABS India Tollways Private Limited
PT. SMS Minerals International
SMS Mining Limited
SMSL Ketki MDO Project Limited
SMS Waste Management Pvt. Ltd.
SMS Hazardous Waste Management Pvt Ltd

Associates of Ultimate Holding Co.

RCCL Infrastructure Ltd.
SMS AAMW Tollways Pvt. Ltd.

Stepdown Subsidiary of Holding Co.

Passco Environmental Solutions Pvt. Ltd.

Stepdown Subsidiary of Ultimate Holding Co.

Procohat technologies Pvt. Ltd.
Medisearch Life Sciences Pvt. Ltd

Ultimate Holding Co.

SMS Ltd.

Joint Ventures of Ultimate Holding Co.

SMS Infrastructure Ltd. & D. Thakkar Construction Pvt. Ltd. JV
Shaktikumar M. Sancheti Ltd. & S N Thakkar Construction Pvt. Ltd. JV
Sanbro Corporation
Saket- SMSIL (JV)
SRRCIPL- SMSL (JV)
SRRCIPL- SMSL (JV)-Mahbubnagar
SMSL-MBPL JV Durg package-A
SMSIL KTCO (JV)
Bhartiya SMSIL (JV)
SMS Infrastructure Ltd. Shreenath Enterprises J.V.
AGIPL-SMSIL (JV)
GSJ Envo Ltd. In consortium with SMS Infrastructure Ltd.
SMS Infrastructure Ltd - Aarti Infra-Projects Pvt. Ltd. J.V.
SMSIL-MBPL-BRAPL (JV)
GDCL-SMSIL (JV)
SMSL-SRRCIPL (JV)
SMSIL-MBPL (JV)
Meghe SMS Health Sciences Consortium (Spv)
SRRCIPL-SMSL-BEKEM (JV)

Individuals having Material Influence & their Enterprises

Ajay Sancheti
Anand Sancheti
Paramveer Sancheti
Akshay Sancheti
San Finance Corporation (Partnership Firm)
Amit Nilawar



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

Name of Related party Nature of Transactions	Financial Year	Related Parties		
		Referred in (a)	Referred in (b)	Referred in (c)
Purchase of Material & Services	31-Mar-25	1.75	-	59.42
	31-Mar-24	-	-	11.32
Interest Expense	31-Mar-25	-	-	-
	31-Mar-24	0.48	-	-
Interest Income	31-Mar-25	-	-	36.09
	31-Mar-24	-	-	22.16
Loan Taken During the year	31-Mar-25	18.50	-	-
	31-Mar-24	109.00	-	-
Loan repaid during the year	31-Mar-25	45.93	-	-
	31-Mar-24	82.00	-	-
Loan repayment Received during the year	31-Mar-25	-	-	336.00
	31-Mar-24	-	-	37.16
Loan given during the year	31-Mar-25	-	-	482.00
	31-Mar-24	-	-	376.91
Tax paid /Other Transaction Recd	31-Mar-25	-	-	-
	31-Mar-24	-	-	0.01
Tax paid /Other Transaction (Paid)	31-Mar-25	9.56	-	-
	31-Mar-24	9.66	-	-
Investment made during the year	31-Mar-25	-	-	-
	31-Mar-24	-	-	38.00
Outstanding Balances included in assets	31-Mar-25	-	-	558.43
	31-Mar-24	-	-	-
Outstanding Balances include in liabilities	31-Mar-25	-	-	-
	31-Mar-24	27.43	-	6.93

40) Employee Benefit Obligations :

1) Gratuity Obligation

A. Amount recognised in the Balance Sheet

Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
(Present Value of Benefit Obligation)	10.53	8.06
Fair value of plan assets	-	-
Funded Status (Surplus/ (Deficit))	10.53	8.06
Net (Liability)/Asset Recognized in the Balance Sheet	10.53	8.06

B. Movements in plan assets and plan liabilities

There are no plan assets & liabilities since the obligation is not funded.

C. Amount recognised in the Statement of Profit and Loss as Employee Benefit Expenses

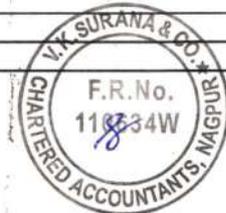
Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Current Service Cost	2.60	2.20
Net Interest Cost	0.58	0.46
Net impact on the Profit / (Loss) before tax	3.18	2.66

D. Amount recognised in the Statement of Profit and Loss as Other Comprehensive Income

Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Actuarial (Gains)/Losses on Obligation For the Period	(0.10)	(0.83)
Net (Income)/Expense For the Period Recognized in OCI	(0.10)	(0.83)

E. Change in Present Value of Obligations

Change in Present Value of Obligations	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Opening of defined benefit obligations	8.06	6.23
Service cost	2.60	2.20
interest Cost	0.58	0.46
Benefit Paid	(0.60)	-
Actuarial (Gain)/Loss on total liabilities:	(0.10)	(0.83)
- due to change in financial assumptions	0.33	0.11
- due to change in demographic assumptions	-	-
- due to experience variance	(0.43)	(0.94)
Closing of defined benefit obligation	10.53	8.06



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

D. Assumptions

The assumptions under Ind AS 19 are set by reference to market conditions at the valuation date. The Material actuarial assumptions were as follows:

Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
Expected Return on Plan Assets	N.A	
Rate of Discounting	7.21%	7.21%
Rate of Salary Increase	8%	
Withdrawal rate	14.73%	
Mortality Rate	100 % of IALM (2012-14)	
Mortality Rate After Employment	N.A	

E. Sensitivity Analysis

The sensitivity of the defined benefit obligation to changes in the weighted key assumptions are:

Particulars	31-Mar-25	Impact (Absolute)	Impact %
	₹ in Lacs		
Projected Benefit Obligation on Current	10.53		
Increase Discount Rate by 0.50%	10.21	(0.33)	-3.09%
Decrease Discount Rate by 0.50%	10.88	0.35	3.28%
Increase Salary Inflation by 1.00%	11.23	0.70	6.63%
Decrease Salary Inflation by 1.00%	9.91	(0.63)	-5.97%
Increase Withdrawal Rate by 1.00%	9.85	(0.69)	-6.53%
Decrease Withdrawal Rate by 1.00%	11.45	0.92	8.69%

Note :-

- 1) The base liability is calculated at discount rate of 6.71% per annum and salary inflation rate of 8.00 % per annum for all future years.
- 2) Liabilities are very sensitive to salary escalation rate, discount rate & withdrawal rate
- 3) Liabilities are very less sensitive due to change in mortality assumptions. Hence, sensitivities due to change in mortality are ignored.

F. The defined benefit obligations shall mature after year end 31st March, 2025 as follows:

Projected Benefit Obligation Payable in future Years from the date of reporting	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
1st Following Year	0.66	0.56
2nd Following Year	1.26	0.54
3rd Following Year	1.20	1.05
4th Following Year	1.24	1.01
5th Following Year	1.19	0.99
After 5th Year	12.44	10.41

41) Financial risk management objective and policies :-

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables and financial guarantee contracts. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations. The Company's principal financial assets include loans, trade and other receivables, current investment and cash and cash equivalents that derive directly from its operations. The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management ensures that financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The senior management reviews and agrees policies for managing each of these risks, which are summarised below:

i) Market risk :-

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits etc.

Interest Rate Risk:-

Interest rate risk is the risk that the future cash flows with respect to interest payments on borrowings will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates, however the company does not have any long-term debt obligation with floating interest rates.

Foreign Currency Risk :-

The company does not have any foreign currency risk exposure.



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

Other Price Risk :-

The company has not made any investment in equity securities hence no exposure

ii) Credit Risk :

Credit risk is the risk that the counterparty will not meet its obligations under a financial instrument or a customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables). The company measure the expected credit loss of trade receivable based on historical, trend, industrial practices and business environment in which the entity operates. Loss rates are based on actual credit loss experience and business experience, loss on collection of receivables is not material hence no provision considered.

Particulars	31-Mar-25	31-Mar-24
	₹ in Lacs	₹ in Lacs
1-90 days past due	219.31	192.47
91 to 180 days past due	109.82	51.62
More than 180 days past due	210.01	243.52
Total	539.14	487.61

iii) Liquidity Risk :

The Company monitors its risk of a shortage of funds using a liquidity planning tool. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of cash credit facility and bank loans. Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's corporate treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

(i) Maturity Pattern of borrowings

₹ in Lacs

As at 31st March, 2025	0-1 Years	1-5 years	Beyond 5 years	Total
Long Term borrowings(Including Current Maturity of Long term Debt	27.14	-	-	27.14
Short Term Borrowings	-	-	-	-
Total	27.14	-	-	27.14

As at 31st March, 2024	0-1 Years	1-5 years	Beyond 5 years	Total
Long Term borrowings(Including Current Maturity of Long term Debt	13.40	-	-	13.40
Short Term Borrowings	27.43	-	-	27.43
Total	40.83	-	-	40.83

(ii) Maturity Patterns of Other Financial Liabilities

₹ in Lacs

As at 31st March, 2025	6 months or less	6-12 months	Beyond 12 months	Total
Trade payable	4.03	0.74	2.06	6.84
Other Financial Liability	23.96	-	-	23.96
Total	27.99	0.74	2.06	30.80

As at 31st March, 2024	6 months or less	6-12 months	Beyond 12 months	Total
Trade payable	14.23	1.90	1.17	17.30
Other Financial Liability	13.97	-	-	13.97
Total	28.20	1.90	1.17	31.27

42) Segment Reporting :-

In accordance with Accounting Standard Ind AS 108 'Operating Segment', the company's business activity falls within a single segment viz. "Biomedical Waste Management & Disposal", and the services are rendered only in the domestic market hence Segment reporting not applicable.



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

43) Fair value measurement

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

- 1) Fair value of current assets which includes loans given, cash and cash equivalents, other bank balances and other financial assets approximate their carrying amounts largely due to short term maturities of these instruments.
- 2) Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1:

Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2:

Other techniques for which major inputs which have a Material effect on the recorded fair value are observable, either directly or indirectly.

Level 3:

Techniques which use inputs that have a Material effect on the recorded fair value that are not based on observable market data (Unobservable input data).

							₹ in Lacs	
Financial Assets & Liabilities as at 31st March, 2025	Non Current	Current	Total	Fair Value through Profit & Loss	Fair Value through OCI	Carried at amortised Cost	Total Amount	
Financial Assets								
Trade receivables		539.14	539.14	-	-	539.14	539.14	
Cash and cash equivalents		10.79	10.79	-	-	10.79	10.79	
Bank balance other than (ii) above		19.37	19.37	-	-	19.37	19.37	
Loan		558.43	558.43	-	-	558.43	558.43	
Other financial assets	5.20	-	5.20	-	-	5.20	5.20	
Investments	-	-	-	-	-	-	-	
Total	5.20	1,127.74	1,132.93	-	-	1,132.93	1,132.93	
Financial Liabilities								
Borrowings	14.20	91.76	105.96	-	-	105.96	105.96	
Other Financial Liabilities	-	23.96	23.96	-	-	23.96	23.96	
Trade payables	-	6.84	6.84	-	-	6.84	6.84	
Total	14.20	122.56	136.75	-	-	136.75	136.75	

Financial Assets & Liabilities as at 31st March, 2024	Non Current	Current	Total	Fair Value through Profit & Loss	Fair Value through OCI	Carried at amortised Cost	Total Amount
Financial Assets							
Trade receivables		487.61	487.61	-	-	487.61	487.61
Cash and cash equivalents		39.22	39.22	-	-	39.22	39.22
Bank balance other than (ii) above		4.74	4.74	-	-	4.74	4.74
Loan		379.95	379.95	-	-	379.95	379.95
Other financial assets	12.83	-	12.83	-	-	12.83	12.83
Investments	-	-	-	-	-	-	-
Total	12.83	911.52	924.35	-	-	924.35	924.35
Financial Liabilities							
Borrowings	5.65	35.19	40.83	-	-	40.83	122.50
Other Financial Liabilities	-	13.97	13.97	-	-	13.97	41.92
Trade payables	-	17.30	17.30	-	-	17.30	51.89
Total	5.65	66.46	72.10	-	-	72.10	216.31



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED

Notes to financial statements for the year ended 31st March 2025

44) The Followings are analytical ratio for the year

Sl. No.	Particular	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for Variance
(a)	Current Ratio (Current Assets / Current Liabilities)	1,161.89	232.54	5.00	5.27	-5%	
(b)	Debt-Equity Ratio (Total Debt / Total Equity)	105.96	1,763.48	0.06	0.03	80%	Debt-Equity Ratio decreased due to repayment of loan and increased in accumulated reserve.
(c)	Debt Service Coverage Ratio (EBITDA & Non Cash Items / Total Installment)	805.53	12.41	64.91	61.41	6%	
(d)	Return on Equity Ratio (%) (Net Income / Shareholder Equity)	537.07	1,494.91	36%	46%	-10%	
(e)	Inventory turnover ratio (Cost of goods sold / Average inventory)	2.24	2.23	1.01	1.63	-38%	
(f)	Trade Receivables turnover ratio (Net sales / Average accounts receivable)	1,312.50	513.38	2.56	2.71	-6%	
(g)	Trade payables turnover ratio (Net purchase / Average accounts payable)	172.11	12.07	14.26	12.99	10%	
(h)	Net capital turnover ratio (Net Sales / Working Capital)	1,312.50	370.93	3.54	2.97	19%	
(i)	Net profit ratio (%) (Profit After Tax / Value of Sales & Services)	537.07	1,312.50	41%	40%	0%	
(j)	Return on Capital employed (%) (EBIT & Exceptional Item / (Total Assets - Current Liability)	749.55	1,841.47	41%	49%	-8%	
(k)	Return on investment (%) (Net Profit / Total Investment)	NA	NA	NA	NA	NA	



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Notes to financial statements for the year ended 31st March 2025

45) Earnings Per Share:

31-Mar-25	31-Mar-24
₹ in Lacs	₹ in Lacs

The following reflects the profit and share data used in the basic and diluted EPS computations:

Continuing operations

Profit/(loss) after tax	537.07	455.55
Net profit for calculation of basic EPS	537.07	455.55
Net profit as above	537.07	455.55
Effect of dilution	-	-
Net profit/(loss) for calculation of diluted EPS	537.07	455.55

Weighted average number of equity shares in calculating basic EPS	1,01,000	1,01,000
Weighted average number of equity shares in calculating diluted EPS	1,01,000	1,01,000

1,01,000 (31 March 2025: 1,01,000) equity shares of ₹ 10/- each

Earnings per equity share:

Basic	531.75	451.04
Diluted	531.75	451.04

46) A reconciliation of the income tax expenses to the amount computed by applying the statutory income tax rate to the profit before income taxes is summarized below:

Tax Expense:

Profit Before Tax	733.16	605.53
Other comprehensive income before tax	0.10	0.83
Total comprehensive income before tax	733.26	606.36
Indian Statutory Income Tax Rate	25.17%	25.17%
Expected Income Tax Expenses	184.55	152.61
Tax Effect of adjustments to reconcile expected Income Tax Expenses		
Re-statement of earlier year DTA due to change in tax rate		-
Deduction u/s 80JJAA	-	(3.05)
Difference in WDV As Per ITR & Deferred Tax Working	-	-
Bonus payable considered as allowable expenditure in ITR	-	-
Tax Effect of Non Deductible expenses	2.89	0.63
Earlier Year Tax	8.67	-
Other adjustments	-	-
Total income tax expense recognised in Profit & Loss	196.11	150.19
a) Tax on normal income recognised in profit and loss	196.09	149.98
b) Tax on other comprehensive income recognised in profit and loss	0.03	0.21
Total tax recognised in profit and loss	196.11	150.19
	0.00	

47) Party balances are subject to confirmation and the balances shown under Trade Receivables, Trade Payables, Loan and advances have approximately the same realisable value as shown in the financials.

48) Company is not required to spent on CSR Expenditure as the company is not qualified for any of the following criteria stipulated per provision of section 135 of the Companies Act.

- Net worth of or more than five hundred crores rupees or
- Turnover of one thousand crores rupees or more
- Net profit of rupees five crore or more during any preceding three financial year

49) Previous year's figures have been regrouped/recasted, wherever necessary.

50) The Company has not traded or Invested in Crypto Currency or Virtual Currency during the Financial Year.

51) C.I.F. value of Imports, Expenditures and Earnings in Foreign Currencies:

Particulars	As on 31st March 2025	As on 31st March 2024
a) CIF Value of Imports	NIL	NIL
b) Expenditure in Foreign Currencies	NIL	NIL
c) Earnings in Foreign Currencies	NIL	NIL



SMS WATER GRACE ENVIROPROTECT PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2025

52) Other Statutory Information:

- i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- ii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- iii) The Company have not advanced or loaned or invested funds to any other person or entity, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- iv) The Company have not received any fund from any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- v) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

53) Disclosure For some of the key disclosure requirements for lease involves disclosing amount relating to the reporting period or the following item

Particular	FY 2024-25	FY 2023-24
i) Depretiation Charged on right of Assets	6.63	-
ii) Interest Expense on Lease Liability	2.54	-
iii) Interest Income recognized on Security Deposite Given under lease arrangement	0.10	-
iv) Carring Value of Right to use of Assets at the end of the reporting Period	59.68	-
v) Maturity Analysis of lease liability at the end of reporting period		
24-25	60.37	-
25-26	50.45	-
26-27	38.71	-
27-28	24.93	-
28-29	8.86	-
29-30	-0.00	-
Total Amout of Lease liability at the end of the year	183.32	-

FOR V. K. SURANA & CO
 Chartered Accountants
 Firm Registration No. :110634W



Suresh Galani
CA. SURESH GALANI
 Partner (M.No.168192)
 Nagpur, Dated **07 AUG 2025**

For and on behalf of the Board of Directors of
SMS WATER GRACE ENVIROPROTECT PVT LTD
CIN : U52100MH2011PTC214951
PRABAL PRATAP SINGH JADON
 Director
 DIN : 06913074

Kishore Malviya
KISHORE MALVIYA
 Director
 DIN : 03272644

UDIN : **25168192BMKPDZ6884**