

Notes on Financial Statements for the year ended 31st March, 2021

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

Accounting Convention

The accompanying financial statements have been prepared under the historical cost convention, in accordance with Generally Accepted Accounting Principles in India. The Company has prepared these Financial Statements to comply in all material respects with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006, and the relevant provisions of the Companies Act, 2013. The accounting policies adopted in the preparation of Financial Statements are consistent with those of previous year.

(a) Presentation and Disclosure of Financial Statements

Assets and Liabilities are classified as Current or Non-Current as per the provisions of the Schedule III notified under the Companies Act, 2013, and Company's normal operating cycle. Based on the nature of business and its activities, the Company has ascertained its operating cycle as twelve months for the purpose of Current & Non-Current classification of Assets & Liabilities.

(b) (i) Tangible Fixed Assets and Depreciation

Fixed Assets are stated at their original cost of acquisition, less accumulated depreciation. Cost includes all incidental expenses related to acquisition and installation and other pre-operative expenses.

(ii) Intangible Fixed Assets

Intangible Assets are stated at their original cost of acquisition, less accumulated amortization and impairment losses, if any.

The cost of intangible assets is amortised over the fair estimate of economic useful life, on a straight-line basis. A detail of estimated useful life is given below:

Software and related implementation costs 4 years

(c) Inventories

The company has no inventories.

(d) Revenue recognition

All income and expenditure are accounted on accrual basis.

(e) Employee Retirement Benefits

The company does not have any liability relating to retirement benefits. Hence, no provision has been made in accounts. The company has not provided accrued liability on account of gratuity.

(f) Income Tax

Tax expense comprises of both current and deferred tax. Provision for current tax is made in accordance with income tax rates prevailing for the relevant assessment year.

During the year the company has provided Rs. 3,463.22/- As deferred tax assets in respect of depreciation on Fixed assets in accordance with AS-22

(g) Cash Flow Statement

The Cash Flow Statement is prepared by the indirect method set out in Accounting Standard-3 'Cash Flow Statements', whereby the Profit Before Tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments.

(h) Provisions and Contingent Liabilities

Provisions are recognised in the accounts in respect of present probable obligations, the amount for which can be reliably estimated. Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

(i) Contingencies and events

Contingencies and events occurring after the Balance Sheet date: There are no contingencies and events of material nature occurred after the Balance Sheet date which have an effect on the financial statement of the year.

(j) Prior period and extra ordinary items.

There are no prior period or extra ordinary items of material nature during the year.

(k) Previous year figures are rearranged and regrouped wherever necessary.

As per my Report of even date

For and on behalf of the Board

Kanhangad K.Srinivas Shenoy, FCA
27.10.2021 Chartered Accountant
Membership No.019066
UDIN: 21019066AAAAAY2336

K.K. Narayanan Sreekantan Nair M.
Managing Director Director
DIN: 03315607 DIN: 01710766