



**N. K. JALAN & CO.**  
Chartered Accountants.

2-A, Mayur Apartments,  
Dadabhai Cross Road No.3,  
Vile Parle (West),  
Mumbai - 400 056.  
Tele: 26210903/26210904.  
Mobile: 9324114104  
E-mail: ca@nkjalan.com

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF FREEBIRD AEROSPACE INDIA PRIVATE LIMITED**

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

##### **Opinion**

We have audited the standalone financial statements of FREEBIRD AEROSPACE INDIA PRIVATE LIMITED ("the Company"), which comprise the Standalone Balance Sheet as at 31st March 2021, and the Standalone Statement of Profit and Loss (including Other Comprehensive Income), Standalone Statement of Changes in Equity and Standalone Statement of Cash Flows for the year and then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and profit, changes in equity and its cash flows for the year ended on that date.

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

##### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to communicate in our report.



## **Other Information**

The Company's management and Board of Directors is responsible for the other information. The other information comprises the information included in the Board's report including Annexure to Board report, Business responsibility Report, Corporate Governance Report, and shareholders Information, Company's annual report, but does not include the standalone 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 standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Management's Responsibility for the Standalone Financial Statements**

The Company's Management and Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Indian accounting standard (Ind AS), accounting principles generally accepted in India, specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management and 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.

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

## **Auditors' Responsibility for the Audit of the Standalone Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a



material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal 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 system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016, ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in "Annexure A", a statement on the matters specified in paragraphs 3 & 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss (including other comprehensive income), the Standalone Statement of changes in equity and the Standalone Cash Flow Statement dealt with by this Report are in agreement with the books of account.

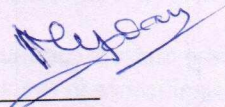


- d) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above In our opinion, the aforesaid standalone Financial Statements comply with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with relevant rules issued thereunder.
- e) On the basis of the written representations received from the directors as on 31st March, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021, 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, we give our separate Report in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- The Company has not reported any pending litigations which would impact its financial position.
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

PLACE: MUMBAI  
DATED :19/05/2021  
UDIN : 21112353AAAADF7544



FOR N.K. JALAN & CO.  
CHARTERED ACCOUNTANTS  
FIRM NO. 104019W

  
(N.K. JALAN) PROPRIETOR  
Membership No. 011878



## **Annexure A to the Independent Auditors' Report**

**With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2021, we report the following:**

(i) In respect of Property, Plant and Equipment:

- (a) The company has maintained records showing particulars, including quantitative details and situation of the fixed assets. However no separate fixed asset register is maintained.
- (b) The fixed assets are physically verified by the management according to a phased program designed to cover all the items over a period, which in our opinion is reasonable having regard to the size of the company and the nature of its assets. Pursuant to the program, a portion of the fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such physical verification. However no written report is available of the above verification done by management.
- (c) According to the information and explanations received by us, none of the immovable properties as on the reporting date are held as Fixed Assets. Therefore, in our opinion, the requirement on reporting under Clause 3 (i) (c) is not applicable to the Company.

(ii) The inventory has been physically verified by management during the year. In our opinion, the frequency of verification is reasonable. As informed, no material discrepancies were noticed on physical verification carried out during the year.

(iii) According to the information and explanation provided to us, the Company has not granted loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Therefore the provisions of clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company.

(iv) As per the information and explanation given to us no loans, investments, guarantees and securities, is given by the Company during the year & hence clause (iv) of CARO, 2016 is not applicable to the company.

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the provisions of Sections 73 to 76 of the Act and the rules framed there under. Therefore, the provisions of clause 3(v) of the Order are not applicable to the Company.

(vi) As per the information and explanations given to us, in respect of the class of industry in which the Company falls, the maintenance of cost records has not been prescribed by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013. Therefore, the provisions of clause 3(vi) of the Order are not applicable to the Company.

(vii) In respect of statutory dues:

(a) The company is generally regular in depositing with appropriate authorities, undisputed statutory dues including income tax, goods and service tax, duty of customs, cess and any other statutory dues applicable to it with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of above dues were in arrears, as at 31st March, 2021 for a period of more than six months from the date they became payable.

(a) According to the information and explanations given to us, there are no dues of income tax or goods or service tax or duty of customs or duty of excise which have not been deposited on account of any dispute.

(viii) According to the information and explanation given to us, the company has not defaulted in repayment of dues to bank / financial institutions. The Company has not taken loan from government or has no dues to debenture holders.

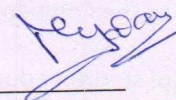


- (ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instrument) or term loans hence reporting under clause (ix) of the CARO 2016 order is not applicable to company.
- (x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or any fraud on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such instance by the management.
- (xi) As per the information and explanations given to us, managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company.
- (xiii) As per the information and explanation given to us, all transactions entered into by the Company with the related parties are in compliance with Sections 177 and 188 of Act, where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore, the provisions of clause 3(xiv) of the Order are not applicable to the Company
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with him. Therefore, the provisions of clause 3(xv) of the Order are not applicable to the Company.
- (xvi) As per the information and explanation given to us the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.



PLACE: MUMBAI  
DATED : 19/05/2021  
UDIN: 21112353AAAADF7544

FOR N.K. JALAN & CO.  
CHARTERED ACCOUNTANTS  
FIRM NO. 104019W

  
(N.K. JALAN) PROPRIETOR  
MEMBERSHIP NO. 011878



## **Annexure B to the Independent Auditors' Report**

### **Report on the Internal Financial Controls with reference to the Standalone Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013**

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

#### **Opinion**

We have audited the Internal financial controls with reference to Standalone Financial Statements of FREEBIRD AEROSPACE INDIA PRIVATE LIMITED ("the Company") as of 31<sup>st</sup> March, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at 31 March 2021, based on the internal financial controls with reference to standalone financial statements 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 (the "Guidance Note").

#### **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 Companies Act, 2013 ("the Act").

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing specified under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both issued by the ICAI. 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 with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls over standalone financial statements included obtaining an understanding of internal financial controls over standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to standalone financial statements.



### Meaning of Internal Financial Controls with reference to standalone financial statements

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to Standalone financial statements 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

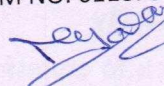
### Inherent Limitations of Internal Financial Controls with reference to Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, 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 with reference to standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

PLACE: MUMBAI  
DATED : 19/05/2021  
UDIN: 21112353AAAADF7544



FOR N.K. JALAN & CO.  
CHARTERED ACCOUNTANTS  
FIRM NO. 011878

  
(N.K. JALAN) PROPRIETOR  
MEMBERSHIP NO. 0112353



**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED**  
Balance Sheet as at 31st March, 2021

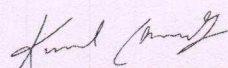
Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
		₹	₹
<b>I. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Property, Plant and Equipment	2	2,71,917	6,319
(b) Financial Assets			
(i) Investments		-	-
(c) Deferred tax assets (net)	3	911	-
(d) Other non-current assets		-	-
<b>Total non current assets</b>		<b>2,72,828</b>	<b>6,319</b>
<b>(2) Current Assets</b>			
(a) Inventories	4	7,89,491	16,600
(b) Financial Assets			
(i) Trade receivables	5	2,10,000	-
(ii) Cash and cash equivalents	6	9,462	9,74,647
(iii) Bank balances other than (iii) above		-	-
(iv) Loans	7	1,72,099	-
(c) Current Tax Assets		-	-
(d) Other current assets	8	10,569	3,031
<b>Total current assets</b>		<b>11,91,621</b>	<b>9,94,278</b>
<b>TOTAL ASSETS</b>		<b>14,64,449</b>	<b>10,00,597</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>(1) Equity</b>			
(a) Equity share capital	9	10,00,000	10,00,000
(b) Other equity	10	5,952	(41,201)
<b>Total equity</b>		<b>10,05,952</b>	<b>9,58,799</b>
<b>(2) Non current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	11	4,41,798	41,798
(ii) Other Financial Liabilities		-	-
(b) Provisions		-	-
(c) Deferred tax Liability (Net)		-	-
<b>Total non current liabilities</b>		<b>4,41,798</b>	<b>41,798</b>
<b>(3) Current liabilities</b>			
(a) Financial liabilities			
(i) Trade payables			
- Dues of micro enterprises and small enterprises		-	-
- Dues of creditors other than micro enterprises and small enterprises		-	-
(ii) Other financial Liabilities		-	-
(b) Other current liabilities	12	15,000	-
(c) Short-term provisions		-	-
(d) Current tax liabilities (net)	13	1,700	-
<b>Total Current liabilities</b>		<b>16,700</b>	<b>-</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>14,64,449</b>	<b>10,00,597</b>
<b>Notes to Balance Sheet and Statement of Profit and Loss</b>	1-26		

As per our report Of Even Date  
For NK Jalan & Co  
Chartered Accountants  
Firm Reg No : 104019W

CA NK Jalan  
Proprietor  
Mem. No. 011878  
Place : Mumbai  
Date : 19-05-2021



For board & Directors of  
**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED**

  
**KUNAL CHAUDHARY**  
DIRECTOR  
(DIN - 08648115)

  
**PRIYA CHAUDHARY**  
DIRECTOR  
(DIN No. 00365261)



**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED**  
**Statement of Profit and Loss for the year ended March 31, 2021**

Particulars	Note No.	For the Year ended March 31, 2021	For the Year ended March 31, 2020
		₹	₹
<b>Revenue</b>			
<b>I. Revenue from Operations (Gross)</b>			
Revenue from sale	14	2,10,000	-
Other Operating revenue		-	-
<b>II. Other income</b>	15	1,029	-
<b>III. Total Income (I+II)</b>		<b>2,11,029</b>	<b>-</b>
<b>IV. Expenses</b>			
Purchase	16	7,74,671	16,600
Changes in inventories of finished goods, work-in-progress and stock-in-trade	17	(7,72,891)	(16,600)
Finance Cost	18	649	43
Depreciation and Amortization Expenses	2	51,874	-
Other Expenses	19	1,08,784	41,158
<b>Total Expenses (IV)</b>		<b>1,63,087</b>	<b>41,201</b>
<b>V. Profit/(loss) before Tax</b>		<b>47,942</b>	<b>(41,201)</b>
<b>VI. Tax expense:</b>			
1. Current Tax		1,700	-
2. Deferred Tax	3	(911)	-
<b>VII. Profit/(Loss) for the period</b>		<b>47,153</b>	<b>(41,201)</b>
<b>VIII. Other comprehensive income</b>			
- Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit plans		-	-
Income tax on above		-	-
- Items that will be reclassified to profit or loss			
Net change in fair values of investments other than equity shares carried at fair value through OCI		-	-
Income tax on above		-	-
<b>Total Other Comprehensive Income</b>		<b>-</b>	<b>-</b>
<b>IX. Total comprehensive income for the period</b>		<b>47,153</b>	<b>(41,201)</b>
<b>X. Earnings per equity share</b>			
Basic and Diluted earnings per share	20	0.047	(0.041)
<b>Notes to Balance Sheet and Statement of Profit and Loss</b>	1-26		

As per our report Of Even Date  
For NK Jalan & Co  
Chartered Accountants  
Firm Reg No : 104019W

*NK Jalan*

CA NK Jalan  
Proprietor  
Mem. No. 011878  
Place : Mumbai  
Date : 19-05-2021



For board & Directors of  
**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED**

*Kunal Chaudhary*

KUNAL CHAUDHARY  
DIRECTOR  
(DIN - 08648115)

*Priya Chaudhary*

PRIYA CHAUDHARY  
DIRECTOR  
(DIN No. 00365261)



**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED**  
Statement of Cash Flow for the year ended 31st March, 2021

Particulars	For the Year ended March 31, 2021	For the Year ended March 31, 2020
	(₹)	(₹)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	47,942	(41,201)
Adjustments to reconcile profit before tax to cash provided by operating activities:	-	-
Interest Income	-	-
Loss on debts takeover	-	-
Depreciation and amortisation expense	51,874	-
<b>Operating Profit before working capital changes &amp; payment of taxes</b>	<b>99,816</b>	<b>(41,201)</b>
Changes in assets and liabilities		
(Increase) / Decrease in Trade receivables	(2,10,000)	(16,600)
Increase/(Decrease) in Inventory	(7,72,891)	-
(Increase) / Decrease in Short term Loans & Advances	(1,72,099)	(3,031)
Increase / (Decrease) in Other non current Assets	-	-
(Increase) / Decrease in Current Assets	(7,539)	-
Increase / (Decrease) in Trade Payables	-	-
Increase / (Decrease) in Other current Liability	15,000	-
<b>Cash Generated From Operations</b>	<b>(10,47,713)</b>	<b>(60,832)</b>
Income taxes paid	-	-
<b>NET CASH GENERATED BY OPERATING ACTIVITIES</b>	<b>(10,47,713)</b>	<b>(60,832)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payment towards capital expenditure (Net)	(3,17,472)	(6,319)
Investment in Subsidiary	-	-
Increase in Deposits	-	-
<b>NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES</b>	<b>(3,17,472)</b>	<b>(6,319)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
increase in share capital	-	10,00,000
Increase / (Decrease) in Short term Borrowing	-	-
Increase / (Decrease) in Long term Borrowing	4,00,000	41,798
<b>NET CASH FROM/ (USED IN) FINANCING ACTIVITIES</b>	<b>4,00,000</b>	<b>10,41,798</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(9,65,185)</b>	<b>9,74,647</b>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	9,74,647	-
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>9,462</b>	<b>9,74,647</b>

As per our report Of Even Date

**For NK Jalan & Co**

Chartered Accountants

Firm Reg No : 104019W

*NK Jalan*



**CA NK Jalan**

Proprietor

Mem. No. 011878

Place : Mumbai

Date : 19-05-2021

For borad & Directors of

**FREEBIRD AEROSPACE INDIA PVT. LTD.**

*Ashwin Chaudhary*

**ASHWIN CHAUDHARY**

DIRECTOR

(DIN No. 00365164)

*Priya Chaudhary*

**PRIYA CHAUDHARY**

DIRECTOR

(DIN No. 00365261)



# Standalone Statement of Changes in Equity (SOCIE)

## (a) Equity share capital

Particulars	Note	Amount ( in Rupees)
Balance as at April 1, 2019	11	-
Issue equity share capital during FY 2019-20		10,00,000
Balance as at March 31, 2020		10,00,000
Changes in equity share capital during the year		-
<b>Balance as at March 31, 2021</b>		<b>10,00,000</b>

## (b) Other Equity

Particulars	Note	Reserves & Surplus ( in Rupees)	
		Retained Earnings	Total
<b>Balance at April 1, 2019</b>	12	-	-
Profit for the year		(41,201)	(41,201)
Other comprehensive income for the year		-	-
Tax Adjustments of prior years		-	-
<b>Balance at March 31, 2020</b>		<b>(41,201)</b>	<b>(41,201)</b>
Profit for the year		47,153	47,153
Less : Tax Adjustments relating to prior years		-	-
Other comprehensive income for the year		-	-
<b>Balance at March 31, 2021</b>		<b>5,952</b>	<b>5,952</b>

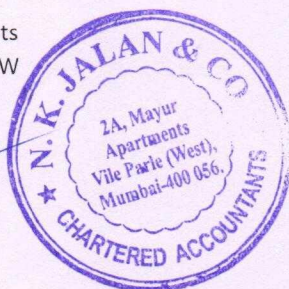
As per our report Of Even Date

For NK Jalan & Co

Chartered Accountants

Firm Reg No : 104019W

*[Signature]*



CA NK Jalan

Proprietor

Mem. No. 011878

Place : Mumbai

Date : 19-05-2021

For board & Directors of

FREEBIRD AEROSPACE INDIA PRIVATE LIMITED

*[Signature]*

KUNAL CHAUDHARY

DIRECTOR

(DIN - 08648115)

*[Signature]*

PRIYA CHAUDHARY

DIRECTOR

(DIN No. 00365261)



## **Note 1 : Significant Accounting Policies:**

### **A Basis of Accounting:**

The financial statements have been prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards notified under section 133 of the Companies Act, 2013 read together with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Companies Act, 2013 and guide lines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied 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 or different accounting policy is required by statute.

### **B Use of Estimates:**

The presentation of financial statements in conformity with the generally accepted accounting principal requires estimates and assumptions to be made. That affects the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known/materialized.

### **C Revenue Recognition**

- i) Sales is recognized as and when the significant risk & rewards in respect of goods is transferred to the buyer.
- ii) Interest income is recognized on time proportion basis.

### **D Investments:**

Investments that are intended to be held for more than a year, from the date of acquisition, are classified as long term investment and are carried at cost less any provision for permanent diminution in value. Investments other than long term investments being current investments are valued at cost or fair value whichever is lower.

### **E Foreign Currency Transactions :**

- i) The transactions in foreign currencies are stated at the rate of exchange prevailing on the date of transactions rounded off to the nearest fifty paise.
- ii) The difference on account of fluctuation in the rate of exchange prevailing on the date of transaction and the date of realization is charged to the Profit and Loss Account.
- iii) Differences on translations of Current Assets and Current Liabilities remaining unsettled at the year-end are recognized in the Profit and Loss Account.
- iv) The premium in respect of forward exchange contract is amortised over the life of the contract. The net gain or loss on account of any exchange difference, cancellation or renewal of such forward exchange contracts is recognised in the Profit & Loss Account.

### **F Accounting for Taxes of Income:-**

#### **Current Taxes**

Provision for current income-tax is recognized in accordance with the provisions of Indian Income- tax Act, 1961 and is made annually based on the tax liability after taking credit for tax allowances and exemptions

#### **Deferred Taxes**

Deferred tax assets and liabilities are recognized for the future tax consequences attributable to timing differences that result between the profits offered for income taxes and the profits as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and the tax laws that have been enacted or substantially enacted at the balance sheet date. Deferred tax Assets are recognized only to the extent there is reasonable certainty that the assets can be realized in the future. Deferred Tax Assets are reviewed as at each Balance Sheet date.

### **G Provisions and Contingent Liabilities:**

- i) Provisions are recognized in terms of Accounting Standard 29- "Provisions, Contingent Liabilities and Contingent Assets issued by The Institute of Chartered Accountants of India (ICAI), when there is a present legal or statutory obligation as a result of past events where it is probable that there will be outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made.
- ii) Contingent Liabilities are recognized only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or where reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for.
- iii) Contingent Liabilities are disclosed by way of notes, if any.

### **H Depreciation & Amortization**

Depreciation on fixed assets is provided on Written Down Value Method (WDV) on pro-rata basis as per the useful life prescribed in the Schedule II of the Companies Act, 2013.

### **I Property, Plant and Equipment**

Fixed Assets are stated at cost less accumulated depreciation. Cost is inclusive of freight, duties (net of tax credits as applicable) levies and any directly attributable cost of bringing the assets to their working condition for their Intended use.



**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED***Notes to financial statements for the year ended 31 March 2021***Note 2 : Property, plant and equipment****Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2021:**

DESCRIPTION	(In Rupees)		
	Furniture & Fixtures	Plant & Equipment	TOTAL
Cost as at April 1, 2020	6,319	-	6,319
Additions	-	3,17,472	3,17,472
Deletions	-	-	-
<b>Cost as at March 31, 2021 (A)</b>	<b>6,319</b>	<b>3,17,472</b>	<b>3,23,791</b>
Accumulated depreciation as at April 1, 2020	-	-	-
Depreciation for the current period	1,636	50,238	51,874
Deletions	-	-	-
<b>Accumulated depreciation as at March 31, 2021 (B)</b>	<b>1,636</b>	<b>50,238</b>	<b>51,874</b>
<b>Net carrying amount as at March 31, 2021 (A) - (B)</b>	<b>4,683</b>	<b>2,67,234</b>	<b>2,71,917</b>

**Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2020**

DESCRIPTION	(In Rupees)		
	Furniture & Fixtures	Plant & Equipment	Total
Cost as at April 1, 2019	-	-	-
Additions	6,319	-	6,319
Deletions	-	-	-
<b>Cost as at March 31, 2020 (A)</b>	<b>6,319</b>	<b>-</b>	<b>6,319</b>
Accumulated depreciation as at April 1, 2019	-	-	-
Depreciation for the current period	-	-	-
Deletions	-	-	-
<b>Accumulated depreciation as at March 31, 2020 (B)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net carrying amount as at March 31, 2020 (A) - (B)</b>	<b>6,319</b>	<b>-</b>	<b>6,319</b>

1) The Valuation of Fixed Assets has been taken, valued and certified by the managing director of the company



**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED**
*Notes to financial statements for the year ended 31 March 2021*

Particulars	As at March 31, 2021 ₹	As at March 31, 2020 ₹
<b>Note 3 : Deferred tax Liabilities/ Assets (Net)</b>		
(a) Written Down Value as per Companies Act	2,71,917	-
(b) Written Down Value as per Income Tax Act	2,75,538	-
Difference on above	(3,621)	-
<b>Deferred Tax (Assets) / Liabilities (Net) on above difference</b>	<b>(911)</b>	<b>-</b>
Less: Opening Deferred Tax (Assets)/ Liabilities	-	-
<b>Deferred Tax to be recognised as an expense</b>	<b>(911)</b>	<b>-</b>
<b>Note 4: Inventory</b>		
Inventory (WIP)	7,89,491	-
	<b>7,89,491</b>	<b>-</b>
<b>Note 5: Trade and other receivables</b>		
Trade Receivables		
Unsecured, considered good	2,10,000	-
Less: Provision for doubtful debts	-	-
	<b>2,10,000</b>	<b>-</b>
<b>Note 6 : Cash and cash equivalents</b>		
Cash on hand	-	-
Balance with banks		
- Current accounts	9,462	9,74,647
	<b>9,462</b>	<b>9,74,647</b>
<b>Note 7 : Short Term Loans &amp; Advances</b>		
GST Receivable	1,72,099	-
	<b>1,72,099</b>	<b>-</b>
<b>Note 8 : Other Current Assets</b>		
Other Current Assets:		
- Prepaid Exp	10,569	3,031
	<b>10,569</b>	<b>3,031</b>
<b>FREEBIRD AEROSPACE INDIA PRIVATE LIMITED</b>		
<i>Notes to financial statements for the year ended 31 March 2021</i>		
Particulars	As at March 31, 2021 ₹	As at March 31, 2020 ₹
<b>Note 10 : Other Equity</b>		
(Refer Statement for Change in Equity for more details)		
General Reserve Account	-	-
Profit and Loss A/c	5,952	(41,201)
	<b>5,952</b>	<b>(41,201)</b>
<b>Note 11 : Financial Liabilities - Borrowings</b>		
<b>Unsecured Loans</b>		
- Loans and Advances from Related Party	4,11,800	11,800
- Loans from other	29,998	29,998
	<b>4,41,798</b>	<b>41,798</b>
<b>Note:</b>		
Balances of Loans and Advances are subject to Confirmation and /or Reconciliation/ consequential adjustments if any.		
<b>Note 12 : Other Current Liabilities</b>		
Proprietor	-	-
Other Liabilities	15,000	-
	<b>15,000</b>	<b>-</b>
<b>Note 13 : Current tax liabilities (net)</b>		
Provision for tax	1,700	-
	<b>1,700</b>	<b>-</b>



**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED**

Notes to financial statements for the year ended 31 March 2021

**Note 9 : Share capital****a. Details of authorised, issued and subscribed share capital**

( Figures in Rupees )

Particulars	31-Mar-21	31-Mar-20
<b>Authorised Capital</b>		
10,00,000 Equity shares of Rs 1 each	10,00,000	10,00,000
<b>Issued, Subscribed and Paid up</b>		
10,00,000 Equity shares of Rs 1 each	10,00,000	10,00,000
	<b>10,00,000</b>	<b>10,00,000</b>

**b. Reconciliation of number of shares at the beginning and at the end of the year**

( Figures in Rupees )

Particulars	31-Mar-21		31-Mar-20	
	No. of shares	Rs. in lakhs	No. of shares	Rs. in lakhs
Shares outstanding at the beginning of the year	10,00,000	10,00,000	-	-
Add: Shares issued during the year	-	-	10,00,000	10,00,000
	10,00,000	10,00,000	10,00,000	10,00,000
Less: Calls in Arrears	-	-	-	-
<b>Shares outstanding at the end of the year</b>	<b>10,00,000</b>	<b>10,00,000</b>	<b>10,00,000</b>	<b>10,00,000</b>

**c. Particulars of shareholders holding more than 5% of shares held**

( Figures in Rupees )

Name of Shareholder	31-Mar-21		31-Mar-20	
	No. of shares	Percentage	No. of shares	Percentage
Accedere Limited (Formerly Known as E Com Infotech (India) Limited	5,10,000	51%	5,10,000	51%
Kunal Chaudhary	4,80,000	48%	4,80,000	48%
<b>Total</b>	<b>9,90,000</b>	<b>99%</b>	<b>9,90,000</b>	<b>99%</b>

- d. The company has only one class of shares referred to as equity shares having a par value of Rs 10/- each. Each holder of equity shares is entitled to one vote per share.



Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
	₹	₹
<b>Note 14 : Revenue from Operations</b>		
Revenue from sale	2,10,000	-
	<b>2,10,000</b>	-
<b>Note 15 : Other Income</b>		
Foreign Exchange Gain	1,028	-
Other Income	1	-
	<b>1,029</b>	-
<b>Note 16 : Purchase</b>		
Purchase of Raw Materials	7,74,671	16,600
	<b>7,74,671</b>	<b>16,600</b>
<b>Note 17: Changes in inventories</b>		
Inventories at the end of the year:		
Inventory WIP	7,89,491	16,600
	7,89,491	16,600
Inventories at the beginning of the year:		
Inventory WIP	16,600	-
	16,600	-
<b>Net (increase) / decrease</b>	<b>(7,72,891)</b>	<b>(16,600)</b>
<b>Note 18 : Finance cost</b>		
Interest Expense	649	43
	<b>649</b>	<b>43</b>
<b>Note 19 : Other Expenses</b>		
Advertising And Marketing	12,000	-
Compliance Expense	17,333	-
Consultant Expense	3,000	25,899
Customs Duty	9,231	-
IT and Internet Expenses	37,794	-
Office Supplies	5,848	-
Other Expenses	1,771	1,580
Rent Expense	4,613	-
Travelling Exp.	-	5,679
Transportation Expense	594	-
Late Fees (GST)	1,600	-
Audit Fees	15,000	8,000
	<b>1,08,784</b>	<b>41,158</b>
<b>19(i): Auditor's Remuneration:</b>		
<b>Services as:</b>		
Statutory Auditor	15,000	8,000
Tax Audit	-	-
Other Services	-	-
	<b>15,000</b>	<b>8,000</b>



**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED***Note to financial statements for the year ended 31 March 2021***Note 20 : Earnings per share (EPS)**

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 parent (after adjusting profit impact of dilutive potential equity shares, if any) by the aggregate of weighted average number of Equity shares outstanding during the year and the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

**( Figures in Rupees )**

<b>Particulars</b>	<b>March 31, 2021</b>	<b>March 31, 2020</b>
<b>i. Profit attributable to equity holders (Rs in lakhs)</b>		
Profit attributable to equity holders of the Company for basic and diluted EPS	47,153	(41,201)
	<b>47,153</b>	<b>(41,201)</b>
<b>ii. Weighted average number of ordinary shares</b>		
Issued ordinary shares	10,00,000	10,00,000
Add/(Less): Effect of shares issued/ (bought back)	-	-
<b>Weighted average number of shares at March 31 for basic and diluted EPS</b>	<b>10,00,000</b>	<b>10,00,000</b>
<b>iii. Basic and diluted earnings per share (Rs)</b>	<b>0.047</b>	<b>(0.041)</b>



**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED***Note to financial statements for the year ended 31 March 2021***Note 21 : Financial Risk Management**

The Company's business activities are exposed to financial risks, namely Credit risk, Liquidity risk. The Company's Senior Management has the overall responsibility for establishing and governing the Company's risk management framework. The Company has constituted a Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the Board of Directors on its activities.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The audit committee oversees how Management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and adhoc reviews of risk management controls and procedures, the results of which are reported the audit committee.

**i. Credit risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment securities. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company establishes, if require an allowance for doubtful debts and impairment that represents its estimate of incurred losses in respect of trade and other receivables and investments.

**ii. Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Management monitors rolling forecasts of the Company's liquidity position on the basis of expected cash flows. This monitoring includes financial ratios and takes into account the accessibility of cash and cash equivalents

**Note 22 : Capital Management**

For the purpose of the Company's capital management, capital includes issued capital and other equity reserves. The primary objective of the Company's Capital Management is to maximise shareholders value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Company monitors capital using Adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances.

Particular	( Figures in Rupees )	
	As at 31st March 2021	As at 31st March 2020
Non- Current borrowing	4,41,798	41,798
Current borrowings	-	-
<b>Gross debt</b>	<b>4,41,798</b>	<b>41,798</b>
Less : Cash and cash equivalents	9,462	9,74,647
Less : Other bank balances	-	-
<b>Adjusted net debt</b>	<b>4,32,336</b>	<b>(9,32,849)</b>
Total Equity	10,05,952	9,58,799
<b>Adjusted Net debt to Equity ratio</b>	<b>0.43</b>	<b>(0.97)</b>



**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED**

Note to financial statements for the year ended 31 March 2021

**Note 23 : Related Party Transactions:****1) Relationships****a) Key Management Personnel (KMP)**

Kunal Chaudhary

Director

Priya Ashwin Chaudhary

Director

**b) Holding Company**

ACCEDERE LIMITED

Note: Related Party Relationships are as identified by the management and relied upon by the auditors.

**2. Amount involved for parties referred in 1 (a) and 1 (b)**

Nature of Transactions	Referred in 1(a)		Referred in 1(b)	
	3/31/2021	3/31/2020	3/31/2021	3/31/2020
Director's Remuneration/ Salary				
Interest Paid			-	-
Loan Taken	4,00,000		11,800	11,800
Repayment against Loan taken		-	-	-
Loan Given		-	-	-
Receipt against Loan given		-	-	-

**Note 24 :** There are no significant subsequent events that would require adjustments or disclosures in the financial Statements as on the balance sheet date.

**Note 25 :** Figures for the previous years have been regrouped / restated wherever necessary to conform to current year's presentation.

As per our report Of Even Date

For NK Jalan & Co

Chartered Accountants

Firm Reg No : 104019W

CA NK Jalan

Proprietor

Mem. No. 011878

Place : Mumbai

Date : 19-05-2021



For board & Directors of

**FREEBIRD AEROSPACE INDIA PRIVATE LIMITED**

**KUNAL CHAUDHARY**

DIRECTOR

(DIN - 08648115)

**PRIYA CHAUDHARY**

DIRECTOR

(DIN No. 00365261)