

CHIRAG R. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS

STATUTORY AUDIT
REPORT OF

BRIGHT SOLAR
LIMITED

FOR THE YEAR 2020-2021

INDEPENDENT AUDITOR'S REPORT

To,
The Members
BRIGHT SOLAR LIMITED,

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **BRIGHT SOLAR LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2021, and the Statement of Profit and Loss, and Statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and profit/loss, and its cash flows for the year ended on that date.

Basis for Opinion

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

Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("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, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. 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

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

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

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

Report on Other Legal and Regulatory Requirements

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 the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

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.

(a) 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

(b) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account

(c) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



(d) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.

(e) 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".

(f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. Company has pending litigation. Arbitration with PGVCL and MGVCL. Award of an Arbitration is in favour of the company amounting of Rs.5.88 cr with interest @ 9%.
- ii. The Company is dealing in EPC Projects. EPC Projects having 5 years O&M tenure.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



For, Chirag R. Shah & Associates
Chartered Accountants

(Chirag R. Shah)

Partner

Membership No.# 106139

Firm Registration No.# 118791W

UDIN:21106139AAAAGN3517

Place: Ahmedabad

Date:17/06/2021

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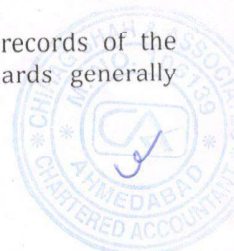
Annexure-A referred to in paragraph 7 of Our Report of even date to the members of BRIGHT SOLAR LIMITED on the accounts of the company for the year ended 31st March, 2021.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; Fixed Asset Register is available but not maintained periodically, as informed to us no material discrepancies were noticed on such verification;

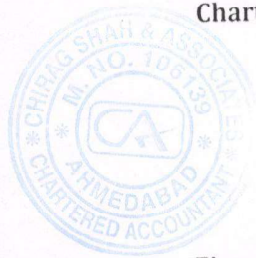
(c) The title deeds of immovable properties are held in the name of the company.
- ii. As explained to us, the nature of company is of assembling and as per the information provided by the management, it is not possible to maintain quantities details of as the Raw material purchased are not in the same unit of the finished product namely solar pump.
- iii. The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act.
- iv. In our opinion and according to the information and explanations given to us in respect of loans, investments, guarantees and securities, there is adequate compliance of provisions of section 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from the public hence compliance of directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other provisions of the Companies Act, 2013 and the rules framed there under need not be applicable.
- vi. The company is not liable to maintain cost records as prescribes under sub-section (1) of Section 148 of the Companies Act, 2013.
- vii. (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Wealth Tax, Service Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable except Income-tax pending for FY:2018-19 & F.Y 2019-20, late filing of GST return and late deposit of TDS with the appropriate authorities in India ;
- viii. According to the records of the company examined by us and as per the information and explanations given to us, the company has availed of loans from banks and has not issued debentures.
- ix. During the course of our examination of the books and records of the company, carried in accordance with the auditing standards generally



accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of any such instance by the Management.

- x. According to the records of the company examined by us and as per the information and explanations given to us, the company has paid Excess managerial remuneration to Mr. Piyushkumar Thumar, Chairman & Managing Director amounting of Rs. 38,84,426/- during F.Y 2019-20. At the end of F.Y 2020-21, the company has recovered entire amount of Rs. 38,84,426/- from Mr. Piyushkumar Thumar, Chairman & Managing Director of the company.
- xi. As the company is not the Nidhi company, the compliance requirement of Net Owned funds to Deposits in the ratio of 1:20 to meet out the liability and maintaining ten percent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability is not Applicable.
- xii. In our opinion, and according to the information and explanations given to us, section 177 is applicable to the company.
- xiii. According to the records of the company examined by us and as per the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xiv. In our opinion, and according to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him.
- xv. In our opinion and according to the information and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For, Chirag R. Shah & Associates
Chartered Accountants



(Chirag R. Shah)
Partner

Membership No.# 106139

Firm Registration No.# 118791W

Place: Ahmedabad
Date: 17/06/2021

Annexure - B to the Independent Auditors' Report of even date on the standalone Financial Statements of BRIGHT SOLAR LIMITED Report on the Internal Financial Controls 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 **BRIGHT SOLAR LIMITED** ("the Company") as of 31 March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

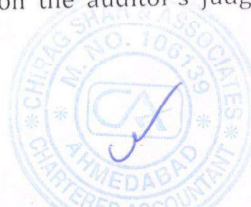
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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 Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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, 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,

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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

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 financial statements for external purposes in accordance with generally accepted accounting principles. A 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.



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Opinion

In our opinion, 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 2021, 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, Chirag R. Shah & Associates
Chartered Accountants

(Chirag R. Shah)

Partner

Membership No.# 106139

Firm Registration No.# 118791W

Place: Ahmedabad

Date:17/06/2021

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BRIGHT SOLAR LIMITED
(Formerly known as Bright Solar Private Limited)
C-103, TITANIUM SQUARE, THALTEJ CROSS ROAD
S.G HIGHWAY, THALTEJ, AHMEDABAD
CIN: L51109GJ2010PLC060377

BALANCE SHEET

PARTICULARS	Note No	Audited	Audited
		As at 31st March 2021	As at 31st March 2020
		Amount in ₹	Amount in ₹
EQUITY AND LIABILITIES			
I. Shareholders' Funds	1	20,40,00,000	20,40,00,000
(a) Share Capital	2	17,76,75,372	17,79,52,503
(b) Reserves & Surplus	(A)	<u>38,16,75,372</u>	<u>38,19,52,503</u>
II. Non Current Liabilities	3	36,47,754	48,45,200
(a) Long Term Borrowings	(B)	<u>36,47,754</u>	<u>48,45,200</u>
III. Current Liabilities			
(a) Trade Payables	4	67,54,547	1,47,51,169
- (A) Total outstanding dues of micro enterprises and small enterprises	4	3,59,98,890	7,92,24,658
- (B) Total outstanding dues of creditors other than micro enterprises and small enterprises	5	6,73,62,552	3,76,44,910
(b) Other Current Liabilities	6	82,84,758	1,53,32,280
(c) Short Term Provisions	(C)	<u>11,84,00,747</u>	<u>14,69,53,017</u>
Total	(A+B+C)	<u>50,37,23,873</u>	<u>53,37,50,720</u>
ASSETS			
I. Non Current Assets			
(a) Property, Plant & Equipment	7	4,31,90,990	4,41,53,379
i) Tangible Assets	7	3,56,590	4,89,870
ii) Intangible Assets	(D)	<u>4,35,47,580</u>	<u>4,46,43,248</u>
(b) Non-Current Investment	8	28,28,344	22,92,090
(c) Deferred Tax Assets (Net)	9	6,21,309	5,16,851
(d) Long Term Deposits and Advances	10	9,90,46,867	8,95,60,485
(e) Other Non Current Assets	11	2,71,75,572	3,02,72,662
	(E)	<u>12,96,72,092</u>	<u>12,26,42,088</u>
II. Current Assets			
(a) Inventories	12	9,41,70,814	9,98,07,976
(b) Trade Receivables	13	9,06,81,990	18,06,72,859
(c) Cash and Bank Balances	14	2,97,67,805	4,03,06,431
(d) Short-Term Loans and Advances	15	10,68,47,580	2,87,77,500
(e) Other Current Assets	16	90,36,013	1,69,00,618
	(F)	<u>33,05,04,201</u>	<u>36,64,65,384</u>
Total	(D+E+F)	<u>50,37,23,873</u>	<u>53,37,50,720</u>
Contingent liabilities and commitments	25	2,42,65,695	2,29,12,211
See accompanying notes to Financial Statements	26		

For, Chirag R. Shah & Associates
Chartered Accountant

Chirag R. Shah
Partner
Membership No. 106139
Firm Registration No. 118791W
UDIN: 21106139AAAAGN3517

Place: Ahmedabad
Date: 17th, June 2021



For and On Behalf of the Board of Directors of Bright Solar Limited

Mukesh Tolia
Chief Financial Officer

Sahul N. Jotaniya
Company Secretary

Piyushkumar Babubhai Thumar
Chairman & Managing Director
DIN: 02785269

J.R. Joshi
Jagrutiben Rameshbhai Joshi
Director
DIN: 07737814

BRIGHT SOLAR LIMITED
(Formerly known as Bright Solar Private Limited)
C-103, TITANIUM SQUARE, THALTEJ CROSS ROAD
S.G HIGHWAY, THALTEJ, AHMEDABAD
CIN: L51109GJ2010PLC060377

STATEMENT OF PROFIT AND LOSS

PARTICULARS	Note No	Audited	Audited
		For the year ended 31st March 2021 Amount in ₹	For the year ended 31st March 2020 Amount in ₹
I Revenue From Operations	17	24,52,39,408	23,46,95,422
II Other Income	18	25,51,884	16,95,363
III Total Revenue	A	<u>24,77,91,292</u>	<u>23,63,90,785</u>
IV Expenditure			
(a) Cost of Goods Sold	19	21,02,59,522	17,91,10,573
(b) Employee Benefit Expenses	20	87,82,601	2,02,05,325
(c) Finance Cost	21	9,95,319	8,58,602
(d) Depreciation and Amortisation Expenses	22	40,40,535	42,25,005
(e) Other Expenses	23	2,08,61,569	2,13,29,808
V Total Expenditure	B	<u>24,49,39,547</u>	<u>22,57,29,314</u>
VI Profit / (Loss) before exceptional and extraordinary items and tax	C (A-B)	28,51,746	1,06,61,472
VII Extraordinary items	D	-	-
VIII Profit / (Loss) on sale of fixed assets			
IX Profit / (Loss) before tax	E (C-D)	<u>28,51,746</u>	<u>1,06,61,472</u>
X Tax Expense:			
(a) Tax Expense for Current Year		11,93,334	30,00,376
(b) Short/(Excess) Provision of Earlier Year			25,82,794
(c) Deferred Tax	9	(1,04,458)	(79,262)
XI Net Current Tax	F	10,88,876	55,03,908
XII Profit/(Loss) for the Year	G (E-F)	<u>17,62,870</u>	<u>51,57,564</u>
XIII Earning Per Share (Face Value ₹ 10/- per share)			
Basic	24	0.09	0.25
Diluted	24	0.09	0.25
See accompanying notes to Financial Statements	26		

For. Chirag R. Shah & Associates
Chartered Accountant

Chirag R. Shah
Partner
Membership No. 106139
Firm Registration No. 118791W
UDIN: 21106139AAAAGN3517

For and On Behalf of the Board of Directors of Bright Solar Limited

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Chief Financial Officer

Sahul N. Jotaniya
Company Secretary

Piyushkumar Babubhai Thumar
Chairman & Managing Director
DIN: 02785269

J.R. Joshi
Director
DIN: 07737814

Date: 17th, June 2021
Place: Ahmedabad

(Formerly known as Bright Solar Private Limited)
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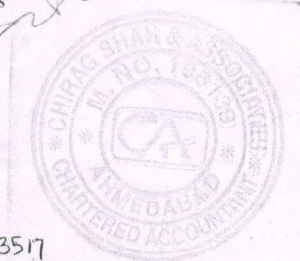
CASH FLOW STATEMENT

PARTICULARS	Year ended 31st March	Year ended 31st March
	2021	2020
	Amount in ₹	Amount in ₹
A CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Tax	28,51,746	1,06,61,472
Add:		
(a) Depreciation	11,57,965	12,99,186
(b) Miscellaneous Expenses (Amortized)	28,82,570	29,25,819
(c) Finance & Interest Expenses	9,95,319	4,42,504
	50,35,854	46,67,509
Deduct:		
(a) Interest income	16,42,745	10,32,983
(b) Profit From JV	5,16,254	1,44,380
	21,58,999	11,77,363
	<u>57,28,601</u>	<u>1,41,51,618</u>
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		
Add/Deduct:		
(a) Increase/Decrease in Short Term Provisions	(12,33,948)	4,28,548
(b) Increase/Decrease in Trade Payables	(5,12,22,390)	(55,16,034)
(c) Increase/Decrease in Other Current Liabilities	2,97,17,641	3,45,81,803
(d) Increase/Decrease in Inventories	56,37,162	(4,97,01,527)
(e) Increase/Decrease in Trade Receivables	8,99,90,869	(7,35,22,161)
(f) Increase/Decrease in Short Term Loans & Advances	(7,80,70,080)	12,18,51,411
(g) Increase/Decrease in Other Current Assets	78,64,606	(94,73,191)
Total Working Capital Adjustment	<u>26,83,860</u>	<u>1,86,48,850</u>
CASH GENERATED FROM OPERATIONS	<u>84,12,461</u>	<u>3,28,00,468</u>
Deduct:		
Direct Taxes Paid (Net)	(70,06,908)	(1,21,63,560)
NET CASH FROM OPERATING ACTIVITIES	<u>14,05,553</u>	<u>2,06,36,908</u>
B CASH FLOW FROM INVESTING ACTIVITIES:		
(a) Purchase of Fixed Assets	(62,297)	(3,90,86,888)
(b) Interest income	16,42,745	10,32,983
(c) Change in Long Term Bank Deposits	(9,22,418)	12,93,047
(d) Change in Long Term Deposits and Advances	(94,86,382)	3,42,44,568
(e) Change in Other Non Current Assets	2,14,520	1,35,968
(f) Investment in JV	(5,36,254)	(22,92,090)
(g) Profit from JV	5,16,254	1,44,380
NET CASH USED IN INVESTING ACTIVITIES	<u>(86,33,832)</u>	<u>(45,28,032)</u>
C CASH FLOW FROM FINANCING ACTIVITIES:		
(a) Increase in Borrowings	(11,97,446)	9,69,632
(b) Finance & Interest Expenses	(9,95,319)	(4,42,504)
(c) Dividend and Dividend Distribution Tax Paid	(20,40,000)	(24,59,328)
NET CASH USED IN FINANCING ACTIVITIES	<u>(42,32,765)</u>	<u>(19,32,200)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	<u>(1,14,61,044)</u>	<u>1,41,76,676</u>
OPENING BALANCE- CASH AND CASH EQUIVALENT	1,73,49,414	31,72,738
CLOSING BALANCE- CASH AND CASH EQUIVALENT	58,88,370	1,73,49,414

For, Chirag R. Shah & Associates
Chartered Accountant

Chirag R. Shah
Partner
Membership No. 106139
UDIN: 21106139 AAAAGIN 3517

Place: Ahmedabad
Date: 17th June 2021



For and On Behalf of the Board of Directors of Bright Solar Limited

Mukesh Tolia
Chairman & Managing Director
DIN: 02785269

Sahul N. Jotaniya
Company Secretary

Piyushkumar Babubhai Thumar
Chairman & Managing Director
DIN: 02785269

J.R. Joshi
Director

BRIGHT SOLAR LIMITED
Notes Forming Part of Balance Sheet

Note 1	As at 31st March 2021	As at 31st March 2020
Share Capital	(₹)	(₹)
Authorised		
2,20,00,000 Equity Shares of ₹ 10/- each	22,00,00,000	22,00,00,000
(P.Y 2,20,00,000 Equity Shares of ₹ 10/- each)	22,00,00,000	22,00,00,000
Issued, Subscribed And Paid Up		
2,04,00,000 Equity Shares of ₹ 10/- each	20,40,00,000	20,40,00,000
Add: Issued during the year	-	-
2,04,00,000 Equity shares of ₹ 10/- each	20,40,00,000	20,40,00,000

A) Terms/rights attached to equity shares:

Equity Shares

i. The company has only one class of shares referred to as equity shares having a par value of ₹ 10/-. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

ii. In the event of liquidation of the Company, the holders of equity shares shall be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.

B) Reconciliation of the number of shares outstanding

Particulars	As at 31st March 2021	As at 31st March 2020
Number of Shares at the beginning of the year	2,04,00,000	2,04,00,000
Add: Bonus Shares Issued	-	-
Add: Shares issued during the year	-	-
Number of Shares at the end of the year	2,04,00,000	2,04,00,000

C) Details Of Shares In The Company Held By Each Shareholder Holding More Than 5% Shares:

Name Of Shareholder	As at 31st March, 2021		As at 31st March 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Mr. Piyushkumar Babubhai Thumar	1,28,36,000	61.94	1,42,23,000	69.72
	1,28,36,000	61.94	1,42,23,000	69.72

D) Out of the Total Fully Paid 2,04,00,000 Equity Shares 1,35,00,000 Equity Shares of Rs. 10/- were allotted as Fully paid bonus shares during the Financial Year 2017-18

Note 2	As at 31st March 2021	As at 31st March 2020
Reserves & Surplus	(₹)	(₹)
A) Securities Premium		
---Opening Balance	14,04,00,000	14,04,00,000
---On shares issued during the year	-	-
---Closing Balance	14,04,00,000	14,04,00,000
B) Surplus		
Opening Balance	3,75,52,502.73	3,48,54,267
Add: Net Profit for the current year	17,62,870	51,57,564
Less: Dividend & DDT Paid	20,40,000	24,59,328
Closing Balance	3,72,75,372	3,75,52,503
	17,76,75,372	17,79,52,503



Note 3**Long Term Borrowings****Secured Loans**

	As at 31st March 2021	As at 31st March 2020
	(₹)	(₹)
Hundai I10 Car Loan - ICICI Bank	2,96,244	4,16,843
Less: Repayable in the next twelve months	(1,31,390)	(1,20,599)
Toyota Innova Car Loan - Toyota Finance	70,164	9,29,769
Less: Repayable in the next twelve months	(70,164)	(8,60,933)
	<u>1,64,854</u>	<u>3,65,080</u>

Unsecured Loans**(I) From Related Parties ('Promoters' and 'Promoter Group Companies')**

From Directors

(II) From Others

Bajaj Finserve	12,53,142	23,95,450
Less: Repayable in the next twelve months	(12,53,142)	(11,58,254)
G.L.E. India Solar Private Limited	34,82,900	32,42,924
	<u>34,82,900</u>	<u>44,80,120</u>
	<u>36,47,754</u>	<u>48,45,200</u>

i) Hundai I10 Car Loan - ICICI Bank was taken during the year carrying 8.59% rate of interest. The tenure of loan is 60 months and is secured by the hypothecation of Hyundai I10 (Fixed Asset). The amount of principle repayable within the next 12 months is treated as Short Term Borrowing.

ii) Toyota Innova Car Loan - Toyota Finance was taken during the year carrying 8.89% rate of interest. The tenure of loan is 36 months and is secured by the hypothecation of Toyota Innova (Fixed Asset). The amount of principle repayable within the next 12 months is treated as Short Term Borrowing.

iii) Bajaj Finserve Loan was taken during the year 2017-18 carrying 18% rate of interest. The tenure of loan is 48 months. The amount of principle repayable within the next 12 months is treated as Short Term Borrowing.

iv) Unsecured Loan from G.L.E. India Solar Private Limited was taken during the previous year carrying 8% rate of interest. Term of the loan is 8 months, with consecutive renewal until termination by either of the parties.

Note 4**Trade Payables**

	As at 31st March 2021	As at 31st March 2020
	(₹)	(₹)
-(A) Total outstanding dues of micro enterprises and small enterprises	67,54,547	1,47,51,169
-(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,59,98,890	7,92,24,658
	<u>4,27,53,437</u>	<u>9,39,75,826</u>

Note 5**Other Current Liabilities**

	As at 31st March 2021	As at 31st March 2020
	(₹)	(₹)
Advances From Debtors	3,41,32,540	1,36,85,034
Audit Fees Payable	7,36,000	4,54,000
Salaries and Wages	13,00,660	12,39,424
Statutory Dues	36,171	1,03,062
Dividend Payable	8,400	3,000
Security Deposits	2,96,04,085	1,99,70,682
Current Maturities of Long Term Debt	14,54,696	21,39,786
Other Current Liabilities	90,000	49,923
	<u>6,73,62,552</u>	<u>3,76,44,910</u>

Note 6**Short Term Provisions**

	As at 31st March 2021	As at 31st March 2020
	(₹)	(₹)
Provision For Expenses	0	10,71,000
Provision For Income Tax (Net of TDS)	82,17,340	1,40,30,914
TCS Payable	8,202	
TDS Payable	59,216	2,30,366
	<u>82,84,758</u>	<u>1,53,32,280</u>





Note 7		Property, Plant & Equipment											
Sr. No.	Particulars	Rate %	As at 01-Apr-20	GROSS BLOCK (AT COST)		DEPRECIATION		NET BLOCK					
				Additions	Deductions	As at 31-Mar-21	Up to 01-Apr-20	For the year	Up to 31-Mar-21	As at 31-Mar-21	As at 31-Mar-20		
	Tangible Assets												
1	Building	4.87%	31,75,000	-	-	31,75,000	3,01,715	1,39,929	4,41,644	27,33,356	28,73,285		
2	Computers and Accessories	63.16%	5,98,953	44,924	-	6,44,876	4,33,250	1,20,442	5,53,672	91,204	1,66,703		
3	Furniture & Fixtures	25.89%	3,86,145	-	-	3,86,145	3,05,445	20,633	3,26,078	59,067	79,700		
4	Office Equipment	45.07%	3,26,495	17,373	-	3,46,868	2,09,757	51,325	2,61,092	85,786	1,19,738		
5	Plant & Machinery	18.10%	23,26,405	-	-	23,26,405	11,50,400	2,12,866	13,63,256	9,63,149	1,17,605		
6	Vehicle	31.23%	31,38,221	-	-	31,38,221	16,02,773	4,79,520	20,82,293	10,55,928	15,36,448		
7	Land	0.00%	3,82,02,500	-	-	3,82,02,500	-	-	3,82,02,500	3,82,02,500	3,82,02,500		
	Sub Total		4,81,56,719	62,297-	-	4,82,19,015	40,03,340	10,24,685	50,28,025	4,31,90,990	4,41,53,379		
	Intangible Assets												
1	Computer Software	25.00%	5,33,119	-	-	5,33,119	43,249	1,33,280	1,76,529	3,56,590	4,89,870		
	Total		4,86,89,837	62,297-	-	4,87,52,134	40,46,589	11,57,965	52,04,554	4,35,47,580	4,46,43,248		

Note 8**Non-Current Investments**

VC Project BSL (JV)

As at 31st March 2021 (₹)	As at 31st March 2020 (₹)
28,28,344	22,92,090
28,28,344	22,92,090

Note 9**Deferred Tax Assets**

Opening Balance

-For the year

Closing Balance

As at 31st March 2021 (₹)	As at 31st March 2020 (₹)
5,16,851	4,37,589
1,04,458	79,262
6,21,309	5,16,851

Note 10**Long Term Deposits and Advances**

Security Deposit

EMD

Rent Deposit

Project Advances

As at 31st March 2021 (₹)	As at 31st March 2020 (₹)
2,17,52,547	1,23,67,565
16,68,000	14,76,600
5,07,000	5,97,000
7,51,19,320	7,51,19,320
9,90,46,867	8,95,60,485

Note 11**Other Non Current Assets**

Deferred Revenue Expenditure

Other Non Current Assets

As at 31st March 2021 (₹)	As at 31st March 2020 (₹)
50,73,050	79,55,620
2,21,02,522	2,23,17,042
2,71,75,572	3,02,72,662

* Other Non Current Assets Includes Trade Receivables from PGVCL, UGVCL, MGVCL and DGVCL which is due for more than one year and is under dispute. Arbitration Award was in favour of our company, however MGVCL & PGVCL has filed an appeal against Arbitration order dated 20.01.2019 in Small court of Ahmedabad. Currently, case is pending in the concern court.

Note 12**Inventories**

Finished Goods

-Solar Water Pumping and Other System Stock

Work In Progress Diu Project

Work In Progress Bihar Project

Work In Progress Assam Project

As at 31st March 2021 (₹)	As at 31st March 2020 (₹)
1,22,54,703	3,83,95,326
1,10,52,640	4,12,40,362
6,06,68,689	2,01,72,288
1,01,94,782	0
9,41,70,814	9,98,07,976

Note 13**Trade Receivables**

(Unsecured And Considered Good)

- Outstanding for a period exceeding 6 months

- Outstanding for a period of less than 6 months

As at 31st March 2021 (₹)	As at 31st March 2020 (₹)
7,03,50,329	6,54,22,233
2,03,31,661	11,52,50,626
9,06,81,990	18,06,72,859



	As at 31st March 2021	As at 31st March 2020
	(₹)	(₹)
Note 14		
Cash And Bank Balances		
Balance With Banks	39,99,962	1,59,87,163
Cash in Hand	18,88,408	13,62,251
Cash and Cash Equivalents (As per AS- 3)	58,88,370	1,73,49,414
Bank Deposits (With more than twelve months maturity)*	2,38,79,435	2,29,57,017
	2,97,67,805	4,03,06,431

* Bank Deposits (With more than twelve months maturity) are given as guarantee to various customers for contract commitments

	As at 31st March 2021	As at 31st March 2020
	(₹)	(₹)
Note 15		
Short Term Loan & Advances		
(Unsecured and Considered Good unless otherwise stated)		
Advances to Creditors	10,66,47,580	2,87,77,500
	10,66,47,580	2,87,77,500

	As at 31st March 2021	As at 31st March 2020
	(₹)	(₹)
Note 16		
Other Current Assets		
Other Current Assets	-	36,236
Subsidy Receivable	65,74,747	1,52,62,000
Balance with Government Authorities	24,61,265	16,02,382
	90,36,013	1,69,00,618

	As at 31st March 2021	As at 31st March 2020
	(₹)	(₹)
Note 26		
Contingent Liabilities and commitment		
The company's pending litigation comprise of claims by the company towards debtors pertaining to proceedings pending with other authorities. The company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in its financial statements. The company does not expect the outcome of these proceedings to have a materially adverse effects on its financial statement	2,42,65,695	2,29,12,211
	2,42,65,695	2,29,12,211



Bright Solar Limited
Notes Forming Part of Profit & Loss Account

Note 17

Revenue From Operations

Solar Water Pumping & Other System Sales
Infra- Project Sales

Half Year Ended March 31, 2021	Half Year Ended September 30, 2020	Half Year Ended March 31, 2020	Year Ended March 31, 2021	Year Ended March 31, 2020
(₹)	(₹)	(₹)	(₹)	(₹)
3,67,23,994	8,20,15,094	18,86,52,326	11,87,39,088	19,88,29,324
6,86,58,098	5,78,42,221	1,33,28,273	12,65,00,320	3,58,66,098
10,53,82,092	13,98,57,316	20,19,80,599	24,52,39,408	23,46,95,422

Note 18

Other Income

FD Interest
Misc Income
Commission Income
Profit From VC Project BSL (JV)

Half Year Ended March 31, 2021	Half Year Ended September 30, 2020	Half Year Ended March 31, 2020	Year Ended March 31, 2021	Year Ended March 31, 2020
(₹)	(₹)	(₹)	(₹)	(₹)
11,73,110	4,69,635	5,35,557	16,42,745	10,32,983
1,35,555	11,811	5,18,000	1,47,365	5,18,000
2,45,520	-	-	2,45,520	-
5,16,254	-	1,44,380	5,16,254	1,44,380
20,70,439	4,81,446	11,97,937	25,51,884	16,95,363

Note 19

Cost of Goods Sold

Opening Stock
Add: Work in Progress Diu Project
Add: Work in Progress Bihar Project
Add: Purchases
Add: Import Duty
Add: Import Purchases
Add: Other Direct Expenses
Less: Closing Stock
Less: Work in Progress Diu Project
Less: Work in Progress Bihar Project
Less: Work in Progress Assam Project

Half Year Ended March 31, 2021	Half Year Ended September 30, 2020	Half Year Ended March 31, 2020	Year Ended March 31, 2021	Year Ended March 31, 2020
(₹)	(₹)	(₹)	(₹)	(₹)
2,35,17,233	3,83,95,326	1,54,06,688	3,83,95,326	83,65,148
4,12,40,362	4,12,40,362	4,49,17,493	4,12,40,362	3,79,88,309
3,39,15,293	2,01,72,288	66,83,796	2,01,72,288	37,52,992
7,77,54,888	11,37,15,581	18,44,30,649	19,14,70,469	20,40,26,957
-	-	12,47,575	-	12,73,563
-	-	1,09,40,798	-	1,11,75,556
77,45,115	54,06,777	87,90,238	1,31,51,891	1,23,36,024
1,22,54,703	2,35,17,233	3,83,95,326	1,22,54,703	3,83,95,326
1,10,52,640	4,12,40,362	4,12,40,362	1,10,52,640	4,12,40,362
6,06,68,689	3,39,15,293	2,01,72,288	6,06,68,689	2,01,72,288
1,01,94,782	-	-	1,01,94,782	-
9,00,02,076	12,02,57,446	17,26,09,261	21,02,59,522	17,91,10,573

Note 20

Employee Benefit Expenses

Director's Remuneration
ESIC Expenses
PF Expenses
Professional Tax Expenses
Salaries and Wages
Staff Welfare Expenses

Half Year Ended March 31, 2021	Half Year Ended September 30, 2020	Half Year Ended March 31, 2020	Year Ended March 31, 2021	Year Ended March 31, 2020
(₹)	(₹)	(₹)	(₹)	(₹)
(38,84,426)	-	(22,99,830)	(38,84,426)	23,50,170
74,727	98,647	1,49,737	1,73,374	2,16,923
3,51,924	2,71,078	5,53,582	6,23,002	7,36,350
113	5,590	-	5,703	-
52,79,940	57,68,850	94,79,639	1,10,48,790	1,55,87,937
5,79,141	2,37,017	6,56,830	8,16,158	13,13,945
24,01,419	63,81,182	85,39,958	87,82,601	2,02,05,325

Note 21

Finance Costs

Bank Charges
Processing Charges
Interest Expense

Half Year Ended March 31, 2021	Half Year Ended September 30, 2020	Half Year Ended March 31, 2020	Year Ended March 31, 2021	Year Ended March 31, 2020
(₹)	(₹)	(₹)	(₹)	(₹)
1,44,638	1,30,784	06,682	2,75,423	1,66,030
17,316	1,907	32,107	19,223	32,107
4,52,733	2,47,941	3,43,715	7,00,674	6,60,465
6,14,687	3,80,632	4,42,504	9,95,319	8,58,602

Note 22

Depreciation And Amortization Expense

Depreciation
Amortization
Deferred Revenue Expenditure

Half Year Ended March 31, 2021	Half Year Ended September 30, 2020	Half Year Ended March 31, 2020	Year Ended March 31, 2021	Year Ended March 31, 2020
(₹)	(₹)	(₹)	(₹)	(₹)
5,16,971	5,07,714	6,85,530	10,24,685	12,99,186
66,640	66,640	43,249	1,33,280	43,249
14,41,285	14,41,285	14,41,285	28,82,570	28,82,570
20,24,896	20,15,639	21,70,064	40,40,535	42,25,005



Note 23**Other Expenses**

	Half Year Ended March 31, 2021	Half Year Ended September 30, 2020	Half Year Ended March 31, 2020	Year Ended March 31, 2021	Year Ended March 31, 2020
AA Class Contractor Registration Fees	-	-	-	-	2,00,000
Advertisement Exp.	9,15,313	46,881	27,86,731	9,62,194	36,80,861
Audit Fees	4,62,000	-	3,00,000	4,62,000	3,00,000
Commission Exp	2,16,637	2,15,000	-	4,31,637	50,000
Compliance Expenses	35,000	2,31,850	(59,885)	2,66,850	1,45,115
Computer Repair and Maintenance	480	150	23,500	630	23,500
Conveyance	4,33,578	4,95,700	7,18,494	9,29,279	8,68,490
Director's Meeting Sitting Fees	1,50,000	1,50,000	1,50,000	3,00,000	3,00,000
Donation	-	-	-	-	1,11,000
Electricity & Electric Expenses	83,421	1,36,326	89,493	2,19,748	2,06,940
Factory Expenses	9,005	39,640	35,722	48,645	58,403
GST Expenses	28,722	6,23,621	6,60,992	6,52,343	6,60,992
Insurance Expenses	40,770	1,63,749	43,077	2,04,519	1,34,810
Interest and Late Filing Fees	20,17,157	20,369	48,667	20,37,526	99,839
Labour Welfare Cess	7,72,468	6,05,514	2,58,950	13,77,982	2,58,950
Legal and Professional Expenses	9,73,080	1,47,610	35,33,301	11,20,690	47,25,748
Misc Expenses	1,77,210	12,081	38,750	1,89,290	65,617
Office Expenses	3,33,041	4,05,575	4,54,532	7,38,616	7,05,560
Penalty Charges	27,36,644	1,18,000	82,226	28,54,644	82,226
Postage & Courier Expenses	46,917	28,166	92,107	75,083	1,24,259
Printing & Stationery Exp.	3,25,310	98,351	6,84,551	4,23,661	8,56,911
Rent	11,45,954	12,56,740	17,40,942	24,02,694	30,21,232
Repair & Maintenance Exp.	12,822	14,604	1,57,444	27,426	3,11,918
Royalty Expenses	1,28,537	1,89,048	49,061	3,17,585	49,061
Software Exp.	16,334	7,438	13,842	23,772	13,842
Telephone Exp	1,24,531	1,24,148	1,52,866	2,48,679	1,87,395
Tender Fees	77,600	24,090	12,180	1,01,690	6,09,260
Transportation Exp.	15,29,271	11,45,266	5,25,225	26,74,537	7,28,983
Travelling Exp. - Foreign	-	-	58,945	-	4,60,483
Travelling expense	7,70,133	2,09,231	7,35,242	9,79,365	22,17,151
VAT Expenses	-	6,35,472	-	6,35,472	-
Vehicle Repair and Maintenance	68,466	86,545	48,293	1,55,011	71,262
	1,36,30,402	72,31,166	1,34,35,248	2,08,61,569	2,13,29,808

Note 24**Earning Per Share****Basic**

Net Profit attributable to equity shareholders

(12,25,048) 29,87,917 17,65,627 17,62,870 51,57,564

The weighted average number of Equity Shares for Basic Earnings Per Share (Nos.)

2,04,00,000 2,04,00,000 2,04,00,000 2,04,00,000 2,04,00,000

Par Value Per Share (in ₹)

10 10 10 10 10

Basic Earnings Per Share (in ₹)

-0.06 0.15 0.09 0.09 0.25

Diluted

Net Profit attributable to equity shareholders

(12,25,048) 29,87,917 17,65,627 17,62,870 51,57,564

The weighted average number of Equity Shares for Diluted Earnings Per Share (Nos.)

2,04,00,000 2,04,00,000 2,04,00,000 2,04,00,000 2,04,00,000

Par Value Per Share (in ₹)

10 10 10 10 10

Diluted Earnings Per Share (in ₹)

-0.06 0.15 0.09 0.09 0.25



d

BRIGHT SOLAR LIMITED
 (Formerly known as Bright Solar Private Limited)
 C-103, TITANIUM SQUARE, THALTEJ CROSS ROAD
 S.G HIGHWAY, THALTEJ, AHMEDABAD
 CIN: L51109GJ2010PLC060377

Additional Information, as required under Schedule III to the Companies Act, 2013 to
 be read along with Rule 6 of The Companies (Accounts) Rules, 2014, of Enterprises
 Consolidated As Subsidiary / Associates / Joint Ventures

Name of the entity in the Group	Net Assets, i.e., total assets minus total liabilities		Share in profit or loss	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
Parent				
Bright Solar Limited	99.26%	38,16,75,372	77.35%	17,62,870
Joint Ventures (as per proportionate consolidation)				
Indian				
VC Project BSL (JV)	0.74%	28,28,344	22.65%	5,16,254
TOTAL	100%	38,45,03,716	100%	22,79,124



BRIGHT SOLAR LIMITED
C-103, TITANIUM SQUARE, THALTEJ CROSS ROAD
S.G HIGHWAY, THALTEJ, AHMEDABAD
CIN: L51109GJ2010PLC060377

Note No.: 25

Notes forming part of Financial Statements

1. Background

Bright Solar Limited is engaged in assembling of DC/AC Solar Pumps and Solar Pump Systems under the registered brand name of "PUMPMAN", "BRIGHT SOLAR", and "BRIGHT SOLAR WATER PUMP". Our company is also engaged in EPC contracts of Solar Photo voltaic Water pumps which include supplying, installing and commissioning of the pump system along with comprehensive maintenance contract for a specific period of 1-5 years. In solar pump system we are having wide range of products of DC Solar Pump, Solar Pump Inverted and AC Solar Pump.

In the year 2017-18, we had started providing consultancy services for acquiring projects and tender bidding after identifying competent client on tender to tender basis. In addition, we have also been added water supply, sewerage and infra project in our service portfolio.

To sum up, we are into assembling of DC/AC Solar Pumps and Solar Pump Systems, EPC contracts of Solar Photo voltaic Water pumps, consulting of Projects and tenders, Water supply and Sewerage Infra Project. We are planning to commence Solar Module manufacturing and water treatment plant assembling unit.

2. Significant Accounting Policies

a. Basis of Preparation of Accounts:-

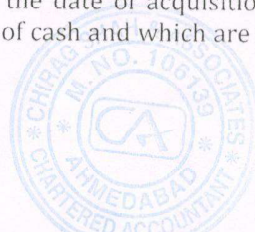
The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with relevant rules there under and other accounting principles generally accepted in India. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year. Previous year's figures were re-grouped/re-classified wherever necessary.

b. Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and thereported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known/materialise.

c. Cash and Cash Equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.



d. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

e. Tangible/Intangible Fixed Assets:

An item is classified as fixed asset only if it satisfies the recognition criteria stated in AS 11 (i.e.) is probable that future economic benefits will flow to the company and the cost of such item could be measured. Stores and Spares fulfilling the above conditions are also classified as fixed assets. Fixed assets are initially recognized at its purchase price including all costs directly attributable to bring the asset in a ready to use condition. All subsequent cost incurred such as day to day running expenses, repair and maintenance expenses are treated as revenue expenses except when such expenditure satisfied the recognition criteria stated above. Cost Model is followed after initial recognition i.e. Fixed Assets are carried at cost less accumulated depreciation/amortization/impairment.

Depreciation: Fixed assets are depreciated using the Written Down Value method. Useful lives of assets necessary for calculation of depreciation rates are taken as specified in Schedule II of Companies Act, 2013.

Intangible assets are amortized on written down value method over their estimated useful life or 4 years, whichever is lower.

The estimated useful life of the intangible assets and the amortization period are reviewed at the end of each financial year and the amortization period is revised to reflect the changed pattern, if any. Fixed assets retired from active use and held for sale are stated at the lower of their net book value and net realizable value and are disclosed separately.

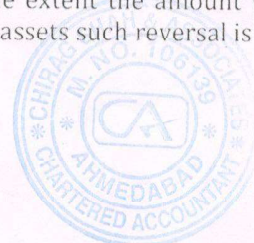
Capital Work-in-Progress: Projects under which tangible fixed assets are not yet ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable borrowing costs.

f. Impairment of Assets

The carrying value of assets/cash generating units at each balance sheet date is reviewed for impairment if any indication of impairment exists. If the carrying amount of the assets exceeds the estimated recoverable amount, impairment is recognized for such excess amount. The impairment loss is recognized as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognized for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognized.



g. Leases:

Where the Company as a lessor leases asset under finance leases, such amounts are recognized as receivables at an amount equal to the net investment in the lease and the finance income is recognized based on a constant rate of return on the outstanding net investment.

Assets leased by the Company in its capacity as lessee where substantially all the risks and rewards of ownership vest in the Company are classified as finance leases. Such leases are capitalized at the inception of the lease at the lower of the fair value and the present value of the minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognized as operating leases. Lease rentals under operating leases are recognized in the Statement of Profit and Loss on a straight-line basis, over the lease term.

h. Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any, except in case of by-products which are valued at net realisable value. Cost of inventories comprises of cost of purchase and other costs net of recoverable taxes incurred in bringing them to their respective present location and condition.

Valuation of work in progress: -

Work in Progress has been valued on basis of the incurred costs less the cost of progressive billing of the projects.

i. Taxes on Income

The tax expense for the period comprises current and deferred tax. Tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognized in the reserves directly. In such cases, the tax is also recognized in the reserves.

- Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

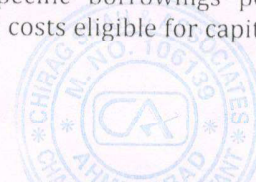
- Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

j. Finance Cost

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All



other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

k. Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, 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 of the amount of the obligation.

l. Revenue recognition

Revenue from sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated cost can be estimated reliably, there is no continuing effective control or managerial involvement with the goods, and the amount of revenue can be measured reliably.

Revenue from rendering of services is recognized when the performance of agreed contractual task has been completed. Revenue from sale of goods is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Interest income

Interest income and guarantee commission is accounted on an accrual basis.

Dividends

Revenue is recognized when the Company's right to receive the payment has been established.

m. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present values and are determined based on the best estimate required to settle the obligations at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized in the financial statements and are disclosed in the Notes. A Contingent asset is neither recognized nor disclosed in the financial statements.

n. Earnings Per Share

Basic earnings per share is computed by dividing the profit/loss after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/loss after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The number of equity shares and potentially dilutive equity shares are adjusted for share splits/reverse share splits and bonus shares, as appropriate.



o. Related Party Disclosure

Disclosure as required by Accounting Standard-18 (AS-18) - "Related Party Disclosures" are as follows

Nature of Relationship	Name of Parties
Other related party	Bright Solar Inverter Private limited
Director	Piyushkumar Babubhai Thumar
Director	Jagrutiben Rameshbhai Joshi
Director's Relative	Hitesh Thumar
KMP	Sahul Natavarbhai Jotaniya
KMP	Keyur Muchhala
Director's Relative	Naynaben Piyushkumar Thumar
Other related party	VC Project BSL (JV)

Details of Transactions with related parties: -

Name of Parties	Transaction Type	Amount (in Rs.)
Bright Solar Inverter Private limited	Purchase	Rs. 63,72,908/-
Mrs. Jagrutiben Rameshbhai Joshi	Sitting fee	Rs. 1,00,000/-
Mr. Phoolkumar Saluja	Sitting fee	Rs. 50,000/-
Mr. Viren Makwana	Sitting fee	Rs. 50,000/-
Mr. Chalapathi Satya Venkata	Sitting fee	Rs. 1,00,000/-
Mr. Hitesh Thumar	Salary	Rs. 11,00,000/-
Mr. Sahul Natvarbhai Jotaniya	Salary	Rs. 4,69,088/-
Mr. Keyur Muchhala	Salary	Rs. 6,00,000/-
VC PROJECT BSL (JV)	Sales	Rs. 1,50,02,511/-

- p. The company has during the year created deferred tax assets of Rs.1,04,458/- due to timing difference arising on account of depreciation which in current year is lower under Income Tax act compared to books of accounts.
- q. Balances of creditors, Loans & Advances and Debtors are subject to confirmation by the parties concerned.
- r. As per Management, in respect of goods and service tax / income tax liability company does not expect any more liability than provided in the books of accounts.
- s. Value of stock and work in progress at the yearend is taken, valued and certified by the management of the company.
- t. As explained by management, goods are received mostly on F.O.B basis.
- u. Sundry Balances written off / written back or transferred through journal entry from one account to another account includes amount no more payable / receivable from the parties whose accounts are adjusted but the same are subject to confirmation from respective parties.
- v. The nature of business of company is of assembling and as per the information provided by the management, it is not possible to maintain quantities details of as the Raw material purchased are not in the same unit of the finished product namely Solar Pump/solar rooftop.

- w. Following Arbitration Award is disputed in concerned department with higher forum:



w. Following Arbitration Award is disputed in concerned department with higher forum

Sr. No	Arbitration Petition No.	Basic amount of an Award	Interest Period
1	Petition no. 61/16	50,97,168.00	From 01.03.2016 to till realization of amount
2	Petition no. 62/16	3,51,10,000.00	From 12.02.2016 to till realization of amount
3	Petition no. 63/16	1,86,54,490.00	From 12.02.2016 to till realization of amount
	Total	5,88,61,658.00	

x. Dividend

For the year ended 31st March, 2021, the Board recommends dividend of 0.1% of the face value of shares (i.e. face value of Rs. 10 per equity shares) i.e. Rs. 0.01 paisa per equity shares aggregating to Rs. 2.04 lacs for the year ended 31st March, 2021, which is subject to the approval of the Shareholders at the ensuing Annual General Meeting of the Company.

FOR, CHIRAG R. SHAH &
ASSOCIATES
Chartered Accountants

(Chirag R. Shah)
Partner

Membership No.: 106139
Firm Registration No.: 118791W
UDIN: 21106139AAAAGN3517

Place: Ahmedabad
Date: 17/06/2021

FOR AND ON BEHALF OF
THE BOARD

Mukesh Tolia
Chief Financial Officer

Sahul N. Jotaniya
Company Secretary

Piyushkumar Babubhai Thumar
Chairman and Managing Director
DIN: 02785269

Jagruti Rameshbhai Joshi
Director
DIN: 07737814