

# HRH NEXT SERVICES PRIVATE LIMITED

CIN: U72200TG2007PTC052582  
4-1-976, Abid Road, Hyderabad -500001  
Email ID: gangadhar@hrhnext.com

## NOTICE


Notice is hereby given that the 14<sup>th</sup> Annual General Meeting of the Company will be held at the Registered Office of the Company on 30<sup>th</sup> November, 2021 at 11:00 A.M. to transact the following business.

### ORDINARY BUSINESS:


1. To receive, consider and adopt the Balance Sheet of the company as at **31<sup>st</sup> March, 2021** and Profit & Loss Account and Cash Flow Statement for the year ended on that date, together with the Reports of Director's and Auditors thereon.

For and on Behalf of Board of Directors,

Place: Hyderabad,  
Date: 03<sup>rd</sup> November, 2021.

  
ANKIT SANJAY SHAH  
DIRECTOR  
(DIN: 00218044)



  
PARIKSHIT PANKAJ SHAH  
DIRECTOR  
(DIN: 00226712)

### **Notes:**

A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself and such proxy need not be a member of the company.

# HRH NEXT SERVICES PRIVATE LIMITED

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## DIRECTOR'S REPORT

To  
The Shareholders of  
M/s HRH NEXT SERVICES PRIVATE LIMITED,  
Hyderabad.

Your directors have pleasure in presenting the 14<sup>th</sup> Annual Report and the Audited Accounts of the Company for the year ended 31<sup>st</sup> March, 2021.

### FINANCIAL SUMMARY:

The overall financial performance of the Company is given below:

Sl. No.	Particulars	(Rs. In Lacs)	
		31-03-2021	31-03-2020
1.	Sales	2416.24	3061.14
2.	Other Income	8.01	10.35
3.	Net Profit before Interest, Tax & Depreciation	184.03	271.34
4.	Finance Cost	38.83	23.16
5.	Depreciation	83.90	78.87
6.	Profit Before Tax	61.30	169.31
7.	Provision for Taxes	17.12	49.65
8.	Net Profit / (Loss) After Tax	44.18	119.66
9.	Earnings Per Share	22.09	59.83

### REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS:

Your directors are optimistic about company's business and hopeful of better performance in next year. There was no change in the nature of business of company.

### DIVIDEND:

In order to strengthen the Financial Soundness of the Company, your directors express their inability to declare any dividend for the financial year 2020-21.

### TRANSFER TO RESERVES:

The Company has transferred Net Profit after Tax for the period of Rs. 44,18,174/- (PY-Rs. 1,19,65,631/-) to Surplus (Profit and Loss Account) for the FY 2020-21.

### TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last 7 years.

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

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

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### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

As the operations of the company are not energy intensive, the particulars to be disclosed are Nil. The particulars of foreign exchange earnings and outgo are Nil.

### **STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**

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

### **DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

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

### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

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

### **ANNUAL RETURN**

The reporting of the extract of Annual Return in Form no. MGT-9 had been done away with pursuant to amendment in section 92(3) of the Companies Act, 2013 read with Rule 12 of Companies (Management and Administration) Rules, 2014 vide amendment dated 28/08/2020 and 05/03/2021. Hence, the reporting of the extract of Annual Return has not been made in this report. The Annual Return (Form MGT-7/Form MGT-7A) is now required to be placed on the website of the Company, if any, in terms of section 92(3) read with section 134(3)(a) of the Act and link thereof is required to be given in the Board's Report. Since your company does not have a functional website, the same is not given, however Annual returns for the respective years will be available at MCA Portal under company Filings and the same can also be inspected at the Registered office of the Company.

### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

There were no contract or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review. Details of the same are given in form AOC-2 as Annexure A to this report.

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

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

### **COMPANY'S POLICY RELATING TO DIRECTOR'S APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company

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### SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

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

### NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

The Company has conducted 5 (Five) Board meetings on 12/06/2020, 14/09/2020, 16/12/2020, 31/12/2020 and 17/03/2021 during the financial year under review.

The Company has conducted an Annual General Meeting as on 30/12/2020.

### DIRECTOR'S RESPONSIBILITY STATEMENT:

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

#### We the Directors confirm:

- a. that in the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from the same;
- b. that we have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- c. that we have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. that we have prepared the annual accounts on a going concern basis.
- e. that the Company is being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company; and
- f. that we have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### DEPOSITS:

The company has unsecured borrowing of Rs. 11,00,000/- from directors and relatives which is exempted from purview of Deposit as per Rule 2(c)(viii) of Companies (Acceptance of Deposits) Rules, 2014.

### DIRECTORS AND KEY MANAGERIAL PERSONNEL

There was no Director who was appointed/ceased/re-elected/reappointed during the year under review. Company is not mandatorily required to appoint any whole time Key Management Personnel (KMP).

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## DECLARATION OF INDEPENDENT DIRECTORS

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

## ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS

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

## STATUTORY AUDITORS:

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the rules framed thereunder M/s. Gandhi & Gandhi, Chartered Accountants who is the statutory auditor of your Company, holds office until the conclusion of the 18<sup>th</sup> Annual General Meeting of your Company to be held in the year 2025.

## SECRETARIAL AUDITORS:

As per the provisions of Section 204 of the Companies Act, 2013, Secretarial audit of the Company for the financial year ended on 31<sup>st</sup> March 2021, do not apply to the Company.

## AUDITORS' REPORT:

The Auditors' Report to the Members on the Accounts of the Company for the financial year ended 31<sup>st</sup> March, 2021 does not contain any qualification, reservation or adverse remark.

## MAINTENANCE OF COST RECORDS:

Company has not been mandated maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, and accordingly such accounts and records are not prepared and maintained.

## DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

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

## SHARES

During the year under review, the company has undertaken following transactions:

Increase in Share Capital	Buy Back of Securities	Sweat Equity	Bonus Shares	Employees Stock Option Plan
Nil	Nil	Nil	Nil	Nil

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

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

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### OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

In order to prevent sexual harassment of women at work place a new act The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 has been notified on 9th December, 2013. Under the said Act every company is required to set up an Internal Complaints Committee to look into complaints relating to sexual harassment at work place of any women employee.

### STATEMENT SHOWING DETAILS OF EMPLOYEES DRAWING REMUNERATION EXCEEDING THE LIMITS SPECIFIED IN RULE 5(2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:

In terms of the provisions of Section 197(12) of the Act read with Rules 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, a statement showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said rules is not provided as there is no employee falling under the disclosure norms.

### PERSONNEL:

During the year under review, relationships with the employees were cordial. The directors wish to place on record their appreciation for the Contribution made by the employees at all levels for the operations of the Company during the year.


### ACKNOWLEDGEMENT:

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


The Directors wish to place on record their appreciation of the dedication and efforts put in by the employees of the Company at all levels.

For and on Behalf of Board of Directors,

Place: Hyderabad,  
Date: 03<sup>rd</sup> November, 2021.

  
ANKIT SANJAY SHAH  
DIRECTOR  
(DIN: 00218044)



  
PARIKSHIT PANKAJ SHAH  
DIRECTOR  
(DIN: 00226712)

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## ANNEXURE -A

### Form No. AOC-2

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

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

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

- Name(s) of the related party and nature of relationship: NIL
- Nature of contracts/arrangements/transactions: NIL
- Duration of the contracts / arrangements/transactions: NIL
- Salient terms of the contracts or arrangements or transactions including the value, if any: NIL
- Justification for entering into such contracts or arrangements or transactions: NIL
- Date(s) of approval by the Board: NIL
- Amount paid as advances, if any: NIL
- Date on which the special resolution was passed in general meeting as required under first proviso to section 188: NIL

2. Details of material contracts or arrangement or transactions at arm's length basis:

- (a) Name(s) of the related party and nature of relationship:


Particulars	Relationship	Nature
Mr. Ankit Sanjay Shah	Director	Director's Remuneration

- Nature of contracts/arrangements/transactions: Mentioned in the Above Table
- Duration of the contracts / arrangements/transactions: Long Term Contract, As per Employment Terms
- Salient terms of the contracts or arrangements or transactions including the value, if any: As per Employment Terms
- Date(s) of approval by the Board, if any: --
- Amount paid as advances, if any: Nil

For and on Behalf of Board of Directors,

Place: Hyderabad,  
Date: 03<sup>rd</sup> November, 2021.

  
ANKIT SANJAY SHAH  
DIRECTOR  
(DIN: 00218044)

  
PARIKSHIT PANKAJ SHAH  
DIRECTOR  
(DIN: 00226712)



## Independent Auditors' Report

To  
The Members  
**HRH Next Services Private Limited**  
Hyderabad.

### Report on the audit of the financial statements

#### Opinion

We have audited the accompanying financial statements of **HRH Next Services Private Limited** ("the Company"), which comprise the balance sheet as at 31<sup>st</sup> March 2021, and the Statement of Profit and Loss and Statement of Cash Flows for the year ended on that date, and Notes to the Financial Statements, including a summary of Significant Accounting Policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the **Companies Act, 2013** ('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 31<sup>st</sup> March 2021, and its **profit** and Cash Flows for the year ended on that date.

#### Basis for opinion

We conducted our audit in accordance with the standards on auditing 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 Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### 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 financial statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

#### Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.





### **Management's responsibility for the financial statements**

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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.

The 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.

As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional scepticism throughout the audit. We also :

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



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

#### **Report on other legal and regulatory requirements**

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 :**

- (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 balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the **Companies (Accounts) Rules, 2014**
- (e) On the basis of the written representations received from the directors as on the year end and taken on record by the board of directors, none of the directors are disqualified from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) Since the Company's turnover as per last audited financial statements is less than Rs. 50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs. 25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated 13<sup>th</sup> June 2017; and
- (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;
  - a. The Company does not have any pending litigations which would impact its financial position;
  - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
  - c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

**Gandhi & Gandhi**  
Chartered Accountants



**Rama Mohan Giri**  
Partner

Mem No. 29478

Firm Reg No. 0008495

November 3, 2021

UDIN : 21029478AAAAQA2981



**Annexure A to Independent Audit Report**

(referred to in paragraph 1 under 'Report on other legal and regulatory requirements'  
section of our report to the members of **HRH Next Services Private Limited** for the year **2020-21**)

- 3(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
(b) The fixed assets of the Company were physically verified by the management during the year. According to the information and explanations given, no material discrepancies were noticed on such verification.  
(c) The Company does not hold any immovable property.
- 3(ii) The company is neither a trading nor a manufacturing concern. It does not have any inventory. Hence physical verification of inventory does not arise.
- 3(iii) (a) According to information and explanation given to us and in our opinion, the terms and conditions of the loans given to the companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 are, prima facie, not prejudicial to the interest of the company  
(b) No schedule for the recovery of the principal has been fixed for the loans granted. Hence we are unable to comment on the recovery of the principal. Further no interest has been charged on the loan given.  
(c) According to the information and explanation give to us, as no repayment schedule has been fixed, we are unable to comment on the overdue amount of loans borrowed from or granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
- 3(iv) The company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, clause 3(iv) of the order is not applicable.
- 3(v) The company has not accepted any deposits and accordingly clause 3(v) of the order is not applicable.

In our opinion and according to the information and explanations given to us, the company has complied with the directives of the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder.

According to the information and explanations given to us, no Order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the company in respect of the aforesaid deposits.

- 3(vi) According to the information and explanation given to us the company is not required to maintain any cost records prescribed by the Central Government under section 148(1) of the Companies Act accordingly clause 3 (vi) of the order is not applicable.
- 3(vii) (a) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at year end for a period of more than 6 months from the date they became payable.



**GANDHI & GANDHI**  
CHARTERED ACCOUNTANTS

1002 Paigah Plaza, Basheerbagh, Hyderabad 500 063 India Ph: +91-40-6701 8000 email: info@gandhis.com  
www.gandhis.com

- (b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income-tax, sales-tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute.
- 3(viii) In our opinion and according to the information and explanations given to us, the company has not defaulted in repaying the dues to any financial institutions or banks or any government or any debenture holders during the year. Accordingly, clause 3 (viii) of the order is not applicable.
- 3(ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and has not taken any term loans during the year. Accordingly, clause 3 (ix) of the order is not applicable.
- 3(x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- 3(xi) The company is a private limited company and hence provision of section 197 read with schedule V of the companies Act are not applicable. Accordingly, clause 3(xi) of the order is not applicable.
- 3(xii) The Company is not a Nidhi Company and accordingly, clause 3 (xii) of the order is not applicable to the Company.
- 3(xiii) According to the information and explanations given to us and based on our examination of the records of the company, there are transactions with the related parties are in compliance with section 177 and 188 of the Act. The details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- 3(xiv) According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Hence, clause 3(xiv) of the order is not applicable
- 3(xv) According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, clause 3(xv) of the order is not applicable.
- 3(xvi) According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Hence, clause 3(xvi) of the order is not applicable.

**Gandhi & Gandhi**  
Chartered Accountants

*Rama Mohan Giri*

**Rama Mohan Giri**

**Partner**

Mem No. 29478

Firm Reg No. 000849S

November 3, 2021

UDIN : 21029478AAAAQA2981



# HRH Next Services Private Limited

CIN No: U72200TG2007PTC052582

## Balance sheet as on 31st March 2021

Particulars	Note	31.03.2021	31.03.2020
<b>I. Equity and Liabilities</b>			
Shareholder's Fund			
(a) Share Capital	1	20,00,000	20,00,000
(b) Reserves & Surplus	2	6,02,96,649	5,58,78,475
Non-current liabilities			
(a) Long-term borrowings	3	61,81,918	28,62,888
(b) Deferred tax liabilities (net)		18,11,397	16,86,712
Current liabilities			
(a) Short-term borrowings	4.1	3,41,88,721	4,90,22,088
(b) Other current liabilities	4.2	1,40,84,118	1,55,36,139
(c) Short-term provisions	4.3	1,14,30,274	66,55,500
		<u>12,99,93,077</u>	<u>13,36,41,802</u>
<b>II. Assets</b>			
Non Current assets			
(a) Property, Plant and Equipment			
(i) Tangible assets	5.1	5,14,04,055	3,25,69,155
(b) Non current investments	5.2	65,16,561	15,00,000
Current assets			
(a) Trade Receivables	6.1	3,15,19,582	2,48,14,509
(b) Cash and cash equivalents	6.2	1,54,51,983	3,63,53,690
(c) Short-term loans and advances	6.3	1,24,98,400	1,22,28,873
(d) Other current assets	6.4	1,26,02,496	2,61,75,576
		<u>12,99,93,077</u>	<u>13,36,41,802</u>
Accounting Policies	10		
Additional Notes to Accounts	11		

Notes referred above forms integral part of accounts.

Subject to our report of even date.

**Gandhi & Gandhi**  
Chartered Accountants

**Rama Mohan Giri**  
Partner

Mem No. 29478  
Firm Reg No : 000849S  
November 3, 2021



**Ankit Shah**  
Director  
DIN : 00218044

**HRH Next Services Private Limited**

**Parikshit Shah**  
Director  
DIN : 00226712

# HRH Next Services Private Limited

CIN No: U72200TG2007PTC052582

## Statement of Profit & Loss for the year ended 31st March 2021

Particulars	Note	31.03.2021	31.03.2020
I. Revenue from Operations	7	24,16,24,331	30,61,13,736
II. Other Incomes	8	8,01,694	10,34,960
III. Total Revenue {I+II}		<u>24,24,26,025</u>	<u>30,71,48,696</u>
IV. Expenses			
Employee benefit expenses	9.1	16,29,96,003	20,14,40,408
Finance Cost	9.2	38,83,439	23,15,958
Depreciation and amortization of expenses		83,90,428	78,87,235
Operating & Other Expenses	9.3	6,10,25,448	7,85,74,157
		<u>23,62,95,318</u>	<u>29,02,17,758</u>
V. Profit before tax {III-IV}		61,30,707	1,69,30,938
VI. Tax expense			
(1) Current tax		15,87,848	47,89,039
(2) Deferred tax		1,24,685	(2,91,821)
(3) Earlier years tax		Nil	4,68,089
		<u>17,12,533</u>	<u>49,65,307</u>
VII. Profit / (Loss) for the period {V-VII}		44,18,174	1,19,65,631
VIII. Earning per equity share			
(1) Basic		22.09	59.83
(2) Diluted		22.09	59.83

Notes referred above forms integral part of accounts.

Subject to our report of even date.

**Gandhi & Gandhi**  
Chartered Accountants



**Rama Mohan Giri**  
Partner  
Mem No.29478  
Firm Reg No : 0008495  
November 3, 2021



**Ankit Shah**  
Director  
DIN : 00218044

**HRH Next Services Private Limited**



**Parikshit Shah**  
Director  
DIN : 00226712

# HRH Next Services Private Limited

CIN No: U72200TG2007PTC052582

## Cash Flow Statement For the Year Ending 31.03.2021

Sl	Particulars	Amount	Amount	Amount	Amount
A)	<b>Cash Flow from operating Activities</b>				
	Net Profit after Tax		45,42,859		
	Add : Depreciation		83,90,428		
	Interest Paid		3,48,060		
			<u>1,32,81,347</u>		
	Less : Interest Received		7,79,661		
	Profit on sale of Fixed Assets		Nil		
	Operating Profit			1,25,01,686	
	<b>Changes in Working Capital</b>				
	Add : Increase in Provisions	47,74,774			
	Increase in Current Liabilities	<u>(14,52,020)</u>			
				33,22,753	
	Less : Increase in Debtors	67,05,073			
	Increase in Other Current Assets	<u>(1,35,73,080)</u>			
	Increase in Stocks	Nil			
	Increase in Loans & advances	<u>2,69,527</u>			
				<u>(65,98,479)</u>	
					99,21,233
	<b>Net cash flow from operating activities</b>				<b>2,24,22,919</b>
B)	<b>Cash flow from Investing activities</b>				
	Increase in Share Capital				
	Increase in Share Premium				
	Increase in Investment			(50,16,561)	
	Increase in Fixed Assets			<u>(2,72,25,328)</u>	
	Interest Received			7,79,661	
					<b>(3,14,62,228)</b>
C)	<b>Cash flow from Financial activities</b>				
	Increase in Long Term Borrowings	33,19,030			
	Increase in Long Term Loans & advances	<u>(1,48,33,368)</u>			
	Increase in Non Current Assets				
	Interest paid		<u>(3,48,060)</u>		
					<u>(1,18,62,398)</u>
	<b>Net increase in cash &amp; cash equivalents</b>				<b>(2,09,01,707)</b>
	Cash and Cash Equivalent at beginning of period				<u>3,63,53,690</u>
	Cash and Cash Equivalent at the end of the period				<u><u>1,54,51,983</u></u>

Gandhi & Gandhi  
Chartered Accountants

*Rama Mohan Giri*

**Rama Mohan Giri**  
Partner  
Mem No 29478  
Firm Reg No 0008495  
November 3, 2021



HRH Next Services Private Limited

*Ankit Shah*  
**Ankit Shah**  
Director

*Parikshit Shah*  
**Parikshit Shah**  
Director

**Note 1 : Share Capital - Share Capital of the company comprises of the following :**

Particulars	31.03.2021	31.03.2020
Authorised Share Capital - Equity Share Capital : 3,00,000 shares @ Rs. 10 each	30,00,000.00	30,00,000.00
Issued, Subscribed and fully Paid up - Equity Share Capital : 2,00,000 shares @ Rs. 10 each	20,00,000.00	20,00,000.00
	20,00,000.00	20,00,000.00

**Note 2 : Reserves & Surplus**

Particulars	31.03.2021	31.03.2020
Surplus / (deficit) balance in the Statement of Profit & Loss		
Opening Balance	5,58,78,474.67	4,39,12,843.90
Add : Profit / (loss) for the year	44,18,174.42	1,19,65,630.77
Less : Amount utilized	Nil	Nil
Closing Balance	6,02,96,649.09	5,58,78,474.67

**Note 3 : Long-term Borrowings**

Particulars	31.03.2021	31.03.2020
Secured :		
Term Loans - from banks :		
Kotak Mahindra Loan - I	8,27,751.00	12,56,644.00
Kotak Mahindra Loan - II	2,54,167.00	5,06,244.00
ICICI - MSME loan	40,00,000.00	Nil
Loans & advances from related parties		
Hind Electronics	11,00,000.00	11,00,000.00
	61,81,918.00	28,62,888.00

**Note 4.1 : Short-term Borrowings**

Particulars	31.03.2021	31.03.2020
Secured - Loans repayable on demand - from banks		
ICICI Bank - CC A/c No 041005004759	3,42,44,495.68	3,48,24,608.88
ICICI Bank - A/c No 041005004321 - FD/OD	(55,774.93)	1,41,97,479.59
	3,41,88,720.75	4,90,22,088.47

**Note 4.2 : Other Current Liabilities**

Particulars	31.03.2021	31.03.2020
Outstanding Expenses	52,25,794.15	41,10,548.10
Creditors for Expenses	77,13,528.59	1,07,87,219.33
Creditors for Fixed Assets	11,44,795.57	6,38,371.29
	1,40,84,118.31	1,55,36,138.72

HRH Next Services Private Limited



Ankit Shah  
Director

Parikshit Shah  
Director



## HRH Next Services Private Limited

CIN No: U72200TG2007PTC052582

### Note 5.1 : Tangible Fixed Assets

Particulars	Gross Block			Depreciation			Net Block		
	01.04.2020	Additions	Deductions	31.03.2021	Accumulated	For the year	Adj on sale	Total	
								31.03.2021	31.03.2020
Air Conditioner & Coolers	57,40,028	-	-	57,40,028	22,78,437	8,69,122	-	31,47,559	34,61,591
Biometric Attendance System	6,24,742	-	-	6,24,742	3,20,759	83,687	-	4,04,446	3,03,983
Car - BMW	42,62,642	-	-	42,62,642	15,87,908	5,06,189	-	20,94,097	26,74,734
Car - Ciaz	12,51,720	-	-	12,51,720	1,67,375	1,48,642	-	3,16,017	10,84,345
Car - Maruti Wagon r	5,00,688	-	-	5,00,688	2,29,195	59,457	-	2,88,652	2,71,493
Car - Maruti Wagon r BSIV 2015	3,65,000	-	-	3,65,000	47,857	43,344	-	91,201	3,17,143
CC Camera	4,94,768	-	-	4,94,768	2,44,089	63,143	-	3,07,232	1,87,536
Computer Software	1,42,36,324	57,98,500	-	2,00,34,824	91,02,772	21,29,432	-	1,12,32,204	51,33,552
Computers & Printers	2,75,69,411	15,75,511	-	2,91,44,922	1,59,62,054	29,77,363	-	1,89,39,417	1,16,07,357
Electrical installations	7,32,783	-	-	7,32,783	5,80,270	47,110	-	6,27,380	1,52,513
Furniture & Fixtures	85,95,113	5,88,124	-	91,83,237	38,70,744	6,01,323	-	44,72,067	47,24,369
Generator	6,13,500	-	-	6,13,500	5,16,860	-	-	5,16,860	96,640
HH - Pleasure	38,025	-	-	38,025	36,124	-	-	36,124	1,901
Honda - Activa	75,566	-	-	75,566	3,466	8,974	-	12,440	72,100
Mobiles	1,35,479	-	-	1,35,479	1,05,320	18,840	-	1,24,160	30,159
Office Equipments	6,57,728	33,000	-	6,90,728	3,94,549	90,670	-	4,85,219	2,63,179
Plant & Machinery	-	1,85,80,307	-	1,85,80,307	-	51,584	-	51,584	-
Projector	23,242	-	-	23,242	1,875	3,680	-	5,555	17,687
Samsung Refrigerator	-	72,034	-	72,034	-	300	-	300	-
Telephones	19,74,527	5,31,900	-	25,06,427	14,90,814	1,95,903	-	16,86,717	4,83,713
Television	2,17,000	-	-	2,17,000	1,88,610	12,337	-	2,00,947	28,390
UPS	47,73,109	45,952	-	48,19,061	31,83,162	4,79,328	-	36,62,490	15,89,947
	7,28,81,394	2,72,25,328	-	10,01,06,722	4,03,12,240	83,90,428	-	4,87,02,668	5,14,04,055
									3,25,69,155

HRH Next Services Private Limited



*(Signature)*  
Ankit Shah  
Director

*(Signature)*  
Parikshit Shah  
Director



## Note 4.3 : Short-term Provisions

Particulars	31.03.2021	31.03.2020
Provision for employee benefits	38,80,583.28	26,87,374.26
Statutory dues :		
TDS Payable	10,03,243.15	2,72,760.05
GST Payable	65,46,447.53	36,95,366.00
	<u>1,14,30,273.96</u>	<u>66,55,500.31</u>

## Note 5.2 : Non Current Investments

Particulars	31.03.2021	31.03.2020
Zeppo Technologies Pvt Ltd	5,00,000.00	5,00,000.00
Marcellus Investment Managers Pvt Ltd	50,16,561.35	Nil
Rudra Coffee Resorts Pvt Ltd	10,00,000.00	10,00,000.00
	<u>65,16,561.35</u>	<u>15,00,000.00</u>

## Note 6.1 : Trade Receivables

Particulars	31.03.2021	31.03.2020
Unsecured & considered good		
Due for more than 6 months from its due date	33,27,406.95	Nil
Due for less than 6 months from its due date	2,81,92,175.34	2,48,14,508.86
	<u>3,15,19,582.29</u>	<u>2,48,14,508.86</u>

## Note 6.2 : Cash and cash equivalents

Particulars	31.03.2021	31.03.2020
Balances with banks		
ICICI Bank - A/c No 041005004952	74,491.36	1,43,53,699.06
Kotak Mahendra Bank	11,545.04	11,545.04
SBI - 1623	1,51,560.78	1,97,369.78
SBI - 5367	46,992.00	47,641.20
Cash	1,14,655.66	1,53,951.66
FD - ICICI Bank	1,47,38,217.00	2,12,38,217.00
FD - SBI	3,14,521.00	3,51,266.00
	<u>1,54,51,982.84</u>	<u>3,63,53,689.74</u>

## Note 6.3 : Short-Term Loans and Advances

Particulars	31.03.2021	31.03.2020
Unsecured & considered good		
Hind Electronics	1,83,000.00	1,83,000.00
Staff Advances	61,71,471.50	52,70,527.11
Other Advances	61,43,928.53	67,75,345.45
	<u>1,24,98,400.03</u>	<u>1,22,28,872.56</u>



Ankit Shah  
Director

HRH Next Services Private Limited

Parikshit Shah  
Director

## Note 6.4 : Other Current Assets

Particulars	31.03.2021	31.03.2020
Defferred	-	1,85,80,307.00
Deposits	54,57,139.60	37,16,456.00
Income Tax Refund - AY 2020-21	38,78,813.00	38,78,813.00
Income Tax Refund - AY 2021-22	32,66,543.00	-
	<u>1,26,02,495.60</u>	<u>2,61,75,576.00</u>

## Note 7 : Revenue from Operations

Particulars	31.03.2021	31.03.2020
Revenue from Services	<u>24,16,24,331.13</u>	<u>30,61,13,735.58</u>
	<u>24,16,24,331.13</u>	<u>30,61,13,735.58</u>

## Note 8 : Other Incomes

Particulars	31.03.2021	31.03.2020
Dividend Income	2,730.00	-
Interest on Fixed Deposit	7,79,660.9	8,59,480.00
Interest on IT Refund	-	1,75,480.00
Investment Income	19,303.45	-
	<u>8,01,694.32</u>	<u>10,34,960.00</u>

## Note 9.1 : Employee benefit expenses

Particulars	31.03.2021	31.03.2020
Salaries and Staff Welfare	15,84,96,003.05	19,75,40,408.19
Directors Remuneration	45,00,000.00	39,00,000.00
	<u>16,29,96,003.05</u>	<u>20,14,40,408.19</u>

## Note 9.2 : Finance Cost

Particulars	31.03.2021	31.03.2020
Bank Charges	6,72,837.76	4,01,642.45
Bank Interest	32,10,601.35	19,14,315.70
	<u>38,83,439.11</u>	<u>23,15,958.15</u>

## Note 9.3 : Operating &amp; Other Expenses

Particulars	31.03.2021	31.03.2020
Operating Expenses :		
Communication Charges	1,58,25,391.14	1,59,59,608.44
Electricity Charges	65,83,476.44	1,10,20,158.00
Office Expenses / Maintenance	81,32,380.63	49,87,840.49
Repairs & Maintenance	49,83,161.20	88,94,881.03
Security Services	41,65,630.57	61,52,900.45
Residuary Operating expenses	58,69,715.54	1,35,08,397.17
Others Expenses :		
Rent	1,45,40,572.00	1,71,28,500.00
Residuary other expenses	9,25,120.45	9,21,871.00
	<u>6,10,25,447.97</u>	<u>7,85,74,156.58</u>



Ankit Shah  
Director

HRH Next Services Private Limited

Parikshit Shah  
Director

# HRH Next Services Private Limited

FY 2020-21

## Note 10 : Significant Accounting Policies

1. Basis of preparation :

The financial statements are prepared under the historical cost convention, in accordance with the generally accepted accounting principles in India, provisions of Companies Act, 2013 and applicable mandatory Accounting Standards

2. Revenue Recognition :

Revenue is recognized to the extent that it can be reliably measured & is probable that the economic benefits will flow to the company.

3. Incomes & Expenditure :

The company maintains its accounts on accrual basis, except for the following which are recorded as soon as its ascertained :

- income on account of export benefits and expenditure on account of leave encashment, medical benefits and leave travel allowance.
- commission income.
- telephone, water and electricity expenses.
- Insurance and other claims are accounted for as and when received from the appropriate authorities.
- dividends are accounted for when received.
- Indirect taxes and other payments covered by section 43B of the Income Tax Act.
- employee service benefits including terminal benefits and leave encashment.

4. Use of estimates :

The preparation of financial statements requires estimates and assumptions to be made that affect 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 results and estimates are recognized in the period in which the results are known / materialised.

5. Fixed Assets :

Tangible Fixed Assets :

Fixed assets are stated at cost less accumulated depreciation and impairment loss, if any.

The cost of an asset comprises of its purchase price & directly attributable costs of bringing the asset to working condition for its intended use.

Intangible Fixed Assets :

The company does not own any intangible fixed assets.

6. Depreciation on Fixed Assets :

Depreciation on Tangible Fixed Assets :

The Company charges depreciation on Straight Line Method at rates prescribed in the Schedule II of the Companies Act, 2013. Depreciation to addition to assets is provided on pro rata basis.

HRH Next Services Private Limited



Ankit Shah  
Director

Parikshit Shah  
Director

# HRH Next Services Private Limited

FY 2020-21

## Note 10 : Significant Accounting Policies

Depreciation is charged on Fixed Assets (other than Revalued Assets) as per Straight Line Method applying the rates of Schedule II of the Companies Act, 2013.

Depreciation on Intangible Fixed Assets :

No depreciation was chargeable as the company does not own any intangible fixed assets.

### 7. Investments :

Current investments are stated at lower of cost or fair market value. Long term investments are stated at cost after providing for diminution in value. Provision for diminution in value is made only when the decline is other than temporary in the opinion of the management.

### 8. Sundry Debtors and Loans & Advances :

Sundry Debtors and Loans & Advances are stated at their realisable value after providing for the bad debts as considered necessary by the management.

### 9. Provision for Income Tax - Current and Deferred Tax :

Tax on income for the current year is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961 and based on the expected outcome of assessments / appeals.

Deferred tax is recognized on timing differences between the accounting income and the taxable income for the period and quantified using the tax rates and laws enacted or substantially enacted on the balance sheet date.

### 10. Retirement Benefits :

The Company's contributions to provident are charged to Profit & Loss Account..

### 11. Effects of changes in Foreign Exchange Rates :

The reporting entity did not have any transaction in foreign currency.

### 12. Borrowing Cost :

No borrowing costs have been capitalized during the year.

### 13. Research And Development :

Expenditure on regular development / maintenance is charged to profit and loss account in the year of incurrence except in case of development of new product/software undertaken where the same are deferred and expensed out over a reasonable period for which the benefit is received after commercial development of the products.

Capital expenditure on research and development is included as part of fixed assets and depreciated on the same basis as other assets.



HRH Next Services Private Limited

Ankit Shah  
Director

Parikshit Shah  
Director

# HRH Next Services Private Limited

FY 2020-21

## Note 11: Notes To Accounts

1. In the opinion of Board of Directors the Current Assets, Loans and Advances are approximately of the value stated if realised in ordinary course of business.
2. Share Capital includes 2,00,000 Equity Shares of Rs 10 each allotted to the shareholders without receiving payment in cash.

### 3. Secured Loans and Bank Overdrafts :

Name of bank	Balance due	Secured against
Kotak Mahindra Loan	8,27,751	Car-BMW
Kotak Mahindra Loan	2,54,167	Car-Ciaz
ICICI-CC	3,42,44,495.68	Property
ICICI-MSME	40,00,000	No collateral

### 4. Deferred Tax Liabilities :

	Current year	Previous year
Deferred Tax Liability		
i) Excess Depreciation claimed	82,33,623	76,66,872
Tax liability @ 22%	18,11,397	16,86,712

### 5. Related parties Disclosures :

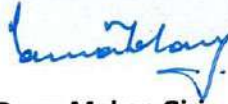
	Current year	Previous year
Directors Remuneration	45,00,000	39,00,000

6. Previous year's figures have been regrouped / reclassified wherever necessary to confirm to the current year's classification.
7. Contingent Liabilities :  
There were no contingent liabilities as at the year end. There were no contingent liabilities as at end of the previous year also.

**Note 1 to 9 and** Accounting policies to accounts forms integral part of the accounts and have been duly authenticated.

Subject to our report of even date.

**Gandhi & Gandhi**  
Chartered Accountants



**Rama Mohan Giri**

Partner

Mem No : 029478

Firm Reg No : 000849S

November 3, 2021



**Ankit Shah**  
Director

**HRH Next Services Private Limited**

**Parikshit Shah**  
Director