BHAGAT & CO.
Chartered Accountants

Independent Auditor's Report

To the Members of **Novateor Research Laboratories Ltd,**

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Novateor Research Laboratories Ltd** ('the Company'), which comprise the balance sheet as at **31st March, 2019**, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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 and presentation 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.

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n audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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 31st March, 2019 and its profit and Loss account for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies(Auditor's Report)Order,2016 (the Order) issued by the Central Government of India in terms of sub-section (11) of section 143 of the act, we give the **Annexure- A**, a statement on the matters specified in the paragraph 3 and 4 of the order.

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

(a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

(c) the 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 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;

(e) on the basis of the written representations received from the directors as on 31 March 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) in our opinion with respect to internal financial control , the said para is not applicable to company.

BHAGAT & CO. CHARTERED ACCOUNTANTS AHMEDABAD FRN : 127250W

(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:

i. The Company does not have any pending litigation which would impact its financial position.

ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which are required to be transferred to the investor education and protection fund by the company.

For, BHAGAT & CO
Chartered Accountants
FRN: 127250W

Sandeep

Sandeep H. Mulchandani
Partner
M. No- 144241

Place:-
Ahmedabad
Date:
30/06/2019

BHAGAT & CO.
AHMEDABAD
FRN : 127250W
CHARTERED ACCOUNTANTS

"Annexure - A "to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2019, we report that:

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

(b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company, if any.

(d) The Company is regular in maintaining physical inventory in accordance with paragraph 3(ii) of the Order applicable to the Company.

(ii) The Company has not granted any loans to bodies corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').

(iii) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.

(iv) The Company has not accepted any deposits from the public.

(v) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.

(vi) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the book of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2019 for a period of more than six months from the date they became payable.

(vii) The Company has not any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.

(viii) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.

BHAGAT & CO. CHARTERED ACCOUNTANTS AHMEDABAD FRN: 127250W

(ix) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

(x) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii)In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations give 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.

(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 him. Accordingly, paragraph 3(xv) of the Order is not applicable.

(xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For, BHAGAT & CO
Chartered Accountants
FRN: 127250W

Sandeep

Sandeep H. Mulchandani
Partner
M. No- 144241

BHAGAT & CO. CHARTERED ACCOUNTANTS AHMEDABAD FRN: 127250W

Place:-
Ahmedabad
Date:
30/06/2019

ANNEXURE B TO THE AUDITOR'S REPORT

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 **NOVATEOR RESEARCH LABORATORIES LTD** ('the Company') as of 31st March 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

BHAGAT & CO. CHARTERED ACCOUNTANTS AHMEDABAD FRN : 127250W

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 the management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, 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 December 2018, 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, BHAGAT & CO
Chartered Accountants
FRN: 127250W

BHAGAT & CO. AHMEDABAD FRN : 127250W CHARTERED ACCOUNTANTS

Sandeep

Sandeep H. Mulchandani
Partner
M. No- 144241

Place:- Ahmedabad
Date: 30/06/2019

ANNEXURE 04-SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

I. Corporate Information:

Our Company was originally incorporated as Novateor Research Laboratories Private Limited on April 01, 2011 under the Companies Act, 1956 vide certificate of incorporation issued by the Registrar of Companies, Gujarat. Subsequently, the company was converted into Limited and name of the company was changed from "Novateor Research Laboratories Private Limited" to "Novateor Research Laboratories Limited" under the Companies Act, 2013 pursuant to a special resolution passed by our shareholders at the EGM held on April 12, 2019 and had obtained fresh certificate of incorporation dated April 22, 2019 issued by the Registrar of Companies, Gujarat. The CIN of the Company is U24230GJ2011PLC064731.

Our company is promoted by Mr Navdeep S Mehta and Mrs Tejal N Mehta Our individual promoters manage and control the major affairs of our business operations. Through their combined 10 plus years of experience, industry knowledge and understanding, our company has a competitive advantage over the our competitors which enables us to expand our geographical and customer presence in existing as well as target markets; while exploring new growth avenues.

II. Basis of Preparation:

The Restated Summary Statements of Assets and Liabilities of the Company as at March 31, 2019, March 31, 2018, March 31, 2017 and the related Restated Summary Statements of Profits and Losses and Cash Flows Statement for the years ended March 31, 2019, March 31, 2018, March 31, 2017 have been complied by management from the financial statements of the company for the period ended on March 31, 2019, March 31, 2018, March 31, 2017.

"The financial statements are prepared and presented under the historical cost convention and evaluated on a going-concern basis using the accrual system of accounting in accordance with the accounting principles generally accepted in India (Indian GAAP) and the requirements of the notified sections, schedules and rules of the Companies Act 2013 including the Accounting Standards as prescribed by the Companies (Accounting Standards) Rules, 2006 as per section 211(3C) of the Companies Act, 1956 (which are deemed to be applicable as Section 133 of the Companies Act, 2013 ("the Act") read with Rule 7 of Companies (Accounts) Rules, 2014)."

The presentation of financial statements requires estimates and assumption to be made that affect the reported amount of assets and Liabilities on the date of financial statements and the reported amount of revenue and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which results are known/materialized."

III. Significant Accounting Policies:

(a) Use of Estimates:

The preparation of financial statements in conformity with Indian GAAP requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of financial statements and the reported amounts of revenue and expenses during the reported period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the Carrying amounts of Assets or Liabilities in future periods.

(b) Cash Flow Statement:

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature reported amounts of assets and liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reported period.

(c) Cash and cash equivalents:

Cash comprises cash on hand and demand deposit with banks. Cash equivalents are short term balances, highly liquid investments that are readily convertible into loan amounts of cash and which are subject to insignificant risk of changes in values.

(d) Fixed Assets:

Property, Plant & Equipments are carried at Market Value including any attributable cost for bringing the asset to its working condition for its intended use and the initial estimate of the costs of decommissioning, restoration and similar liabilities, less accumulated depreciation and any accumulated impairment losses.

Estimated costs of decommissioning, restoration and similar liabilities are discounted to its present value taking pre-tax rates that reflect(s) current market assessments of the time value of money and the risks specific to the liability as a basis for discounting.

There is an upward revaluation in Fix Assets of the company and revaluation portion on the Assets has been transferred to Revaluation Reserve.

(e) Depreciation and Amortization:

Depreciation (including additions/deletions) on tangible assets is calculated on a pro- rata basis from the date of such additions/deletions on Written Down Value method based on rates derived from useful life of assets and in the manner prescribed in Schedule II to the Companies Act, 2013.

(f) Impairment:

The carrying amounts of property, plant & equipment are reviewed at each balance sheet date to determine, if there is any indication of impairment based on external/internal factors. An impairment loss is recognized wherever the carrying amount of the property, plant & equipment exceeds its recoverable amount which represents greater of the "net selling price" and "value in use" of the respective assets. The impairment loss recognized in prior accounting period is reversed if there has been an improvement in recoverable amount.

(g) Revenue Recognition:

- Sales are recognized when goods are supplied. Sales are net of trade discounts and rebates. It does not include interdivisional sales.
- Revenue in respect of other items is recognized when no significant uncertainty as to its determination or realization exists.
- **Other Income:** Dividend income on investments is recognized when the right to receive dividend is established. Interest income is recognized on a time proportionate basis taking into account the amounts invested and the rate of interest.

(h) Segment Reporting:

As the Company's principle business activities fall within the single segment, the disclosure requirement of Accounting Standard 17 on Segment Reporting prescribed u/s 133 of the Companies Act, 2013 ("The Act") read with Rule 7 of the Companies (Accounts) Rule, 2014 is not applicable.

(i) Inventories

Items of Inventories are measured at lower cost and net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other cost including manufacturing overheads incurred in bringing them to their respective present location and condition. Cost of raw materials, process chemicals, stores and spare, packing materials, trading and other products are determined on weighted average basis By- Products are valued at net realizable value.

(j) Borrowing Cost:

Borrowing costs that are directly attributable to and incurred on acquiring qualifying assets (assets that necessarily takes a substantial Year of time for its intended use are capitalized. Other borrowing costs are recognized as expenses in the period in which same are incurred.

(k) Employee Benefits:

BHAGAT & CO. AHMEDABAD FRN : 127250W CHARTERED ACCOUNTANTS

Short – term employee benefits are recognized as an expense at the undiscounted amount in the profit & loss account of the year in which the related service is rendered.

Post employment and other long term employee benefits are recognized as an expense in the profit & loss account for the year in which the liabilities are crystallized

(l) Taxation:

The current charge for income tax is calculated in accordance with the relevant tax regulations applicable to the Company.

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the Year. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date.

In case the Company is liable to pay income tax under provision of Minimum Alternate Tax u/s. 115JB of Income Tax Act, 1961, the amount of tax paid in excess of normal income tax liability is recognized as an asset only if there is convincing evidence for realization of such asset during the specified period. MAT Credit Entitlement is recognized in accordance with the Guidance Note on accounting treatment in respect of Minimum Alternate Tax (MAT) issued by The Institute of Chartered Accountants of India.

(m) Provisions and Contingent Assets/ (Liabilities):

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

Contingent liabilities are not recognized nor disclosed in the financial statements.
Contingent assets are neither recognized nor disclosed in the financial statements.

Contingent assets are not recognized or disclosed in the financial statements.

(Rs. In Lakhs)

Sr. No.	Particulars	As at March 31,		
		2019	2018	2017
A	Claim against company not acknowledge as debts	-	-	-
I	in respect of Income Tax	-	-	-
ii	in respect of Commercial Tax	-	-	-
	Total	-	-	-

(n) Earnings per share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

(o) Impairment of Assets:

The Company evaluates all its assets for assessing any impairment and accordingly recognizes the impairment, wherever applicable, as provided in Accounting Standard 28, "Impairment of Assets".

BHAGAT & CO. AHMEDABAD FRN : 127250W CHARTERED ACCOUNTANTS

NOVATEOR RESEARCH LABORATORIES LTD

STATEMENT OF ASSET & LIABLITIES AS ON 31.03.2019

Particulars	NOTES	Year Ended on 31/03/2019	Year Ended on 31/03/2018
		Audited	Audited
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	2,96,21,700	4,95,630
(b) Reserves and Surplus	2	1,11,42,798	87,64,040
(2) Share Application money pending allotment			
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	3	1,38,137	81,60,318
(b) Deferred Tax Liabilities (Net)		1,03,972	60,595
(c) Other Long Term Liabilities			
(d) Long Term Provisions			
(4) Current Liabilities			
(a) Short-Term Borrowings	4		
(b) Trade Payables	5	12,29,685	5,87,964
(c) Other Current Liabilities	6	1,61,192	3,04,852
(d) Short-Term Provisions	7	7,63,000	3,360
Total Equity & Liabilities		**4,31,60,510**	**1,83,76,759**
II.ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets (Net)			
(i) Property, Plant and Equipment		3,54,73,078	1,58,79,266
(ii) Intangible Assets			
(iii) Capital Work in Progress			
(b) Non-current investments	8	98,250	98,250
(c) Deferred tax assets (net)			-
(d) Long term loans and advances	9	-	-
(e) Other non-current assets	15	-	-
(2) Current Assets			
(a) Current investments			
(b) Inventories	10	53,34,840	15,11,378
(c) Trade receivables	11	15,35,839	5,80,253
(d) Cash and cash equivalents	12	2,02,975	2,12,042
(e) Short-term loans and advances	13	5,11,000	95,570
(f) Other current assets	14	4,528	-
Total Assets		**4,31,60,510**	**1,83,76,759**

NOTES TO ACCOUNTS

Schedules referred to above and notes attached there to form an integral part of Balance Sheet

This is the Balance Sheet referred to in our Report of even date.

FOR , BHAGAT & CO
CHARTERED ACCOUNTANTS

Sandeep

Sandeep H. Mulchandani
(PARTNER)
M No. : 144241
FRN No : 127250W

BHAGAT & CO. AHMEDABAD FRN : 127250W CHARTERED ACCOUNTANTS

NOVATEOR RESEARCH LABORATORIES LTD

(DIRECTOR) **(DIRECTOR)**

NOVATEOR RESEARCH LABORATORIES LTD. AHMEDABAD

PLACE: AHMEDABAD
DATE: 30/06/2019

NOVATEOR RESEARCH LABORATORIES LTD.

Financial Results for the year Ended on 31st March, 2019

Sr. No	Particulars	NOTES	For the Year Ended on 31.03.2019	For the Year Ended on 31.03.2018
			Audited	Audited
I	**Revenue from operations**	16	40,77,458	8,73,783
II		17	10,64,281	2,58,854
III	***Total Revenue (I +II)***		**51,41,739**	**11,32,637**
IV	***Expenses:***			
	Cost of materials consumed		-	-
	Purchase of Stock-in-Trade	18	41,21,275	5,26,477
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	19	(38,23,462)	(2,67,660)
	Employee Benefit Expense	20	1,88,816	-
	Financial Costs	21	33,004	71,982
	Depreciation and Amortization Expense		9,55,282	6,85,108
	Other Expenses	22	7,15,021	99,109
	Total Expense		**21,89,936**	**11,15,016**
V	Profit before exceptional and extraordinary items and tax		29,51,803	17,621
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax (V - VI)		29,51,803	17,621
VIII	Extraordinary Items			-
IX	Profit before tax (VII - VIII)		29,51,803	17,621
X	*Tax expense:*			
	(1) Current tax		7,24,000	3,360
	(2) Deferred tax		43,377	5,245
XI	**Profit(Loss) from the perid from continuing operations**		21,84,426	9,016
XII	Other Comprehensive income (net of tax)		-	-
XIII	**Total Comprehensive Income for the period (XI+XII)**		21,84,426	9,016
XIV	Paid-up Equity share capital (at par Value of Rs.10 each)		2,96,21,700	4,95,630
XV	Reserves excluding revaluation reserves		30,97,766	87,64,040
XVI	a)Earning per equity share before Exceptinal items			
	(1) Basic		0.74	0.18
	(2) Diluted		0.74	0.18
	b)Earning per equity share after Exceptional items			
	(1) Basic		0.74	0.18
	(2) Diluted		0.74	0.18

NOTES TO ACCOUNTS

Schedules referred to above and notes attached there to form an integral part of Balance Shee

This is the Balance Sheet referred to in our Report of even date.

FOR , BHAGAT & CO
CHARTERED ACCOUNTANTS

Sandeep

Sandeep H. Mulchandani
(PARTNER)
M No. : 144241
FRN No : 127250W

BHAGAT & CO. AHMEDABAD FRN : 127250W CHARTERED ACCOUNTANTS

NOVATEOR RESEARCH LABORATORIES LTD

(DIRECTOR) **(DIRECTOR)**

NOVATEOR RESEARCH LABORATORIES LTD. AHMEDABAD

PLACE: AHMEDABAD
DATE: 30/06/2019

NOVATEOR RESEARCH LABORATORIES LTD.

Cash Flow Statement For The Year Ended 31st March, 2019

PARTICULARS	AS AT 31.03.2019	AS AT 31.03.2018
A. Cash Flow from Operating Activity		
Profit before Taxation and Extra Ordinary Items	29,51,803	17,621
Add : Non Cash & Non Operating Expenses		
Depreciation Expense	9,55,282	6,85,108
Interest Expenses	33,004	-
Preliminary Expenses Write Off	-	-
Interest income	-	-
Dividend income		-
	-	-
Operating Profit before Working Capital Changes	39,40,089	7,02,729
Adjustment for;		
(Increase) / Decrease in Inventory	(38,23,462)	(2,67,660)
(Increase) / Decrease in Debtors	(9,55,586)	96,401
(Increase) / Decrease in Loans & Advances	(4,15,430)	2,92,455
(Increase) / Decrease in Current Assets	(4,502)	-
Increase / (Decrease) in Current Liabilities & Provisions	(1,43,661)	(36,132)
Increase / (Decrease) in Short Term Borrowings	-	(2,80,843)
Increase / (Decrease) in Trade Payables	6,41,721	(28,317)
Increase / (Decrease) in Short term provision	7,59,640	(2,390)
Cash Generated from Operation	(1,190)	4,76,243
Taxes Paid	7,24,000	3,360
Net Cash Flow from Operating Activities	(7,25,190)	4,72,883
B. Cash Flow from Investing Activity		
(Increase) / Decrease in Fixed Assets (net)	(1,95,93,812)	-
(Increase) / Decrease in Investments & Accured Interest Thereon	-	-
(Increase) / Decrease in Loans Adv	-	-
Interest Expenses	(33,004)	-
Interest Income		-
Dividend Income		-
Net Cash Flow from Investing Activities	(1,96,26,816)	-
C. Cash Flow from Financing Activity		
Proceeds from Issue of Shares	2,91,26,070	-
Adjustments in Reserves and Surplus(Issue of bonus Shares)	(7,60,950)	-
Increase / (Decrease) in Long Term Borrowings	(80,22,181)	(2,71,187)
Interest Expenses		
Net Cash Flow from Financing Activities	2,03,42,939	(2,71,187)
Net Increase / (Decrease) in Cash & Cash Equivalents	(9,067)	2,01,696
Opening Balance of Cash & Cash Equivalents	2,12,042	10,346
Closing Balance of Cash & Cash Equivalents	2,02,975	2,12,042
Net Increase / (Decrease) in Cash & Cash Equivalents	(9,067)	2,01,696

NOTES :

1. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on "Cash Flow Statement" issued by ICAI.

2. The previous year figures have been regrouped/restated wherever necessary to confirm to this year's classification.

FOR , BHAGAT & CO
CHARTERED ACCOUNTANTS

Sandeep

Sandeep H. Mulchandani
(PARTNER)
M No. : 144241
FRN No : 127250W

BHAGAT & CO. AHMEDABAD FRN : 127250W CHARTERED ACCOUNTANTS

For Novateor Research Laboratories Ltd.

NOVATEOR RESEARCH LABORATORIES LTD. AHMEDABAD

(Director) **(Director)**

PLACE: AHMEDABAD
DATE : 30/06/2019

NOVATEOR RESEARCH LABORATORIES LTD.

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2019

Note : 1 Share Capital

Sr. No	Particulars	Mar-19	Mar-18
1	**AUTHORIZED CAPITAL**		
	30,70,000 Equity Shares of Rs. 10/- each.	3,07,00,000	
	1,00,000 Equity Shares of Rs. 10/- each.		10,00,000
		3,07,00,000	**10,00,000**
2	**ISSUED , SUBSCRIBED & PAID UP CAPITAL**		
	To the Subscribers of the Memorandum		
	49563 Equity Shares of Rs. 10/- each.	4,95,630	4,95,630
	29126070 Equity Shares of Rs. 10/- each.	2,91,26,070	
	Total in `	**2,96,21,700**	**4,95,630**

Following Shareholders hold equity shares more than 5% of the total equity shares of the Company.

Sr. No	SHARE HOLDER'S NAME	Mar-19	Mar-18
1	Navdeep Mehta	14,28,858	12,430
		48.24%	25.08%
2	Tejal mehta	5,40,378	9,568
		18.24%	19.30%
3	Subhash Mehta	2,49,588	13,515
		8.43%	27.27%

Note : 2 Reserve & Surplus

Sr. No	Particulars	Mar-19	Mar-18
1	Capital Reserve		
2	Capital Redemption Reserve		
3	Securities Premium reserve	10,06,445	88,57,145
4	Debenture Redeemption Reserve		
5	Revaluation Reserve	80,45,032	
6	Shares Option Outstanding Account		
7	Other Reserve (Special Reserve)		
8	Surplus (Profit & Loss Account)	20,91,321	93,105
	Balance brought forward from previous year	93,105	1,02,121
	Less: Tax on Regular Assessment Paid		
	Less: Transfer to Profit and Loss A/c		
	Add: Profit for the period	21,84,426	9,016
	Total in `	**1,11,42,798**	**87,64,040**

BHAGAT & CO.
AHMEDABAD
FRN : 12[illegible]250W
CHARTERED ACCOUNTANTS

Note : 3 Long Term Borrowings

Sr. No	Particulars	Mar-19	Mar-18
B)	**Secured Loans**		
	Term Loan from Bank	1,38,137	1,49,193
	Unsecured Loans		
	Unsecured Loans	-	80,11,125
	Total in `	1,38,137	81,60,318

Note : 4 Short Term Borrowings

Sr. No	Particulars	Mar-19	Mar-18
1	From Banks	-	-
	Total in `	-	-

Note : 5 Trades Payable

Sr. No	Particulars	Mar-19	Mar-18
a)	Sundry Creditors for Materiel/Supplies:		
1	Due to Micro Small Medium Enterprise		
2	Due to other than Micro Small Medium Enterprise	12,29,685	5,87,964
	Total in `	12,29,685	5,87,964

Note : 6 Other Current Liabilities

Sr. No	Particulars	Mar-19	Mar-18
a)	Advance From Customers		
1	Order Advances	-	
2	Duties & Taxes	1,61,192	3,04,852
	Total in `	1,61,192	3,04,852

Note : 7 Short Term Provisions

Sr. No	Particulars	Mar-19	Mar-18
1	Audit Fees Payable	25,000	-
2	SALARY PAYABLE	13,800	
3	Provision For Tax	7,24,000	3,360
4	Other Provisions including TDS Payable	200	
	Total in `	7,63,000	3,360

BHAGAT & CO.
AHMEDABAD
FRN : 127...W
CHARTERED ACCOUNTANTS

NOVATEOR RESEARCH LABORATORIES LTD

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2019

Note :6 Fixed Asset

Sr. No	Particulars	Gross Block				Depreciaton				Net Block	
		Value at the beginning	*Addition during the year*	*Deduction during the year*	*Value at the end*	*Opening*	*Depreciation for the year*	*Total as on 31.03.2019*	*Value at the end*	*WDV as on 31.03.2019*	*WDV as on 31.03.2018*
A.)	Tangible Assets										
1	Land	1,09,54,968	80,45,032	-	1,90,00,000	-	-	-	-	1,90,00,000	1,09,54,968
2	Building & Civil Works	7,28,544	71,72,500	-	79,01,044	49,436	24,711	74,147	-	78,26,897	6,79,108
3	Plant & Machinery	53,18,215	37,31,555	-	90,49,770	12,63,076	8,08,673	20,71,749	-	69,78,021	40,55,139
4	Office Equipments	6,150	-	-	6,150	1,952	976	2,928	-	3,222	4,198
5	Furniture & Fixture	34,221		-	34,221	6,502	3,251	9,753		24,468	27,719
6	Printer	2,07,384		-	2,07,384	49,250	24,624	73,874		1,33,510	1,58,134
7	Car	-	14,00,000	-	14,00,000	-	69,300	69,300		13,30,700	-
8	Laptop	-	2,00,000	-	2,00,000	-	23,740	23,740		1,76,260	-
	Total in	**1,72,49,482**	**2,05,49,087**	-	**3,77,98,569**	**13,70,216**	**9,55,275**	**23,25,491**	-	**3,54,73,078**	**1,58,79,266**

BHAGAT & CO.
CHARTERED ACCOUNTANTS

NOVATEOR RESEARCH LABORATORIES LTD.

Notes Forming Integral Part of the Balance Sheet as at 31ST MARCH, 2019

Note : 8 Non Current Investments

Sr. No	Particulars	Mar-19	Mar-18
1	Invest. In Unlisted Companies	98,250	98,250
	Total in `	**98,250**	**98,250**

Note : 9 Long Term Loans & Advances

Sr. No	Particulars	Mar-19	Mar-18
1	Loans & Advances	-	-
	Total in `	-	-

Note : 10 Inventory

Sr. No	Particulars	Mar-19	Mar-18
1	Raw Material	27,92,920	15,11,378
2	Finished Goods	21,41,920	-
3	Work in Progress	4,00,000	-
	Total in `	**53,34,840**	**15,11,378**

Note :11 Trade Recievables

Sr. No	Particulars	Mar-19	Mar-18
(A)	Outstanding for Less than six months		
1	Secured, Considered Good Balance of Trade Receivable	15,35,839	5,80,253
	Total in `	**15,35,839**	**5,80,253**

Note : 12 Cash & Cash Equivalent

Sr. No	Particulars	Mar-19	Mar-18
1	Cash-in-Hand		
	Cash Balance	7,376	10,336
	Sub Total (A)	**7,376**	**10,336**
2	Bank Balance		
	Balance with bank	1,95,599	2,01,706
	Sub Total (B)	**1,95,599**	**2,01,706**
	Total [A + B]	**2,02,975**	**2,12,042**

Note : 13 Short Term Loans & Advances

Sr. No	Particulars	Mar-19	Mar-18
1	Advance Income tax/TDS	-	81,592
2	Others (advance receivable in cash or in kind)	-	13,978
3	Deposit	5,11,000	-
	Total in `	**5,11,000**	**95,570**

Note : 14 Other Current Assets

BHAGAT & CO.
AHMEDABAD
FRN : 127250W
CHARTERED ACCOUNTANTS

Sr. No	Particulars	Mar-19	Mar-18
1	TDS Receivable	4,528	
	Total in `	4,528	-

Note : 15 Other Non-Current Asstes

Sr. No	Particulars	Mar-19	Mar-18
		-	-
	Total in `	-	-

BHAGAT & CO. AHMEDABAD FRN : 1[illegible]50W CHARTERED ACCOUNTANTS

NOVATEOR RESEARCH LABORATORIES LTD.

Notes Forming Integral Part of the P&L as at 31 March, 2019

Note : 16 Revenue from operation

Sr. No	Particulars	Mar-19	Mar-18
1	Revenue from Operation	40,77,458	8,73,783
	Total in `	**40,77,458**	**8,73,783**

Note : 17 Other Income

Sr. No	Particulars	Mar-19	Mar-18
1	Rent, Interest and other incomes	4,158	2,58,854
2	Dividend Income	2,744	-
3	Other Income	10,57,379	-
	Total in `	**10,64,281**	**2,58,854**

Note : 18 Purchase of stock in tarde

Sr. No	Particulars	Mar-19	Mar-18
1	Purchase of stock in tarde	41,21,275	5,26,477
	Total in `	**41,21,275**	**5,26,477**

Note : 19 Change in Inventories

Sr. No	Particulars	Mar-19	Mar-18
	Opening Stock	15,11,378	12,43,718
	Closing Stock	53,34,840	15,11,378
	Total in `	**(38,23,462)**	**(2,67,660)**

Note : 20 Employee Benefit Exps

Sr. No	Particulars	Mar-19	Mar-18
1	Salaries and Wages	1,88,816	-
	Total in `	**1,88,816**	**-**

Note : 21 Finance Cost

Sr. No	Particulars	Mar-19	Mar-18
1	Interest	31,108	71,982
2	Bank charges	1,896	-
	Total in `	**33,004**	**71,982**

Note : 22 Other Exps.

Sr. No	Particulars	Mar-19	Mar-18
1	Audit Fees	25,000	12,000
2	Legal & Prof. Fees	21,195	33,895
3	Accounting Fees	3,000	-
4	Bank Charges	1,896	4,501
5	Other Exps.	2,06,227	38,475
6	Insurance Exps.	2,456	10,238
7	Advertisement Exps.	1,01,264	-
9	Legal Exps.	33,800	-
10	Office Rent Exps.	33,000	-
11	Transportation Exps	61,278	-
12	Forwarding and clearing Expenses	1,22,836	
13	Printing Expenses	1,03,069	
	Total in `	**7,15,021**	**99,109**

BHAGAT & CO. CHARTERED ACCOUNTANTS AHMEDABAD FRN : 127250W