

CONCRETE GREENS INFRASTRUCTURE PRIVATE LIMITED

AUDITED

FINANCIAL STATEMENTS

FOR

2021 - 22

Acknowledgement Number:793252201071122

Date of filing : 07-Nov-2022

INDIAN INCOME TAX RETURN ACKNOWLEDGEMENT

[Where the data of the Return of Income in Form ITR-1 (SAHAJ), ITR-2, ITR-3, ITR-4(SUGAM), ITR-5, ITR-6, ITR-7
filed and verified]
(Please see Rule 12 of the Income-tax Rules, 1962)

Assessment Year
2022-23

PAN	AAFCC6158D		
Name	CONCRETE GREENS INFRASTRUCTURE PRIVATE LIMITED		
Address	17 , shamshul huda road , Circus Avenue S.O , Kolkata , KOLKATA , 32-West Bengal , 91-India , 700017		
Status	Private Company	Form Number	ITR-6
Filed u/s	139(1) Return filed on or before due date	e-Filing Acknowledgement Number	793252201071122

Taxable income and Tax details			
Current Year business loss, if any	1		42,027
Total Income			0
Book Profit under MAT, where applicable	2		0
Adjusted Total Income under AMT, where applicable	3		0
Net tax payable	4		0
Interest and Fee Payable	5		1,000
Total tax, interest and Fee payable	6		1,000
Taxes Paid	7		0
(+)Tax Payable /(-)Refundable (6-7)	8		(+) 1,000
Accreted Income & Tax Detail			
Accreted Income as per section 115TD	9		0
Additional Tax payable u/s 115TD	10		0
Interest payable u/s 115TE	11		0
Additional Tax and interest payable	12		0
Tax and interest paid	13		0
(+)Tax Payable /(-)Refundable (12-13)	14		0

This return has been digitally signed by MOHAMMED ALI AZHAR in the capacity of Director having PAN ADEPA0077C from IP address 157.40.82.68 on 07-Nov-2022

DSC Sl. No. & Issuer 7298703 & 14141374570329CN=Verasys CA 2014,OU=Certifying Authority,O=Verasys Technologies Pvt Ltd.,C=IN

System Generated

Barcode/QR Code



AAFCC6158D067932522010711222A94B110490C310C7E9797A202A43C87EECEB957

DO NOT SEND THIS ACKNOWLEDGEMENT TO CPC, BENGALURU



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF CONCRETE GREENS INFRASTRUCTURE PRIVATE LIMITED

1. Report on the Financial Statements

We have audited the accompanying financial statements of **CONCRETE GREENS INFRASTRUCTURE PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2022, the Statement of Profit and Loss, for the year ended, and a summary of significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance 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 judgements 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.

3. Auditor's Responsibility

Our responsibility is to express an opinion on these 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 thereunder.

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. An 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 financial statements.

4. Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2022;
- b) In the case of the Statement of Profit and Loss, of the loss for the year ended on that date.

5. Report on Other Legal and Regulatory Requirements

- I. In pursuant of Notification SO 1228(E) dated 29th March, 2016 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, is not applicable to this Company.
- II. 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 purpose 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. Since the company is involved in the business of exchanging foreign currencies, it was observed that the company maintains large cash balances, such cash balances could not be verified by us, and however a written representation from the management is received relating to cash balances.
- f. On the basis of written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure A**".
- 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) Amendment Rules, 2020, 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 litigations 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 were required to be transferred to the Investor Education and Protection Fund by the Company; and
- h. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, is not applicable

For Srivastava & Associates
Chartered Accountants
Firm Registration No: 328467E



Ankush Srivastava
Proprietor
Membership No: 306422

Date: 25th of September, 2022
Place : Kolkata
UDIN 22306422BDXSLZ6795

“Annexure A” to the Independent Auditor’s Report of even date on the Financial Statements of CONCRETE GREENS INFRASTRUCTURE PRIVATE LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of CONCRETE GREENS INFRASTRUCTURE PRIVATE LIMITED (“the Company”) as of March 31, 2022 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a



basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

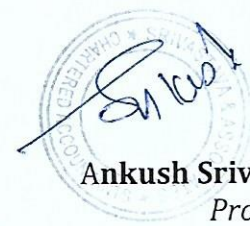
Inherent Limitations of Internal Financial Controls over Financial Reporting

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

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 March 31, 2022, However we have observed a large cash balance in India Currency held during the reported period and the same has been certified by the management, further 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 Srivastava & Associates
Chartered Accountants
Firm Registration No: 328467E



Ankush Srivastava
Proprietor


Membership No: 306422

Date: 25th of September, 2022
Place : Kolkata
UDIN 22306422BDXSLZ6795

CONCRETE GREENS INFRASTRUCTURE PRIVATE LIMITED

17A, SHAMSUL HUDA ROAD, KOLKATA-700017

Balance Sheet as at 31st March, 2022

Particulars	Note No.	Figures as at the End (In Hundreds)	
		Current Reporting Period	Previous Reporting Period
I EQUITY AND LIABILITIES			
(1) Shareholder's Fund			
(a) Share Capital	1	2,500.00	2,500.00
(b) Reserve and Surplus	2	(5,405.59)	(4,690.03)
(c) Money received against Share Warrants			
(2) Share Application money Pending Allotment			
(3) Non Current Liabilities			
(a) Long-term Borrowings			
(b) Deferred Tax liabilities (Net)			
(c) Other Long term Liabilities			
(d) Long term Provisions			
(4) Current Liabilities			
(a) Short Term Borrowings	3	56,866.82	35,510.00
(b) Trade Payables		31,818.49	
(c) Other Current Liabilities	4	4,757.47	5,127.47
(d) Short Term Provisions			
TOTAL		90,537.19	38,447.44
II ASSETS			
Non Current Assets			
(1) (a) Fixed Assets			
(I) Tangible Assets	5	68.34	76.34
(II) Intangible Assets			
(III) Capital Work in Progress		85,633.97	17,802.15
(IV) Intangible Assets under development			
(b) Non- Current Investments			
(c) Deferred Tax assets (Net)			
(d) Long Term Loans and Advances			
(e) Other Non Current Assets			
(2) Current Assets			
(a) Current Investments			
(b) Inventories			
(c) Trade Receivables			
(d) Cash and Cash Equivalents	6	1,634.88	17,568.95
(e) Short Term Loans and Advances	7	3,200.00	3,000.00
(f) Other Current Assets		-	-
TOTAL		90,537.19	38,447.44
Significant Accounting Policies	1A		
See accompanying notes to the financial statements As per our attached report of even date For Srivastava & Associates Chartered Accountants Firm's Registration Number 328467E		For and on behalf of the Board of Directors	
 Ankush Srivastava Proprietor Membership No. 306422 Place: Kolkata Date: 25.09.2022	Director	Director	
		UDIN :- 22306422BDXSLZ6795	

CONCRETE GREENS INFRASTRUCTURE PRIVATE LIMITED

17A, SHAMSUL HUDA ROAD, KOLKATA-700017

Statement of Profit and Loss Account as at 31st March, 2022

Particulars	Note No.	Figures as at the End (Figures In Hundred)	
		Current Reporting Period	Previous Reporting Period
I Revenue From Operations		-	-
II Other Income	8	80.80	-
III Total Revenue (I+II)		80.80	-
IV Expenses			
Purchase of Stock in Trade		-	-
Employee Benefit Expenses	9	450.00	200.00
Finance Cost		-	-
Depreciation	5	8.00	8.48
Other Expenses	10	338.36	301.07
Total Expenses		796.36	509.55
V Profit/Loss Before Exceptional and Extraordinary items and tax (III-IV)		(715.56)	(509.55)
VI Profit/Loss Before Extraordinary items and tax		(715.56)	(509.55)
Extraordinary Items			
VII Profit Before tax		(715.56)	(509.55)
VIII Tax Expenses :			
(1) Current Tax		-	-
(2) Deferred Tax		-	-
IX Profit/(Loss) for the current Period (VII - VIII)		(715.56)	(509.55)
X Earning per Share	11		
(1) Basic		(2.86)	(2.04)
(2) Diluted		(2.86)	(2.04)

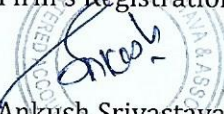
See accompanying notes to the financial statements
As per our attached report of even date

For and on behalf of the Board of Directors

For Srivastava & Associates

Chartered Accountants

Firm's Registration Number 328467E


Ankush Srivastava
Proprietor

Director

Director

Membership No. 306422

Place: Kolkata

Date: 25.09.2022

Notes to the Financial Statements for the year ended 31st March,2022

Note #. 1 Share Capital

figures in hundreds

1	Particulars	Current Reporting Period	Previous Reporting Period
	Share Capital:		
	Authorised share capital		
	No. of shares: 50000 Equity shares of Rs. 10 each.	5,000.00	5,000.00
		5,000.00	5,000.00
	Issued, subscribed and fully paid up capital:		
	No. of shares: 25000 Equity shares of Rs. 10 each.	2,500.00	2,500.00
	Total	2,500.00	2,500.00
1.1	Reconciliation of number of shares	Current Reporting Period	Previous Reporting Period
	Equity shares		
	Balance at the beginning of the year		
	No. of shares	25,000.00	25,000.00
	Add: Additions to share capital on account of fresh issue or bonus issue etc.,	-	-
	Ded: Deductions from share capital on account of shares bought back, redemption etc.,	-	-
	Balance at the end of the year		
	No. of shares at Rs.10 each	25,000.00	25,000.00
1.2	Terms/rights attached to equity shares		
	The company has only one class of equity share having par value of Rs.10 per share. Each holder of the equity share is entitled to one vote per share. In the liquidation of the company, the holders of the equity shares will be entitled to receive the remaining assets of the company, after distribution of all preferential amounts.		
1.3	Details of shares held by shareholders holding more than 5% of the aggregate shares in the company	Current Reporting Period	Previous Reporting Period
	Name of the shareholders	Number of shares (Percentage of Holding)	Number of shares (Percentage of Holding)
	Equity Shares		
	Md. Ali Azhar	12500 (50.00)	12500 (50.00)
	Md. Ali Asher Quadry	7500 (30.00)	7500 (30.00)
	Shakil Ahmed	5000 (20.00)	5000 (20.00)



Note #. 2 Reserve and surplus

2	Reserve and surplus	Current Reporting	Previous Reporting
	General Reserve	(4,690.03)	(4,180.48)
	Surplus / (Deficit) in Statement of Profit and Loss		
	Balance at the beginning of the year	-	-
	Add: Profit / (Loss) for the year	(715.56)	(509.55)
	Add: Amounts transferred from:		
	General reserve	-	-
	Other reserves (give details)	-	-
	Less: Transferred to:		
	General Reserve	-	-
	Others	-	-
	Balance at the end of the year	(715.56)	(509.55)
	Total	(5,405.59)	(4,690.03)

Note #. 3 Short Term Borrowings

3	Short Term Borrowings	Current Reporting Period	Previous Reporting Period
	Secured Loans		
	From Banks - Overdraft	-	-
	Unsecured Loan from		
	Others	37,900.00	16,010.00
	Related parties	18,966.82	19,500.00
	Total	56,866.82	35,510.00

Note #. 4 Other Current Liabilities

4	Other Current Liabilities	Current Reporting Period	Previous Reporting Period
	other liabilities	4,737.47	4,737.47
	Audit Fees Payable	20.00	390.00
	Total	4,757.47	5,127.47

Note #. 6 Cash and cash equivalents

6	Cash and cash equivalents	Current Reporting Period	Previous Reporting Period
	(a) Cash in hand	185.79	2,028.61
	(b) Cheques, drafts on hand	-	-
	(c) Balances with banks	-	-
	(i) In current accounts	1,449.09	15,540.34
	Total	1,634.88	17,568.95



Note #. 7 Short Term Loans and Advances

7	Short Term Loans and Advances	Current Reporting Period	Previous Reporting Period
	Loans and Advances		
	a) Unsecured Loans Considered good	3,200.00	3,000.00
	b) Inter Corporate Advances	-	-
	c) Others	-	-
	Total	3,200.00	3,000.00

Note #. 8 Other Income

8	Other Income	Current Reporting Period	Previous Reporting Period
	Interest Received	80.80	-
		-	-
	Total	80.80	-

Note #. 9 Employee Benefit Expenses

9	Employee Benefit Expenses	Current Reporting Period	Previous Reporting Period
	Staff Salary	450.00	200.00
	Employee Welfare Expenses	-	-
	Total	450.00	200.00

Note #. 10 Other Expenses:

10	Other Expenses:	Current Reporting Period	Previous Reporting Period
	Other Expenses:		
	Auditor Remuneration	75.00	75.00
	Electricity Charges	21.00	18.00
	Filing Fees	55.00	55.00
	Advertisement expenses	-	-
	Profession Tax	25.00	25.00
	Legal Expenses	60.00	20.00
	Printing & Stationery	17.60	10.50
	Trade Licence	22.50	22.50
	Preliminary expenses	-	-
	Bank Charges	9.56	17.17
	Donation & Subcrition	-	-
	Tea & Tiffin	18.50	26.20
	Travelling & Conveyance	34.20	31.70
	Rates & Taxes	-	-
	Total- Other Expenses	338.36	301.07




Note #. 11 Earnings per share

11	Earnings per share	Current Reporting Period	Previous Reporting Period
	Earnings per share (of 10/- each):		
	(a) Basic		
	(i) Continuing operations	(2.86)	(2.04)
	(b) Diluted		
	(i) Continuing operations	(2.86)	(2.04)

See accompanying notes to the financial statements
As per our attached report of even date

For Srivastava & Associates
Chartered Accountants
Firm's Registration Number 328467E


Ankush Srivastava
Proprietor
Membership No. 306422
Place: Kolkata
Date: 25.09.2022

NOTE 5 :- TANGIBLE ASSETS AND DEPRECIATION

As per Companies Act, 2013

Current Reporting Period

Gross Block	SI No.	Particulars	Opening Balance	Addition	Deletion	Closing Balance
		1	Land	-	-	-
	2	Buildings	-	-	-	-
	3	Plant & machinery	-	-	-	-
	4	Furniture & Fixture	168.00	-	-	168.00
		Total of Gross Block	168.00	-	-	168.00

Depreciation	SI No.	Particulars	Accumulated Opening Balance	During the Year	Adjustment	Accumulated Closing Balance
		1	Land	-	-	-
	2	Buildings	-	-	-	-
	3	Plant & machinery	-	-	-	-
	4	Furniture & Fixture	91.66	8.00	-	99.66
		Total of Depreciation	91.66	8.00	-	99.66

Net Block	SI No.	Particulars	As on 31st of March, 2021	Balance as on 31st March 2020
		1	Land	-
	2	Buildings	-	-
	3	Plant & machinery	-	-
	4	Furniture & Fixture	68.34	76.34
		Total of Net Block	68.34	76.34

See accompanying notes to the financial statements

As per our attached report of even date

For Srivastava & Associates

Chartered Accountants

Firm's Registration Number 328467E



Ankush Srivastava

Proprietor

Membership No. 306422

Place: Kolkata

Date: 25.09.2022

For and on behalf of the Board of Directors

Director

Director

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

Corporate Information

CONCRETE GREENS INFRASTRUCTURE PRIVATE LIMITED is a Private limited Company in India and incorporated under the provisions of the Companies Act, 2013.

Basis of Preparation

The Financial Statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these Financial Statements to comply in all material respects, with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, and the relevant provisions of the Companies Act, 2013. The Financial Statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year except for the change in accounting policy, if any explained below.

1. SIGNIFICANT ACCOUNTING POLICIES

1.1. Change in Accounting Policy

The financial statements are prepared under historical cost convention from the books of account maintained on an accrual basis and in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India.

1.2. Uses of Estimates

The preparation of the Financial Statements in conformity with Indian GAAP requires Management to make Judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosures relating to contingent assets and liabilities at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in material or immaterial adjustments to the carrying amounts of assets or liabilities in future periods.

1.3. Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The company has valued its revenue as per the Accounting Standard 8 issued by the Institute of Chartered Accountants of India.

1.5. Tangible Fixed Assets



The Company has not acquired any tangible assets during the period under audit, Further the company has not change in the accounting policies in relation to acquisition and recognizing as on 31st of March, 2022.

1.6 Investment

The company has been valued its investment at cost. During the year under the company has not made any provision for diminution in the value of shares.

1.8 Earning 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.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all diluting potential equity shares.

A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

1.15. Provisions, Contingent Liabilities & Contingent Assets

a. Provisions

A provision is recognized when the company has present obligations as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and reliable estimate can be made of amount of the obligation. Provisions are not discounted at their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

b. Contingent Liabilities

A Contingent liability is a possible obligation that arises from the past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is liability that cannot be recognized because it cannot be measured reliably. The company does not recognize any contingent liabilities.

