

**INDEPENDENT AUDITOR'S REPORT**

To

The Members of **M/s. FLYSBS AVIATION PRIVATE LIMITED****Report on the audit of the financial statements****Opinion**

We have audited the accompanying financial statements of **M/s. FLYSBS AVIATION PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss and Statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 March 31, 2022, 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 Companies 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**

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 management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual 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 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 SAs, 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, but 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 communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

## Report on other legal and regulatory requirements

As required by the Companies (Auditor's Report) Order, 2020 ("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 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) The company is exempt from reporting on matters with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls. This report does not include report relating to internal financial controls as required u/s 143(3)(i) pursuant to Notification No. GSR 583(E) dated 13.06.2017 issued by MCA.
- (g) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of Sec 197(16) of the Act as amended, I report that Section 197 is not applicable to a private company. Hence reporting as per Section 197(16) is not required
- (h) 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 my opinion and to the best of my information and according to the explanations given to me:
- The Company does not have any pending litigations which would impact its financial position.
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

As per my report of even date

Place: Chennai

Date: 30<sup>th</sup> September 2022

For KRMM and Associates

Chartered Accountants

Firm Registration No. 020764S



(CA Kotiswar Reddy)

Partner

Membership No. 245013

UDIN: 22245013BEJGQZ4445

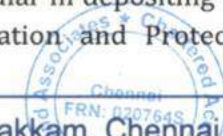




ANNEXURE "A" referred above of our Report of even date to the members of **M/S FLYSBS AVIATION PRIVATE LIMITED** on the accounts of the company for the year ended 31<sup>st</sup> March 2022.

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

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.  
  
(b) As explained to us, fixed assets have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. As informed to us, no material discrepancies were noticed on such verification.  
  
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company does not have any immovable property. Hence the requirement of maintaining title deeds in the name of the Company is not applicable.
2. This clause is not applicable to the company as there are no inventory in the company.
3. The Company has not granted interest free secured/unsecured loans to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under Section 189 of the Act.
4. There were no advances given to Directors and the group companies in which director of the company is a director; which are in accordance with Section 185 and Section 186 of the Companies Act 2013.
5. The Company has not received any deposits hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act. Accordingly, paragraph 3(v) of the order is not applicable.
7. (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is generally regular in depositing undisputed statutory dues including provident fund, Investor Education and Protection Fund,







Employee State Insurance, Income Tax, Goods and Service Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other material statutory dues, as applicable with the appropriate authorities.

(b) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax, Goods and Service Tax, Wealth Tax, Customs Duty, Excise Duty, Cess which are outstanding as at 31st March 2022 for the period of more than six months from the day they become payable.

(c) It was explained that there is no dues of Income Tax, Goods and Service Tax, Wealth Tax, Customs Duty, Excise Duty, Cess which are in dispute as on 31st March 2022.

8. The Company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
9. The Company did not raise any money by way of public issue or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.
10. 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.
11. The managerial remuneration in accordance with the provisions of section 197 is not applicable to Private Limited Company, Accordingly, paragraph 3 (xi) of the Order is not applicable.
12. 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.
13. 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 Section 177 and 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. 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 private placement of shares during the year.





15. 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 any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the Order is not applicable.
16. According to the information and explanation give to us, we are of the opinion the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly the provisions of clause 3(xvi) of the Order is not applicable.

As per my report of even date

Place: Chennai  
Date: 30<sup>th</sup> September 2022

For KRMM and Associates

Chartered Accountants

Firm Registration No. 020764S

(CA Kotiswar Reddy)

Partner

Membership No. 245013

UDIN: 22245013BEJGQZ4445





**FLYSBS AVIATION PRIVATE LIMITED**

**CIN : U62200TN2020PTC136959**

Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061

**Balance Sheet as at 31st March 2022**

(All amounts in Rupees, except share data and unless otherwise stated)

(Rs hundreds)

Particulars	Note No.	As at 31st March, 2022	As at 31st March, 2021
<b>LIABILITIES</b>			
<b>Shareholders Funds</b>			
Share Capital	1	200,000	200,000
Reserves and Surplus	2	246,455	153,310
<b>Non - Current Liabilities</b>			
Long Term Borrowings	3	273,851	244,163
Deferred tax liability		172	101
<b>Current Liabilities</b>			
Short Term Borrowings	4	-	-
Trade Payables	5	104,936	7,642
Short Term Provisions	6	83,635	52,378
Other Current liabilities	7	82,325	28,056
<b>TOTAL</b>		<b>991,372</b>	<b>685,650</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property Plant and Equipment			
(a)Tangible assets	8	8,653	9,781
Long Term Loan & Advances	9	411,505	320,588
<b>Current Assets</b>			
Trade receivables	10	408,168	200,395
Cash and cash equivalents	11	3,623	2,283
Short Term Loans and Advances & Provisions	12	-	-
Other Current Asset	13	100,923	74,603
<b>Miscellaneous Expenditure</b>			
Pre-Operative Expenses		58,500	78,000
<b>TOTAL</b>		<b>991,372</b>	<b>685,650</b>

Significant Accounting Policies

A

Notes forming part of accounts

1-21


As per our report of even date attached

**For KRMM and Associates**

**For and on Behalf of the Board**

Chartered Accountants

Firm Regd No: 020764S

  
CA Kotiswar Reddy

Partner

Mem No: 245013

UDIN: 22245013BEJGQZ4445

Place: Chennai

Date: 30-09-2022



  
Deepak  
Parasuraman  
DIN: 00699855  
Director

  
Kannan  
Ramakrishnan  
DIN: 08202306  
Director



**FLYSBS AVIATION PRIVATE LIMITED**

**CIN : U62200TN2020PTC136959**

**Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061**

**Profit or Loss for the year ended 31st March 2022**

(All amounts in Rupees, except share data and unless otherwise stated)

**(Rs hundreds)**

Particulars	Note No.	For the year ended 31st March 2022	For the year ended 31st March 2021
<b>INCOME</b>			
Revenue from operations	14	2,723,729	1,594,879
Other Income	15	37,843	-
		<b>2,761,571</b>	<b>1,594,879</b>
<b>EXPENDITURE</b>			
Direct Costs	16	2,497,652	1,336,980
Employee benefit expenses	17	13,221	9,077
Finance costs	18	30,239	525
Depreciation and amortisation expenses	8	1,128	358
Other expenses	19	94,860	42,151
		<b>2,637,100</b>	<b>1,389,090</b>
<b>Profit Before Tax</b>		<b>124,472</b>	<b>205,789</b>
<b>Tax Expenses</b>			
(1) Current tax		31,257	52,378
(2) Deferred tax		70	101
<b>Profit for the Period</b>		<b>93,145</b>	<b>153,310</b>
<b>Earnings Per Equity Share:</b>			
Basic [nominal value of share Rs 10]		0.05	0.12
Diluted [nominal value of share Rs 10]		0.05	0.12
No. of Equity Shares used in Computing EPS		2,000,000	1,298,630

Significant accounting policies

**A**

Notes forming part of accounts

1-21

As per our report of even date attached

**For KRMM and Associates**

**For and on Behalf of the Board**

Chartered Accountants

Firm Regd No: 020764S

*Kotiswar Reddy*

**CA Kotiswar Reddy**

**Partner**

**Mem No: 245013**

**UDIN: 22245013BEJGQZ4445**

**Place: Chennai**

**Date: 30-09-2022**



*Deepak Parasuraman*

**Deepak**

**Parasuraman**

**DIN: 00699855**

**Director**

*Kannan Ramakrishnan*

**Kannan**

**Ramakrishnan**

**DIN: 08202306**

**Director**

**FLYSBS AVIATION PRIVATE LIMITED**

**CIN : U62200TN2020PTC136959**

**Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road, Nanganallur, Chennai - 600061**

**Cash flow Statement for the Year Ended 31st March 2022**

**(Rs hundreds)**

Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
<b>A. Cash Flow From Operating Activity</b>		
Net Profit before Tax	124,472	205,789
<u>Adjustment For :</u>		
Depreciation	1,128	358
<b>Cash Flow before adjustment for working capital changes</b>	<b>125,600</b>	<b>206,147</b>
<b>Adjustment For Working Capital changes:</b>		
Trade Receivables	(207,774)	(200,395)
Other Current Assets	(26,320)	(152,603)
Long Term Loans & Advances	(90,917)	(320,588)
Trade Payables	97,294	7,642
Pre-Operative Expenses	19,500	-
Other Current Liabilities	54,269	28,056
<b>Cash Flow from Operations</b>	<b>(28,349)</b>	<b>(431,741)</b>
Income Tax Paid		
<b>Cash Flow Before Extra Ordinary Item</b>	<b>(28,349)</b>	<b>(431,741)</b>
Extra ordinary Item		
<b>Net Cash Flow From Operating Activity (A)</b>	<b>(28,349)</b>	<b>(431,741)</b>
<b>B. Cash Flow From Investment Activity</b>		
Purchase of Fixed Assets	-	(10,139)
<b>Net Cash Flow from Investing Activity (B)</b>	<b>-</b>	<b>(10,139)</b>
<b>C. Cash Flow from Financing Activity</b>		
Issue of Shares	-	200,000
Long Term Borrowings	29,688	244,163
Short Term Borrowings	-	-
<b>Net Cash Flow from Financing Activity (C)</b>	<b>29,688</b>	<b>444,163</b>
<b>Net Increase /(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>1,339</b>	<b>2,283</b>
<b>Cash and Cash Equivalents at the beginning of the Period</b>	<b>2,283</b>	<b>-</b>
<b>Cash and Cash Equivalents at the end of the Period</b>	<b>3,623</b>	<b>2,283</b>

As per our report of even date attached

**For KRMM and Associates**

Chartered Accountants

Firm Regd No: 020764S

*Potuswari Reddy*

**CA Kotiswar Reddy**

**Partner**

**Mem No: 245013**

**UDIN: 22245013BEJGQZ4445**

**Place: Chennai**

**Date: 30-09-2022**



*Deepak*

**Parasuraman**

**DIN: 00699855**

**Director**

**For and on Behalf of the Board**

*Kannan Ramakrishnan*

**Kannan**

**Ramakrishnan**

**DIN: 08202306**

**Director**



**FLYSBS AVIATION PRIVATE LIMITED**

**CIN : U62200TN2020PTC136959**

**Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061**

**Notes Forming Part of Financial Statements As at 31st March 2022**

**(Rs hundreds)**

Particulars	As at 31st March 2022	As at 31st March 2021
<b>NOTE 1</b>		
<b>SHARE CAPITAL</b>		
<b>Authorised Share Capital</b>		
20,00,000 Equity Shares of Re. 10/- each	200,000	200,000
<b>Issued, Subscribed &amp; Paid- up Share Capital</b>		
20,00,000 Equity Shares of Re. 10/- each	200,000	200,000

**Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

Equity Shares	As at 31st March 2022		As at 31st March 2021	
	No.of Shares	Amt (Rs.)	No.of Shares	Amt (Rs.)
At the Beginning of the period	2,000,000	200,000	-	-
Issued during the period		-	2,000,000	200,000
<b>Outstanding at the end of the period</b>	<b>2,000,000</b>	<b>200,000</b>	<b>2,000,000</b>	<b>200,000</b>

**Terms/Rights attached to the Equity Shares**

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

**Details of Shareholders**

Equity Shares of Re 10/- each fully paid-up	As at 31st March 2022		As at 31st March 2021	
	% holding in the class	No. of Shares	% holding in the class	No. of Shares
Deepak Parasuraman	40%	800,000	50%	1,000,000
M/s.Shreshtha Business Solutions LLP	40%	800,000	50%	1,000,000
Annamalai T	20%	400,000	0%	-
<b>Total</b>	<b>100%</b>	<b>2,000,000</b>	<b>100%</b>	<b>2,000,000</b>

**Details of Promotor shareholding**

Equity Shares of Rs 10/- each fully paid-up	As at 31st March 2022		% Changes during the year 2021-22
	No. of Shares	% of holding	
Deepak Parasuraman	800,000	40.00%	-10%
M/s.Shreshtha Business Solutions LLP	800,000	40.00%	-10%
Annamalai T	400,000	20.00%	20%
<b>Total</b>	<b>2,000,000</b>	<b>100.00%</b>	



**FLYSBS AVIATION PRIVATE LIMITED**

**CIN : U62200TN2020PTC136959**

**Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061**

**Notes Forming Part of Financial Statements As at 31st March 2022**

**(Rs hundreds)**

Particulars		As at 31st March 2022	As at 31st March 2021		
<b>LIABILITIES</b>					
<b>Note 2: Reserves and Surplus</b>					
<b>Surplus in Statement of Profit &amp; Loss</b>					
Opening balance		153,310	-		
Profit/ (loss) for the year		93,145	153,310		
<b>Closing balance</b>		<b>246,455</b>	<b>153,310</b>		
<b>Note 3: Long Term Borrowings</b>					
Secured Loans					
15% Compulsory Convertible Debentures		116,753	50,003		
Yes Bank Car Loan		7,905	9,235		
Unsecured Loans					
From Related Party		149,194	184,925		
From Others		-	-		
Issued <del>8,900</del> fully and compulsorily convertible debentures (CCD) of Rs.750 each. The interest is payable half yearly @15% PA. CCDs will be converted into equity shares after 36 months from the date of Issuance.					
<b>Total</b>		<b>273,851</b>	<b>244,163</b>		
<b>Note 4: Short Term Borrowings</b>					
From Others		-	-		
<b>Total</b>		<b>-</b>	<b>-</b>		
<b>Note 5: Trade Payable</b>					
Creditors for Expenses					
Total outstanding dues of micro enterprises and small enterprises		-	-		
Other than MSME		104,936	7,642		
<b>Total</b>		<b>104,936</b>	<b>7,642</b>		
<b>Trade payables due for payment</b>					
<b>Particulars</b>	<b>As at March 31, 2022</b>				
	<b>Outstanding for following periods from due date of payment</b>				
	<b>Less than 1 year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	<b>Total</b>
(i) MSME	-	-	-	-	-
(ii) Others	1,04,936	-	-	-	1,04,936
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
<b>Total</b>	<b>1,04,936</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,04,936</b>
<b>Particulars</b>	<b>As at March 31, 2021</b>				
	<b>Outstanding for following periods from due date of payment</b>				
	<b>Less than 1 year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	<b>Total</b>
(i) MSME	-	-	-	-	-
(ii) Others	7,642	-	-	-	7,642





**FLYSBS AVIATION PRIVATE LIMITED**

**CIN : U62200TN2020PTC136959**

**Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061**

**Notes Forming Part of Financial Statements As at 31st March 2022**

**(Rs hundreds)**

Rs hundreds

Particulars			As at 31st March 2022		As at 31st March 2021	
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	7,642	-	-	-	-	7,642
Note 6: Short Term Provisions						
Provision for Tax			83,635		52,378	
Total			83,635		52,378	
Note 7: Other Current Liabilities						
Expenses payable			15,495		1,390	
Debenture Interest Payable			5,063		-	
Statutory Dues Payable - TDS			61,766		26,653	
Others			-		12	
Total			82,325		28,056	
ASSETS						
Note 9: Long Term Loan & Advances						
Security Deposit						
Deposit Towards Aircraft			411,505		320,588	
Total			411,505		320,588	
Note 10: Trade Receivables						
Unsecured, Considered Good						
Trade receivables outstanding for a period exceeding six months from the date they were due for payment						
Others Trade Receivables			408,168		200,395	
Total			408,168		200,395	
Trade Receivables ageing schedule						
Particulars	As at 31st March 2022					
	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables						
Considered good	4,08,168	-	-	-	-	4,08,168
Considered doubtful	-	-	-	-	-	-
Disputed Trade receivables						
Considered good	-	-	-	-	-	-
Considered doubtful	-	-	-	-	-	-
Total	4,08,168	-	-	-	-	4,08,168
Particulars	As at 31st March 2021					
	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables						
Considered good	2,00,395	-	-	-	-	2,00,395
Considered doubtful	-	-	-	-	-	-
Disputed Trade receivables						



**FLYSBS AVIATION PRIVATE LIMITED**

**CIN : U62200TN2020PTC136959**

**Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061**

**Notes Forming Part of Financial Statements As at 31st March 2022**

**(Rs hundreds)**

Particulars		As at 31st March 2022				As at 31st March 2021	
Considered good	-	-	-	-	-	-	-
Considered doubtful	-	-	-	-	-	-	-
<b>Total</b>	<b>2,00,395</b>	-	-	-	-	<b>2,00,395</b>	
<b><u>Note 11: Cash and Cash Equivalents</u></b>							
Cash on Hand		72				216	
Balance with Banks		3,550				2,067	
<b>Total</b>		<b>3,623</b>				<b>2,283</b>	
<b><u>Note 13: Other Current Assets</u></b>							
Balance with Government Authorities		73,238				25,781	
Advances to Vendors		27,536				27,159	
TDS Receivables		-				21,662	
Other Advances		150				-	
<b>Total</b>		<b>100,923</b>				<b>74,603</b>	





**FLYSBS AVIATION PRIVATE LIMITED**

**Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061**

**Note - 8 : Property Plant and Equipment**

**(Rs hundreds)**

Particulars	Gross Block				Depreciation				Net Block	
	Cost as on 01.04.2021	Additions	Deletion	Cost as on 31.12.2021	Up to 31.03.2021	For the Year	Deletion	Up to 31.03.2022	As on 31.03.2022	As on 31.03.2021
Land	-	-	-	-	-	-	-	-	-	-
Building	-	-	-	-	-	-	-	-	-	-
Plant & Equipment	-	-	-	-	-	-	-	-	-	-
Office Equipments	1,139	-	-	1,139	84	228	-	312	827	1,055
Vehicles	9,000	-	-	9,000	274	900	-	1,174	7,826	8,726
Computer	-	-	-	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>10,139</b>	<b>-</b>	<b>-</b>	<b>10,139</b>	<b>358</b>	<b>1,128</b>	<b>-</b>	<b>1,486</b>	<b>8,653</b>	<b>9,781</b>
<b>LAST YEAR</b>	<b>-</b>	<b>10,139</b>	<b>-</b>	<b>10,139</b>	<b>-</b>	<b>358</b>	<b>-</b>	<b>358</b>	<b>9,781</b>	<b>-</b>



<b>FLYSBS AVIATION PRIVATE LIMITED</b> <b>CIN : U62200TN2020PTC136959</b> <b>Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061</b>		
<b>Notes Forming Part of Financial Statements As at 31st March 2022</b> <b>(Rs hundreds)</b>		
<b>Particulars</b>	<b>For the year ended 31st March 2022</b>	<b>For the year ended 31st March 2021</b>
<b>Note 14: Revenue from Operation</b>		
Aircraft Charter Fees (Exclusive Charter)	1,992,706	1,414,227
Aircraft Charter Fees (Adhoc Charters)	547,993	180,652
Aircraft Handling Charges(S)	83,030	-
Aircraft Subscription Charges	100,000	-
<b>Total</b>	<b>2,723,729</b>	<b>1,594,879</b>
<b>Note 15: Other Income</b>		
Commission Charges	1,695	-
Scrap Sales	36,148	-
<b>Total</b>	<b>37,843</b>	<b>-</b>
<b>NOTE 16: Direct Costs</b>		
Aircraft Lease Charges	2,114,017	1,153,053
Crew Hotel Charges	33,998	27,753
Crew Transport Charges	37,524	697
Guest Food & Beverages	-	4,400
Aircraft Handling Charges	298,946	149,372
Guest Stationery, Consumables & Elements	12,850	1,706
Flight Catering Exp	216	-
Other Aircraft Charges	100	-
<b>Total</b>	<b>2,497,652</b>	<b>1,336,980</b>
<b>NOTE 17: Employee Benefit Expenses</b>		
Salaries and wages	11,777	8,880
Staff Welfare	1,445	197
<b>Total</b>	<b>13,221</b>	<b>9,077</b>
<b>NOTE 18: Finance Cost</b>		
Bank Charges	782	295
Processing Fees	74	230
Interest on 15% CCD	18,103	-
Interest on Car Loan	1,205	-
Interest on Loan	10,075	-
<b>Total</b>	<b>30,239</b>	<b>525</b>





**FLYSBS AVIATION PRIVATE LIMITED**

**CIN : U62200TN2020PTC136959**

**Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061**

**Notes Forming Part of Financial Statements As at 31st March 2022**

**(Rs hundreds)**

<b>Particulars</b>	<b>For the year ended 31st March 2022</b>	<b>For the year ended 31st March 2021</b>
<b>NOTE 19: Other Expenses</b>		
Business Promotion Expenses	1,864	12,888
Pre-Operative Expenses	19,500	19,500
Car Fuel Expenses	3,381	1,084
Car Maintenance Expenses	341	180
Donation	-	1,230
Consumables	-	353
Company Incorporation Expenses	-	250
Digital Marketing	19	-
Postage & Courier	-	135
Parking Fees	-	39
Printing & Stationary	1,041	738
Rates & Taxes	2,383	5,672
Sundry Expenses	43	77
Rounding Off	0	0
Telephone Charges	99	5
Website, Design & Email Costs	93	-
Office Expenses	1,071	-
Car Insurance	155	-
Internet Charges & Telephone Expenses	38	-
Late Fees on GST	17	-
Professional Fees	62,696	-
Software Subscription	61	-
Power & Fuel	1,836	-
Preliminary Expenses	222	-
<b>Total</b>	<b>94,860</b>	<b>42,151</b>

**Note 20: Calculation of Basic & Diluted EPS**

<b>Particulars</b>	<b>For the year ended 31st March 2022</b>	<b>For the year ended 31st March 2021</b>
Net Profit /(Loss) attributable to Equity Shareholders (A) (In Rs.)	93,145	153,310
Weighted average number of equity shares outstanding during the period (B) (In Nos.)	2,000,000	1,298,630
<b>Basic &amp; Diluted EPS (A/B)</b>	<b>0</b>	<b>0</b>



**FLYSBS AVIATION PRIVATE LIMITED**

Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road, Nanganallur, Chennai - 600061

**21. Notes forming part of Financial Statements for the year ended 31-03-2022**

**a) Related Party Transactions**

*(in hundreds)*

**A List of Related Parties during the year :**

Nature of Relationship	Name of the Party
Key Managerial Personnel	Deepak Parasuraman - Director Kannan Ramakrishnar - Director
Entities having common control	Shreshtha Business Solutions LLP

**B Summary of transactions during the year with related parties entered into on commercial basis in the interest of the company and approved by the Board, and status of outstanding balances as on 31st March 2021 is as follows:**

i)	Transactions during the year	FY 2021-22	FY 2020-21
S.No	Nature of transaction	Key Managerial Personnel	Key Managerial Personnel
1	Issue of Share Capital		
	- Deepak Parasuraman	(20,000)	100,000
	- Shreshtha Business Solutions LLP	(20,000)	100,000
	- Annamalai T	40,000	-
2	Unsecured Loans Received		
	- Deepak Parasuraman	91,000	50,000
	- Kannan Ramakrishnan	240,600	134,925
3	Unsecured Loans Repaid		
	- Deepak Parasuraman	98,535	-
	- Kannan Ramakrishnan	268,797	-
4	Managerial Remuneration		
	- Deepak Parasuraman	-	3,000

**ii. Balances outstanding as on 31.03.2022**

1	Loans		
	- Deepak Parasuraman	42,465	50,000
	- Kannan Ramakrishnan	106,728	134,925
2	Share capital held		
	- Deepak Parasuraman	80,000	100,000
	- Shreshtha Business Solutions LLP	80,000	100,000
	- Annamalai T	40,000	-





**FLYSBS AVIATION PRIVATE LIMITED**

Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road, Nanganallur, Chennai - 600061

(Rs hundreds)

**21. Notes forming part of Financial Statements for the year ended 31-03-2022**

**b) Contingent Liabilities:**

There are no Contingent liabilities as on 31.03.2022

**c) Previous year figures:**

Figures for the previous year have been re-classified / re-arranged / re-grouped, wherever necessary to conform to current year classification as per the requirement of Revised Schedule III to the Companies Act, 2013.

**d) Ratio Analysis**

S No.	Type of Ratio	Formula	FY22	FY21	Unit
1	Current Ratio	Current Assets / Current Liabilities	1.89	3.15	Times
2	Quick Ratio	Quick Assets / Current Liabilities	1.89	3.15	Times
3	Debt Equity Ratio	Total Debts / Total Shareholder's Equity	0.61	0.69	Times
4	Debt Service Coverage Ratio	Earning available for Debt Services / Interest + Installments	0.71	16.64	Times
5	Return on Equity Ratio	Net Income / Total Shareholder's Equity	0.21	0.43	Times
6	Trade Receivables Turnover Ratio	Net sales / Average accounts receivables	9.08	15.92	Times
7	Trade Payables Turnover Ratio	Net Purchases plus Operating Expenses / Average accounts payable	46.29	363.33	Times
8	Net Capital Turnover Ratio	Net annual sales / Net Asset	11.03	8.02	Times
9	Inventory Turnover Ratio	Cost of Goods / Average Inventory	NA	NA	
10	Net Profit Ratio	Profit after tax / Net Sales * 100	3.37	9.61	%
11	Return On Capital Employed	EBIT / Capital Employed * 100	17.28	34.44	%
12	Return on Investment	Profit after tax / Share Capital * 100	46.57	76.65	%

**e) Significant Changes in Key Financial Ratios**

Details of significant changes in Key Financial Ratios of the Company including explanations thereof are given below:

S No	Key Financial Ratio	Financial Year		% Change in Key Financial Ratios	Explanation
		2021-22	2020-21		
1	Current Ratio	1.89 Times	3.15 Times	-39.88%	Due to increase in Borrowings which was used for expansion and working capital
2	Quick Ratio	1.89 Times	3.15 Times	-39.88%	Due to increase in Borrowings which was used for expansion and working capital
3	Debt Equity Ratio	0.61 Times	0.69 Times	-11.24%	Due to increase in Borrowings which was used for expansion and working capital
4	Debt Service Coverage Ratio	0.71 Times	16.64 Times	-95.72%	Due to increase in Borrowings which was used for expansion and working capital
5	Return on Equity Ratio	0.21 Times	0.43 Times	-51.92%	Due to increase in Borrowings which was used for expansion and working capital
6	Trade Receivables Turnover Ratio	9.08 Times	15.92 Times	-42.98%	Due to increase in Borrowings which was used for expansion and working capital
7	Trade Payables Turnover Ratio	46.29 Days	363.33 Days	-87.26%	Due to increase in Borrowings which was used for expansion and working capital
8	Net Capital Turnover Ratio	11.03 Times	8.02 Times	37.56%	Various effective measures taken by Management to increase the Sales
9	Inventory Turnover Ratio	NA	NA	NA	
10	Net Profit Ratio	3.37 %	9.61 %	-64.91%	Due to increase in Borrowings which was used for expansion and working capital
11	Return On Capital Employed	17.28 %	34.44 %	-49.83%	Due to increase in Borrowings which was used for expansion and working capital



12	Return on Investment	46.57 %	76.65 %	-39.24%	Due to increase in Borrowings which was used for expansion and working capital
----	----------------------	---------	---------	---------	--

**f) Other Disclosure Requirements:**

- i) The Company is not declared as wilful defaulter by the bank or any financial institution.
- ii) There is no relationship with any company struck-off by Registrar of Companies.
- iii) The Company does not have any crypto assets as on 31st March 2022.

**For KRMM and Associates**

Chartered Accountants

Firm Regd No: 020764S

*Kotiswar Reddy*

CA Kotiswar Reddy

Partner

Mem No: 245013

UDIN: 22245013BEJGQZ4445

Place: Chennai

Date: 30-09-2022



**For and on Behalf of the Board**

*Deepak Parasuraman*

Deepak

Parasuraman

DIN: 00699855

Director

*Kannan Ramakrishnan*

Kannan

Ramakrishnan

DIN: 08202306

Director



**M/s. FLYSBS AVIATION PRIVATE LIMITED**  
**Notes to Financial Statements for the year ended 31<sup>st</sup> March 2022**

**A. SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Preparation of Accounts (AS-1)**

The financial statements are prepared under historical cost convention, on accrual basis and in accordance with the accounting principles generally accepted in India and comply with mandatory Accounting Standards notified by the Central Government of India under the Companies (Accounting Standards) Rules, 2006 and with relevant provisions of the Companies Act 2013.

**Use of Estimates**

The preparation of the financial statements are in conformity with the generally accepted accounting principles requiring the management to make estimates and assumptions 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 year. The estimates and assumptions used in the accompanying financial statements are based upon the management's evaluations of the relevant facts and circumstances as of the date of the financial statements. The actual results could differ from these estimates

**Valuation of Inventories (AS-2)**

Not applicable as there are no inventory.

**Cash Flow Statements (AS-3)**

The Cash Flow Statement is prepared under Indirect Method and as prescribed by Accounting Standard-3. Cash and Cash Equivalents comprise of Cash in Hand, Cheques in Hand, Current and Other Accounts (including Fixed Deposits) held with Banks.

**Events occurring after the Balance Sheet Date (AS-4)**

Events occurring after the balance sheet date, which provide additional evidences in estimation of amounts relating to conditions that existed on the balance sheet date, are adjusted for in the financial statements.



### **Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies (AS-5)**

- **Net Profit for the Period**

All the items of income and expenses in the period are included in the determination of Net Profit/Loss for the period, unless specifically mentioned elsewhere in the Financial Statements or is required by an Accounting Standard.

- **Prior Period Items**

Income / Expenditure are disclosed in Prior Period Adjustments only when the value exceeds Rs. 100,000 in each case

- **Extra Ordinary Items**

Extraordinary items are the transactions, which have not occurred as a part of the company's normal business and the same are accounted for in the manner laid down in AS – 5. Extraordinary items, if any are disclosed separately in accordance with Accounting Standard – 5.

### **Revenue Recognition (AS-9)**

Revenue from Chartering Services is recognized in accordance with the terms of contract or agreement signed with the customer.

### **Property, Plant and Equipment (AS-10)**

Fixed Assets are stated at Cost, net of Accumulated Depreciation. The Cost Comprises of Purchase Price and directly attributable cost of bringing the asset to its working condition for intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequently expenditure relating to an item of Fixed Asset is added to the Book Value only if it increases the future benefits from the existing assets beyond its previously assessed standard of performance. All other expenses on Fixed Assets, including day-to-day Repairs and Maintenance Expenditure and cost of replacing parts, are charged to the Statement of Profit and loss for the period during which such expenses are incurred.

Depreciation has been provided on fixed assets based on the useful life prescribed under Schedule II to the Companies Act 2013, on Straight Line Method (SLM), except for Demo Cars and Plant and Machinery which are depreciated based on a useful life of 10 years.



Depreciation is charged on pro-rata basis for assets purchased / sold during the year. Assets individually costing Rs. 5,000 or less are fully depreciated in the year of purchase.

#### **Accounting for Effects on Changes in Foreign Exchange Rates (AS-11)**

Foreign Currency transactions are recorded in the reporting currency (Indian Rupee) by applying the exchange rates between the reporting currency and the foreign currency at the date of transaction. Foreign Currency Monetary items are reported using the closing rate. Non-Monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction. Exchange differences arising on the settlement of monetary items or on reporting Company's monetary items at rates different from those at which they were initially recorded during the year or reported in the previous financial statements are recognized as income or expense in the year in which they arise.

#### **Accounting for Investments (AS-13)**

There are no investments made by the company.

#### **Retirement Benefits for Employees (AS-15)**

##### **Accounting for Employee Benefits**

- **Short term Employee Benefits**

Short term Employee Benefits such as Incentive is expected to be paid in exchange of the services rendered by the employees is recognized during the period when the employee renders the service.

- **Provident Fund:**

Provident fund is a defined contribution scheme as the company pays fixed contribution at pre determined rates. The obligation of the Company is limited to such fixed contribution. The contributions are charged to Profit & Loss Account.

- **Gratuity:**

The company provides for gratuity in line with the Payment of Gratuity Act, 1972 as at the balance sheet date. Liabilities with regard to gratuity are determined by actuarial valuation provided by a registered actuary as at the Balance sheet date.

- **Leave Encashment:**

The company provides for Leave Encashment, a defined benefit retirement plan covering all the employees.

### **Borrowing Costs (AS-16)**

Borrowing Costs attributable to acquisition and construction of assets are capitalized as part of the cost of such asset up to the date when such asset is ready for its intended use. Other Borrowing Costs are treated as Revenue Expenditure

### **Related Party Disclosure (AS-18)**

The Related Party transaction have been classified under the heads Holding company, Ultimate holding company, Key Management Personnel, and Entities over which Key Management Personnel and/or their relatives are able to exercise significant influence.

### **Accounting for Leases (AS-19)**

- Finance Lease Payments are apportioned between Finance Charges and reduction of lease liability as per the relevant agreements.
- Operating Lease payments are recognized in the Statement of Profit and Loss over the Lease term.

### **Earnings Per Share (AS-20)**

- Basic Earnings Per Share has been computed with reference to Weighted Average Number of Shares outstanding at Monthly rests
- Diluted Earnings Per Share has been computed based on the basic earnings adjusted for all dilutive potential equity shares

### **Tax Expense (AS-22)**

Tax expense comprises of current and deferred. Current income tax is measured as the amount expected to be paid to the tax authorities in accordance with the Indian Income tax Act, 1961. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred Tax is measured based on the Tax Laws and rates that have been enacted or substantively enacted at the Balance Sheet Date. Deferred Tax Assets are recognized on brought forward unabsorbed depreciation and brought forward losses only if there is a virtual certainty supported by convincing evidence that such deferred tax assets can be realized against future taxable profits. Deferred Tax Asset of earlier years is reassessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which, such deferred tax assets can be realized.



Current Tax Assets and Current Tax Liabilities are offset when there's a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis. Deferred Tax Asset and Deferred Tax Liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where deferred tax assets and deferred tax liabilities relate to taxes on income levied by same governing taxation laws.

Minimum Alternate Tax Credit recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each balance sheet date and the carrying amount of MAT Credit asset is written down to the extent there is no longer convincing evidence to the effect that the company will pay normal income tax during the specified period.

### **Impairment of Assets (AS-28)**

At each Balance Sheet date, the management reviews the carrying amounts of its assets to determine where there is any indication that those assets were impaired. An Asset is treated as Impaired when the carrying cost of the asset exceeds its recoverable value. An Impairment loss is charged to the Profit and Loss Account in the year in which the asset is identified as impaired, unless the asset is carried at revalued amount, in which case any impairment loss of a revalued asset is treated as a decrease in Revaluation Reserve.

The Impairment Loss recognized in prior accounting periods is reversed if there has been an increase in the estimate of recoverable value.

### **Provisions and Contingent Liabilities (AS-29)**

- **Provisions:**

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reasonable estimate can be made. Provisions are not discounted to its present value and are determined based on management estimate to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

- **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 be settle the obligation. The company does not recognize a contingent liability but

discloses its existence in the financial statement unless the possibility of an outflow is remote.

### **General**

The Company has complied with the Accounting Standards wherever applicable to the Company. The Compliance meets the requirements of Section 133 of the Companies Act, 2013.

Figures for the previous year have been re-classified / re-arranged / re-grouped, wherever necessary to conform to current year classification as per the requirement of Revised Schedule III to the Companies Act, 2013.

**For & on Behalf of the Board**



**Deepak Parasuraman**  
Director  
DIN: 00699855



**Kannan Ramakrishnan**  
Director  
DIN: 08202306

**As per the report of even date**

**For KRMM and Associates,  
Chartered Accountants,  
FRN: 020764S**



**CA Kotiswar Reddy**  
Partner  
M.No. 245013  
UDIN: 22245013BEJGQZ4445



**Place: Chennai**

**Date: 30<sup>th</sup> September 2022**