



**VASG & ASSOCIATES**  
Chartered Accountants

# 503/A, 5th Floor, Kubera Towers,  
Narayanaguda, Hyderabad - 500 029.  
Ph : 040-66849660  
E-mail : info@vasg-ca.com  
vasgassociates@gmail.com

## INDEPENDENT AUDITORS' REPORT

To  
The Members of Straton Business Solutions Private Limited  
Hyderabad.

### Report on the Financial Statements

We have audited the accompanying financial statements of **Straton Business Solutions Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2025, the Statement of Profit and Loss and the 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.

### 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 Indian Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, its Profit and its cash flows for the year ended on that date.

### Basis of Opinion

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

### Other Information

The Company's Management and the 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 auditors' report thereon.



Branch Office : A24, Geetha Tower, 4th Floor, Outer Ring Road, Near Skoda Showroom, B. Narayanapura,  
Mahadevapura, Bangalore - 560016, Ph : 9441994645 / 9494742926. E-mail : info.blr@vasg-ca.com

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 in the 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.

### **Responsibilities of Management and Those Charged with Governance 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, 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, as amended.

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 statements 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.



## 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 skepticism throughout the audit. We also:

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



We 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

1. 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 1** statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

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

(b) the Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income and the Statement of Cash Flows dealt with by this report are in agreement with the books of account;

(c) in our opinion, the aforesaid financial statements comply 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 Companies (Indian Accounting Standard) Rules, 2015, as amended;

(d) on the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164 (2) of the Act;

(e) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in '**Annexure 2**';

(f) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and



to the best of our information and according to the explanations given to us, the Company has not paid any remuneration to its directors during the year.

(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 pending litigations as at 31st March 2025 which would impact the financial position;

ii. The Company has not entered into any long-term contracts including derivative contracts requiring provision under the applicable law or accounting standards, for material foreseeable losses; and

iii. On the basis of information and explanations given to us and on our audit of books of account, there are no dues, required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement



- v. Based on our examination, which included test checks, the company has used accounting software for maintaining its books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

For **VASG & ASSOCIATES**  
Chartered Accountants  
Firm Reg. No.006070S

*A. Viswanatha Rao*  
**(A. Viswanatha Rao)**  
Partner

M.No:029597  
UDIN : 25029597BMIXLS8083  
Place: Hyderabad  
Date: 28-05-2025

**"ANNEXURE-1" TO THE INDEPENDENT AUDITORS' REPORT**

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2025:

Sl. No	CARO Ref No.	Auditors Report
1	3 (i)	<b>Fixed Assets</b>
	3(i)(a)(A)	The Company has maintained proper records showing full particulars, including quantitative details and situation of its property, plant and Equipment.
	3(i)(a)(B)	The Company has not capitalized any intangible assets in the books of the Company and accordingly, the requirement to report on clause 3(i)(a)(B) of the Order is not applicable to the Company
	3(i)(b)	The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the book records and the physical fixed assets have been noticed.
	3(i)(c)	The title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in note 1 to the financial statements are held in the name of the Company.
	3(i)(d)	The Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended March 31, 2025
	3(i)(e)	According to information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
2	3 (ii)	<b>Inventories</b>
	3(ii)(a)	The management has conducted physical verification of inventory [including inventory lying with third parties] at reasonable intervals during the year. In our opinion the coverage and the procedure of such verification by the management is appropriate. No Discrepancies were noticed on such physical verification.
	3(ii)(b)	The Company has not been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
3	3(iii)	<b>Loans given by the Company</b>
		The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3(iii)(a)to(f) of the Order are not applicable to the Company and hence not commented upon.



4	3(iv)	<b>Compliance of Section 185 of the Companies Act 2013: Loan to directors, etc</b>  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 Companies Act, 2013 in respect of loans, investments, guarantees, and security.
5	3(v)	<b>Acceptance of Deposits</b>  The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
6	3(vi)	<b>Maintenance of Cost Records</b>  As informed to us, Maintenance of Cost Records specified by the Central Government under sub-section (1) of Section 148 of the Act, is not applicable to the company in respect of the activities carried on by the company.
7	3(vii)	<b>Deposit of Statutory dues</b>  3(vii)(a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, The Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues, as applicable, with the appropriate authorities.  According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees state insurance, income tax, sales tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess, professional tax and other material statutory dues were in arrears as at 31 March 2025 for a period of more than six months from the date they became payable.  3(vii)(b) There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, customs duty, excise duty, value added tax, cess, and other statutory dues which have not been deposited on account of any dispute
8	3(viii)	<b>Unrecorded Income</b>  According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in tax assessments under the Income tax Act, 1961 as income during the year.
9	3(ix)	<b>Defaults in repayment of loans to Banks and Financial Institutions</b>  3(ix)(a) In our opinion and according to the information and explanations given to us, the Company has not obtained any term loans from banks or financial institutions. The Company has not defaulted in payments to Debenture Holders.  3(ix)(b) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.



	3(ix)(c)	According to the information and explanations given to us by the management, the Company has not obtained any term loans. Accordingly, clause 3 (ix) (c) of the Order is not applicable.
	3(ix)(d)	According to the information and explanation given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short term basis have been utilised for long term purposes. Accordingly, clause 3(ix)(d) of the Order is not applicable.
	3(ix)(e)	According to the information and explanation given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.
	3(ix)(f)	According to the information and explanation given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.
10	3(x)	<b>IPO / FPO/ Term loans</b>
	3(x)(a)	Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (x)(a) of the Order are not applicable to the Company and hence not commented upon.
	3(x)(b)	According to the information and explanation given to us and on the basis of our examinations of the records of the Company, The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company
11	3(xi)	<b>Frauds by or on the Company</b>
	3(xi)(a)	Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
	3(xi)(b)	According to the information and explanations given to us, no report under Section 143 (12) of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
	3(xi)(c)	There were no whistle blower complaints received by the Company during the year. Accordingly, clause 3(xi)(c) of the Order is not applicable.
12	3(xii)	<b>Nidhi Company</b>
		In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii)(a) to (c) of the Order are not applicable to the Company.
13	3(xiii)	<b>Related Party Transactions</b>
		As per the explanations given to us and the records of the Company, in our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.



14	3(xiv)	<b>Internal Audit</b>
	3(xiv)(a)	The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(a) of the Order is not applicable to the Company.
	3(xiv)(b)	The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(b) of the Order is not applicable to the Company
15	3(xv)	<b>Non-cash Transactions with directors</b>
		In our opinion and 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, clause 3 (xv) of the Order is not applicable to the Company.
16	3(xvi)	<b>Registration under RBI Act, 1934</b>
	3(xvi)(a)	In our 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 are not applicable to the Company and hence not commented upon.
	3(xvi)(b)	The company is not required to be registered under Sec 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3 (xvi)(b) of the Order is not applicable to the Company.
	3(xvi)(c)	The Company is not a Core Investment Company (CIC) as defined in the regulations is made by the Reserve Bank of India. Accordingly, clause 3 (xvi)(c) of the Order is not applicable to the Company.
	3(xvi)(d)	According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, clause 3 (xvi)(d) of the Order is not applicable to the Company.
17	3(xvii)	<b>Cash Losses during the year</b>
		The Company has not incurred cash losses in the current year and in the immediately preceding financial year.
18	3(xviii)	<b>Statutory Auditors' resignation</b>
		There has been no resignation of the statutory auditors during the year. Accordingly, clause 3 (xviii) of the Order is not applicable to the Company.
19	3(xix)	<b>Financial ratios</b>
		According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.



20	3(xx)	<b>Unspent project funds in ongoing projects</b>
		In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, clause 3 (xx) of the Order is not applicable to the Company.
21	3(xxi)	<b>Audit Qualifications</b>
		In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, the Company does not have any subsidiary. Accordingly, clause 3 (xxi) of the Order is not applicable to the Company.

For **VASG & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
FRN: 0060705

  


A Viswanatha Rao  
Partner

M.NO.029597

UDIN : 25029597BMIXLS8083

Date: 28.05.2025

## **Annexure – 2 to the Auditors' 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 Straton Business Solutions Private Limited ("the Company") as of 31<sup>st</sup> March 2025 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.

#### **Auditor's 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 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 31st March 2025, 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 VASG & ASSOCIATES

Chartered Accountants

Firm Reg. No.006070S



(A. N. Swaminatha Rao)

Partner

M.No.029597

UDIN : 25029597BMIXLS8083

Place: Hyderabad

Date: 28-05-2025

**STRATON BUSINESS SOLUTIONS PRIVATE LIMITED**  
 1-2-217/10 BANK COLONY, GAGANMAHAL, HYDERABAD-500029  
 CIN: U15122TG2013PTC089719  
 BALANCE SHEET AS AT 31 st MARCH, 2025

(Amount in INR)

Particulars	Note. No.	31.03.2025	31.03.2024
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, Plant & Equipment	1	5,76,33,272	5,82,57,949
<b>(c) Financial Assets</b>			
i. Investments		12,00,400	12,00,400
ii. Long term Loans & Advances	2	13,70,496	20,30,496
<b>Current Assets</b>			
(a) Inventories	3	8,28,48,379	7,41,27,614
<b>(b) Financial Assets</b>			
i. Trade Receivables	4	6,09,44,004	6,20,77,155
ii. Cash and cash Equivalents	5	20,17,494	19,09,907
iii. Loans & Advances	6	3,19,85,700	2,48,92,651
(c) Other Current Assets	7	29,28,708	23,50,315
<b>Total Assets</b>		<b>24,09,28,454</b>	<b>22,68,46,486</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share capital	8	1,50,00,000	1,50,00,000
(b) Other Equity			
Reserves & Surplus	9	2,09,94,693	1,87,59,832
<b>Liabilities</b>			
<b>1. Non-Current Liabilities</b>			
<b>(a) Financial Liabilities</b>			
i. Borrowings	10	13,20,54,092	12,77,63,865
(b) Deferred Tax Liability	11	3,96,987	2,81,396
<b>2. Current Liabilities</b>			
<b>(a) Financial Liabilities</b>			
i. Borrowings	12	4,52,21,010	3,40,12,013
ii. Trade Payables	13	1,45,39,525	1,68,44,471
(b) Short-term Provisions	14	1,27,22,148	1,41,84,910
<b>Total Equity and Liabilities</b>		<b>24,09,28,454</b>	<b>22,68,46,486</b>

**NOTES TO ACCOUNTS**

22

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 V A S G & Associates**  
**CHARTERED ACCOUNTANTS**

**For Straton Business Solutions Private Limited**

(A. VISWANATHA RAO)  
 PARTNER

Membership No. : 029597

Firm Reg. No.: 0060705

UDIN : 25029597BMIXL58083

Palce : Hyderabad

Date : 28-05-2025



SIRISH DAYATA  
 Director  
 DIN: 01999844



KRISHNA MOHAN DYTA  
 Director  
 DIN: 07444454

**STRATON BUSINESS SOLUTIONS PRIVATE LIMITED**  
 1-2-217/10 BANK COLONY, GAGANMAHAL, HYDERABAD-500029  
 CIN: U15122TG2013PTC089719  
**STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31 st MARCH, 2025**

(Amount in INR)

Sr. No	Particulars	Note. No.	31.03.2025	31.03.2024
I	Revenue from operations	15	27,02,45,479	36,92,54,437
	Less : Excise Duty		-	-
			27,02,45,479	36,92,54,437
II	Other Income	16	1,11,09,512	2,30,21,360
III	<b>Total Revenue (I + II)</b>		<b>28,13,54,991</b>	<b>39,22,75,798</b>
IV	<u>Expenses:</u>			
	Materials Consumption	17	24,76,67,185	35,71,45,945
	Employment benefit Expenses	18	1,02,14,092	1,00,05,802
	Financial Cost	19	1,48,07,444	1,24,22,140
	Depreciation	20	7,51,639	7,50,678
	Other Administrative Expenses	21	48,94,400	61,97,795
	<b>Total Expenses</b>		<b>27,83,34,760</b>	<b>38,65,22,360</b>
V	Profit before exceptional and extraordinary items and tax	(III - V)	30,20,230	57,53,437
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax	(V - VI)	30,20,230	57,53,437
VIII	Extraordinary Items		-	-
IX	Profit before tax	(VII - VIII)	30,20,230	57,53,437
X	<u>Tax expense:</u>			
	(a) Current tax		6,69,778	6,50,000
	(b) Short Provision Tax for earlier years		-	-
	(c) Deferred tax		1,15,590	(2,11,493)
XI	Profit(Loss) from the period from continuing operations	(X-XI)	22,34,862	48,91,944
XII	Profit/(Loss) from discontinuing operations		-	-
XIII	Tax expense of discounting operations		-	-
XIV	Profit/(Loss) from Discontinuing operations	(XIII - XIV)	-	-
XV	Profit/(Loss) for the period	(XII + XV)	22,34,862	48,91,944
XVI	Earning per equity share:			
	(1) Basic		1.49	3.26
	(2) Diluted		1.49	3.26

Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement  
 This is the Profit & Loss Statement referred to in our Report of even date.

FOR V A S G & Associates  
 CHARTERED ACCOUNTANTS

  
 (A. VISWANATHA RAO)  
 PARTNER

Membership No. : 029597  
 Firm Reg. No.: 0060705  
 UDIN : 25029597BMIXLS8083  
 Palce : Hyderabad  
 Date : 28-05-2025



SIRISH DAYATA  
 Director  
 DIN: 01999844

For Straton Business Solutions Private Limited

  
 KRISHNA MOHAN DYTA  
 Director  
 DIN: 07444454

**STRATON BUSINESS SOLUTIONS PRIVATE LIMITED**

1-2-217/10, BANK COLONY,  
GAGANMAHAL, HYDERABAD-500029

**Cash Flow Statement for the year ended 31<sup>st</sup> March, 2025**

Particulars	FY 2024-25	FY 2023-24
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax	30,20,230	57,53,437
Adjustments for:		
Depreciation	7,51,639	7,50,678
Profit on sale of Asset	-	(37,747)
Preliminary Expenditure writtenoff	-	-
Interest received	(1,23,682)	(1,09,073)
Interest & Finance Charges	1,48,07,444	1,24,22,140
	1,54,35,401	1,30,25,998
<b>Operating Profit before Working Capital Changes</b>	<b>1,84,55,631</b>	<b>1,87,79,436</b>
Adjustments for:		
Decrease/(Increase) in Inventories	(87,20,765)	(41,47,023)
Decrease/(Increase) in Trade Receivables	11,33,151	(16,75,994)
Decrease/(Increase) in Short term loans & advances	(70,93,050)	(1,30,87,704)
Decrease/(Increase) in Other Current Assets	(5,78,393)	56,43,767
Increase/(Decrease) in Provisions	(14,62,762)	55,67,426
Increase/(Decrease) in Short term borrowings	1,12,08,997	71,93,741
Increase/(Decrease) in Payables	(23,04,946)	4,26,810
<b>Cash generated from operations</b>	<b>1,06,37,863</b>	<b>1,87,00,458</b>
Income Taxes paid	6,69,778	14,74,828
<b>Net Cash flow from Operating activities</b>	<b>99,68,085</b>	<b>1,72,25,631</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(1,26,962)	(7,44,221)
Sale of Fixed Asset	-	1,41,644
Increase in Capital WIP	-	-
(Increase)/Decrease in Long term Loans & advances	6,60,000	(2,91,000)
<b>Net Cash used in Investing activities</b>	<b>5,33,038</b>	<b>(8,93,577)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Issue of Equity Share Capital	-	-
Decrease in Share Application Money	-	-
Increase in Long term borrowings	42,90,227	(38,92,091)
Interest received	1,23,682	1,09,073
Interest paid	(1,48,07,444)	(1,24,22,140)
<b>Net Cash used in financing activities</b>	<b>(1,03,93,535)</b>	<b>(1,62,05,158)</b>
<b>Net increase/(decrease) in Cash &amp; Cash Equivalents</b>	<b>1,07,587</b>	<b>1,26,895</b>
Cash and Cash equivalents at the beginning of the year	19,09,907	17,83,012
<b>Cash and Cash equivalents at the end of the year</b>	<b>20,17,494</b>	<b>19,09,907</b>

The above Cash Flow Statement has been prepared using the "Indirect Method" as set out in Accounting Standard 3 on Cash Flow Statement.

FOR VASG & ASSOCIATES  
CHARTERED ACCOUNTANTS

*Krishna Mohan*  
(A. VISWANATHA RAO)  
Partner  
Membership No. : 029597  
Firm Reg. No. : 0060705



For Straton Business Solutions Private Limited

SIRISH DAYATA  
Director  
DIN: 01999844

*Dy. Krishna Mohan*  
KRISHINA MOHAN DYTA  
Director  
DIN : 07444454

Place: Hyderabad  
Date: 28.05.2025  
UDIN : 25029597BMIXLS8083

STRATON BUSINESS SOLUTIONS PRIVATE LIMITED  
Schedules Forming Integral Part of the Balance Sheet as at 31 st March, 2025

Note : 1 Property, Plant & Equipment

Sr. No	Particulars	Gross Block				Depreciation			Net Block		
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value as on 31.03.2025	Value as on 31.03.2024
	<u>Tangible Assets</u>										
1	Property	3,63,88,151	-	-	3,63,88,151	-	-	-	-	3,63,88,151	3,63,88,151
2	Building	2,09,59,379	-	-	2,09,59,379	-	3,31,158	-	12,82,893	1,96,76,486	2,00,07,645
3	Cell Phones	28,370	-	-	28,370	-	-	-	26,950	1,420	1,420
4	Chinar Beverage Vending Machine	51,11,378	-	-	51,11,378	-	-	-	48,55,809	2,55,569	2,55,569
5	Computers & Printers	1,30,047	-	-	1,30,047	-	-	-	1,23,545	6,502	6,502
6	Furniture & Fixtures	3,46,520	-	-	3,46,520	-	32,919	-	3,03,577	42,943	75,862
7	Vehicle	35,24,774	1,26,962	-	36,51,736	-	3,46,915	-	24,97,296	11,54,440	13,74,393
8	E-Commerce Portal	1,15,902	-	-	1,15,902	-	-	-	1,10,107	5,795	5,795
9	Office Equipment	1,91,939	-	-	1,91,939	-	36,468	-	1,22,185	69,754	1,06,223
10	Plant & Machinery	66,000	-	-	66,000	-	4,178	-	33,789	32,211	36,388
	<b>Total</b>	<b>6,68,62,460</b>	<b>1,26,962</b>	<b>-</b>	<b>6,69,89,422</b>	<b>-</b>	<b>7,51,639</b>	<b>-</b>	<b>93,56,151</b>	<b>5,76,33,272</b>	<b>5,82,57,949</b>



**STRATON BUSINESS SOLUTIONS PRIVATE LIMITED**

*Schedules Forming Integral Part of the Balance Sheet as at 31 st March, 2025*

**Note : 2 Long Term Loans and Advances**

Sr. No	Particulars	Current Year	Previous Year
1	<u>Security Deposit</u>		
	<u>Unsecured, Considered Good :</u>		
	Rental Deposit	3,90,496	3,90,496
	Reliance Deposit	1,00,000	1,00,000
	Other Deposits	8,80,000	15,40,000
	<b>Total</b>	<b>13,70,496</b>	<b>20,30,496</b>

**Note : 3 Inventories**

Sr. No	Particulars	Current Year	Previous Year
1	Finished Goods	8,28,48,379	7,41,27,614
	<b>Total</b>	<b>8,28,48,379</b>	<b>7,41,27,614</b>

**Note : 4 Trade Receivables**

Sr. No	Particulars	Current Year	Previous Year
1	Secured and Considered to be good		
	Sundry Debtors	-	-
2	Unsecured and Considered to be good		
	More than Six Months	-	-
	Others	6,09,44,004	6,20,77,155
	<b>Total</b>	<b>6,09,44,004</b>	<b>6,20,77,155</b>

**Note : 5 Cash & Cash Equivalents**

Sr. No	Particulars	Current Year	Previous Year
1	<u>Cash-in-Hand</u>		
	Cash Balance	53,848	30,982
2	<u>Bank Balance</u>		
	HDFC Bank	2,594	29,188
3	<u>Fixed Deposits</u>		
		19,61,052	18,49,738
	<b>Total</b>	<b>20,17,494</b>	<b>19,09,907</b>

**Note :6 Loans and Advances**

Sr. No	Particulars	Current Year	Previous Year
	Loans & Advances	3,19,85,700	2,48,92,651
	<b>Total</b>	<b>3,19,85,700</b>	<b>2,48,92,651</b>

**Note :7 Other Current Assets**

Sr. No	Particulars	Current Year	Previous Year
1	TDS	5,04,411	8,80,675
2	Duties & Taxes	-	1,81,533
3	Chits-Others	17,22,190	-
4	Other Current Assets	6,69,400	12,55,400
5	Rent Receivable	-	-
6	IT Refund Due	32,707	32,707
	<b>Total</b>	<b>29,28,708</b>	<b>23,50,315</b>



**STRATON BUSINESS SOLUTIONS PRIVATE LIMITED**

*Schedules Forming Integral Part of the Balance Sheet as at 31 st March, 2025*

**Note : 8 Share Capital**

(Amount in INR)

Sr. No	Particulars	Current Year	Previous Year
1	<b>AUTHORIZED CAPITAL</b> 15,00,000 Equity Shares of Rs. 10/- each.	1,50,00,000	1,50,00,000
		1,50,00,000	1,50,00,000
2	<b>ISSUED , SUBSCRIBED &amp; PAID UP CAPITAL</b> Paid up Share capital by allotment 15,00,000 Equity Shares of Rs. 10/- each, fully paid	1,50,00,000	1,50,00,000
	<b>Total</b>	<b>1,50,00,000</b>	<b>1,50,00,000</b>

**SHARES HELD BY THE MEMBERS IN EXCESS OF 5% OF OF THE SHARE CAPITAL**  
NO.OF SHARES

Sr. No	Particulars	Current Year	
		No : Of Shares	% ge
1	Variman Global Enterprises Ltd	12,50,000	83.33
2	Kakarla Narayan Rao	2,50,000	16.67
		15,00,000	100.00

**Note : 9 Reserve & Surplus**

Sr. No	Particulars	Current Year	Previous Year
1	<b>Profit &amp; Loss Account</b> Profit/Loss for the period	22,34,862	40,97,273
	Balance brought forward from previous year	1,87,59,832	1,46,62,558
		2,09,94,693	1,87,59,832
	<b>Total</b>	<b>2,09,94,693</b>	<b>1,87,59,832</b>

**Note : 10 Borrowings (Non-current)**

Sr. No	Particulars	Current Year	Previous Year
A	<b>Secured Loans</b> HDFC Term Loan	96,76,473	1,47,90,794
B	<b>Unsecured Loans</b> from directors & Shareholders	6,37,15,483	4,57,00,000
	from Others	5,82,44,302	6,69,30,071
C	Machinery Deposit	4,17,834	3,43,000
	<b>Total</b>	<b>13,20,54,092</b>	<b>12,77,63,865</b>

**Note : 11 Deferred Tax Liability**

Sr. No	Particulars	Current Year	Previous Year
1	Opening Balance	2,81,396	1,00,060
	Add: Additions during the year	1,15,590	1,81,336
	<b>Total</b>	<b>3,96,987</b>	<b>2,81,396</b>



**STRATON BUSINESS SOLUTIONS PRIVATE LIMITED**

*Schedules Forming Integral Part of the Balance Sheet as at 31 st March, 2025*

**Note : 12 Borrowings (Current)**

Sr. No	Particulars	Current Year	Previous Year
1	HDFC CC	4,52,21,010	3,40,12,013
		4,52,21,010	3,40,12,013

**Note : 13 Trade Payables**

Sr. No	Partuculars	Current Year	Previous Year
1	Unsecured, Considered Good :	1,45,39,525	1,68,44,471
	<b>Total</b>	<b>1,45,39,525</b>	<b>1,68,44,471</b>

**Note : 14 Short Term Provisions**

Sr. No	Particulars	Current Year	Previous Year
	<b>Provisions</b>		
1	Audit fees payable	1,00,000	1,00,000
2	Salaries payable	7,26,700	4,10,200
3	Provision for Taxation	6,69,778	13,95,631
4	TDS Payable	10,641	29,052
5	TCS Payables	1,030	-
6	Expenses Payable	71,335	64,419
7	Term Loan Inst due in 1 year	1,07,18,842	1,05,15,998
8	Duties and Taxes	4,23,822	-
9	Chit Payable	-	16,69,610
	<b>Total</b>	<b>1,27,22,148</b>	<b>1,41,84,910</b>



**STRATON BUSINESS SOLUTIONS PRIVATE LIMITED**

*Schedules Forming Integral Part of the Balance Sheet as at 31 st March, 2025*

**Note: 15 Revenue from Operations**

(Amount in INR)

	Particulars	Current Year	Previous Year
1	Sale of Goods	27,02,45,479	36,92,54,437
	<b>Total</b>	<b>27,02,45,479</b>	<b>36,92,54,437</b>

**Note: 16 Other Incomes**

(Amount in INR)

	Particulars	Current Year	Previous Year
1	Interest Received	1,23,682	1,09,073
2	Claims	1,04,49,748	2,12,49,400
3	Other Income	4,20,272	11,13,650
4	Dividend on Chit	1,15,810	5,11,490
5	Profit on Sale of Asset	-	37,747
	<b>Total</b>	<b>1,11,09,512</b>	<b>2,30,21,360</b>

**Note: 17 Materials Consumption**

	Particulars	Current Year	Previous Year
1	<u>Opening Stock</u>		
	Finished Goods	7,41,27,614	6,99,80,591
		7,41,27,614	6,99,80,591
2	<u>Add: Purchases</u>		
	Finished Goods	25,63,87,950	36,12,92,968
		25,63,87,950	36,12,92,968
		33,05,15,564	43,12,73,559
3	<u>Less : Closing Stocks</u>		
	Finished Goods	8,28,48,379	7,41,27,614
		8,28,48,379	7,41,27,614
	<b>Cost of Material consumed</b>	<b>24,76,67,185</b>	<b>35,71,45,945</b>

**Note:18 Employment Benefit Expenses**

	Particulars	Current Year	Previous Year
1	Salaries, Wages & Staff Welfare Exp.,	1,02,14,092	1,00,05,802
	<b>Total</b>	<b>1,02,14,092</b>	<b>1,00,05,802</b>



**STRATON BUSINESS SOLUTIONS PRIVATE LIMITED**

*Schedules Forming Integral Part of the Balance Sheet as at 31 st March, 2025*

**Note:19 Financial Cost**

	Particulars	Current Year	Previous Year
1	Bank Charges	7,61,469	69,442
2	Interest	1,39,53,494	1,17,29,913
3	Loan Processing fee	92,481	6,22,785
	<b>Total</b>	<b>1,48,07,444</b>	<b>1,24,22,140</b>

**Note:20 Depreciation**

	Particulars	Current Year	Previous Year
1	Depreciation	7,51,639	7,50,678
	<b>Total</b>	<b>7,51,639</b>	<b>7,50,678</b>

**Note:21 Other Administrative Expenses**

	Particulars	Current Year	Previous Year
1	Audit Fee	1,00,000	1,00,000
2	Electricity Bill	-	81,939
3	Insurance	1,30,246	1,81,594
4	Loading & Unloading Charges	3,28,502	2,49,731
5	Machinery Maintanance	19,78,101	25,89,178
6	Misc Expenses	3,255	60,072
7	Office Maintenance	5,98,193	3,11,090
8	Rates & Taxes	47,954	40,299
9	Printing & Stationary	-	29,295
10	Rent	-	1,99,714
11	Telephone and Internet Charges	-	5,516
12	Transportation & Packing	8,84,157	11,80,359
13	Vehicle Maintenance	1,26,948	3,71,154
14	Consultancy	83,838	2,96,538
15	Conveyance	5,39,807	3,54,316
16	Business Promotion	73,399	75,000
17	Donation	-	72,000
	<b>Total</b>	<b>48,94,400</b>	<b>61,97,795</b>

