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Annual Audit Report as per LLP Act, 2008

Financial Year 2022-23

## **MOTIONTECH SOLUTION LLP**

Survey No. 129/1, P9, Opp. Electric Power House,  
Padwala Main Road, Kotdasangani, Rakot, Gujarat - 360024.

## **Vaghasia & Lakhani LLP**

Chartered Accountants

402, Sambhaav, Above SBI, Nana Mava Main Road,

Nr 150 Ft Ring Road, Rajkot - 360 005

Ph.- 02812331731, 7284946464.

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Branches: Jamnagar - Junagadh - Morbi

# Vaghasia & Lakhani LLP

Chartered Accountants

## **INDEPENDENT AUDITOR'S REPORT**

To,  
**The Partners of  
Motiontech Solution LLP  
(LLPIN: AAL-9979)**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of **Motiontech Solution LLP** ("the Limited Liability Partnership"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management Responsibility for the Financial Statements:**

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the LLP in accordance with the accounting principles generally accepted in India, including the Accounting Standards issue by the Institute of Chartered Accountants of India. This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the LLP and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility:**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the standards on auditing issued by Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the LLP's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by partners, as well as evaluating the overall presentation of the financial statements.

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

# Vaghasia & Lakhani LLP

Chartered Accountants

## Opinion:

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Limited Liability Partnership Act, 2008 and Limited Liability Partnership Rules, 2009 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the LLP as at March 31, 2023;
- (b) in the case of the Profit and Loss Account, of the Profit for the year ended on that date; and

## Report on Other Legal and Regulatory Requirements:

We report that :

- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the LLP so far as appears from our examination of those books;
- c. the Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
- d. in our opinion, the aforesaid financial statements comply with the relevant Accounting Standards.

**For, Vaghasia & Lakhani LLP**

Chartered Accountants  
FRN : 134575W/W100138

**Date : 22.09.2023**

**Place : Rajkot**



*Monika*

**CA Monika Vaghasia**

Partner

MRN : 149637

UDIN: 23149637BGYBVM5680

# MOTIONTECH SOLUTION LLP

Balance Sheet as on 31st March, 2023

Particulars	Note	Amount ₹
<b>I CONTRIBUTION AND LIABILITIES</b>		
<b>1. Partners' Funds</b>		
Partners' Fixed Capital (Contribution)	A	1,00,000
Partners' Current Capital	B	299,01,881
Reserve & Surplus		-
<b>2. Non-Current Liabilities</b>		
Long-Term Borrowings	C	391,21,930
Deferred Tax Liabilities, Net		-
Other Non-Current Liabilities		-
Long - Term provisions		-
<b>3. Current Liabilities</b>		
Short-Term Borrowings		-
Trade Payables	D	548,81,671
Other Current Liabilities	E	4,01,294
Short-Term Provisions	F	20,89,828
<b>Total</b>		<b>1264,96,604</b>
<b>II ASSETS</b>		
<b>1. Non-Current Assets</b>		
Fixed Assets		
Property, Plant and Equipments	G	390,47,409
Intangible Assets		-
Capital Work in Progress		-
Non-current investments		-
Deferred tax assets (net)		-
Long term loans and advances		-
Other non-current assets	H	76,85,983
<b>2. Current Assets</b>		
Current investments		-
Inventories	I	152,50,656
Trade receivables	J	490,48,632
Cash and cash equivalents	K	18,71,132
Short Term Loans and Advances	L	134,31,803
Other Current Assets	M	1,60,989
<b>Total</b>		<b>1264,96,604</b>

Significant Accounting Policies and Accompanying Notes on Financial Statements

W

Notes referred to above form an internal part of the financial statements

As per my report of even date

**For, Vaghasia & Lakhani LLP**  
Chartered Accountants  
FRN : 134575W/W100138

*Monika Vaghasia*  
**CA Monika Vaghasia**  
Partner  
MRN : 149637

Place : Rajkot  
Date : 22.09.2023

**For and on behalf of**  
**Motiontech Solution LLP**  
LLPIN : AAL-9978

*Ronakkumar Gajipara*  
**Ronakkumar Gajipara**  
Designated Partner  
DIN : 08036880

Place : Rajkot  
Date : 22.09.2023

*Keyur Gajipara*  
**Keyur Gajipara**  
Designated Partner  
DIN : 07515499

## **MOTIONTECH SOLUTION LLP**

**Statement of Profit & Loss Account for the year ended March 31, 2023**

Particulars	Note	Amount ₹
<b>I Income</b>		
Revenue from operations	N	1677,96,091
Other Income	O	23,30,643
<b>Total</b>		<b>1701,26,734</b>
<b>II Expenses</b>		
Cost of Material Consumed	P	985,60,018
Purchases of Stock in Trade	Q	140,25,406
Changes in inventories	R	(28,98,365)
Manufacturing Expenses	S	252,50,197
Employee Benefits Expense	T	89,19,631
Financial Costs	U	26,20,105
Depreciation and Amortization Expense	G	67,08,771
Other Administrative Expenses	V	69,99,534
<b>Total</b>		<b>1601,85,297</b>
<b>III Profit before Interest and Remuneration to Partners</b>		<b>99,41,437</b>
<b>IV Less : Interest to Partners</b>	B	-
Remuneration to Partners	B	12,00,000
<b>V Profit before tax</b>		<b>87,41,437</b>
<b>VI Less : Tax expense:</b>		
Current Tax		20,71,278
Deferred Tax		-
Tax adjustment of earlier year		-
<b>VII Profit(Loss) from the period (v-vi)</b>		<b>66,70,159</b>

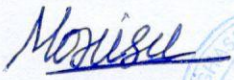
Significant Accounting Policies and Accompanying Notes on Financial Statements

W

Notes referred to above form an internal part of the financial statements


As per my report of even date

**For, Vaghasia & Lakhani LLP**  
Chartered Accountants  
FRN : 134575W/W100138

  
**CA MONIKA vaghania**  
Partner  
MRN : 149637

Place : Rajkot  
Date : 22.09.2023

**For and on behalf of**  
**Motiontech Solution LLP**  
LLPIN : AAL-9978

  
**Rohak Kumar Gajipara**  
Designated Partner  
DIN : 08036880

Place : Rajkot  
Date : 22.09.2023

  
**Keyur Gajipara**  
Designated Partner  
DIN : 07515499

## **MOTIONTECH SOLUTION LLP**

**Notes annexed to and forming part of the Balance Sheet and Statement of Profit & Loss as at  
March 31, 2023**

**Note A : Fixed Capital**

<b>Particulars</b>	<b>Amount ₹</b>
Chandrika Rameshbhai Rupapara	5,000
Jay Rameshbhai Rupapara	10,000
Keyur Dhirajlal Gajipara	35,000
Prafullaben Chandulal Padhariya	4,000
Ronakkumar Mansukhbhai Gajipara	33,000
Vishal Amrutlal Malani	4,000
Vivekkumar Girishbhai Butani	5,000
Vyoma Vasantbhai Rajyaguru	4,000
<b>Total</b>	<b>1,00,000</b>



**MOTIONTECH SOLUTION LLP**

**Note B : Partners' Current Capital**

SR. NO.	NAME OF PARTNER	PROFIT SHARING RATIO	OPENING BALANCE 01.04.22	ADDITION DURING THE YEAR	LESS WITHDRAWAL DURING THE YEAR	TOTAL	SHARE OF PROFIT			TOTAL	CLOSING BALANCE 31.03.23
							INTEREST	SALARY	PROFIT		
(i)	Ronakkumar Mansukhbhai Gajipara	33%	60,09,079	3,56,688	11,23,267	52,42,500	-	6,00,000	22,01,153	28,01,153	80,43,653
(ii)	Keyur Dhirajlal Gajipara	35%	63,31,817	14,50,000	12,51,466	65,30,351	-	6,00,000	23,34,556	29,34,556	94,64,907
(iii)	Jay Rameshbhai Rupapara	10%	51,62,499	15,23,746	10,91,248	55,94,997	-	-	6,67,016	6,67,016	62,62,013
(iv)	Vivekkumar Girishbhai Butani	5%	10,84,821	1,50,000	-	12,34,821	-	-	3,33,508	3,33,508	15,68,329
(v)	Chandrika Ramesh Rupapara	5%	5,67,953	7,50,000	-	13,17,953	-	-	3,33,508	3,33,508	16,51,461
(vi)	Prafullaben Chandulal Padhariya	4%	6,02,857	-	-	6,02,857	-	-	2,66,806	2,66,806	8,69,663
(vii)	Vyoma Vasantbhai Rajyaguru	4%	8,17,857	-	-	8,17,857	-	-	2,66,806	2,66,806	10,84,663
(viii)	Vishal Amrutlal Malani	4%	6,90,386	-	-	6,90,386	-	-	2,66,806	2,66,806	9,57,192
	<b>TOTAL</b>	<b>100%</b>	<b>212,67,269</b>	<b>42,30,434</b>	<b>34,65,981</b>	<b>220,31,722</b>	<b>-</b>	<b>12,00,000</b>	<b>66,70,159</b>	<b>78,70,159</b>	<b>299,01,881</b>



## MOTIONTECH SOLUTION LLP

### Note C : Long Term Borrowings

Particulars	Amount ₹
<b><u>Secured Loan</u></b>	
Axis Bank - Cash Credit	19,24,196
Axis Bank - Term Loan	13,61,452
Axis Bank - Term Loan	28,50,000
Axis Bank - Term Loan	11,10,990
Export Packing Credit	73,10,000
Mahindra and Mahindra Financial Services Limited	171,71,386
Yes Bank - VMC Machine	3,14,275
<b>(A)</b>	<b>320,42,299</b>
<b><u>Unsecured Loan</u></b>	
Bhavnaben Parekh	7,67,469
Manishaben Amrutlal Malani	67,470
Motiontech Solution	11,03,112
Vispan Chemtech	51,41,580
<b>(B)</b>	<b>70,79,631</b>
<b>Total (A+B)</b>	<b>391,21,930</b>

### Note D : Trade Payables

Particulars	Amount ₹
Sundry Creditors for Goods	541,87,782
Sundry Creditors for Expenses	6,93,889
<b>Total</b>	<b>548,81,671</b>

### Note E : Other Current Liabilities

Particulars	Amount ₹
<b><u>Statutory Liabilities</u></b>	
TDS Payable - U/s 194 A	11,041
TDS Payable - U/s 194 C	39,178
TDS Payable - U/s 194 J	9,013
TDS Payable - U/s 194 H	4,442
TDS Payable - U/s 194 I	34,640
TDS Payable - U/s 194 Q	12,642
TCS Payable - u/s 206 C	15,670
Central Goods & Service Tax (RCM)	4,692
State Goods & Service Tax (RCM)	4,692
Integretared Goods & Service Tax (RCM)	2,19,815
Provident Fund Payable	5,869
Professional Tax Payable	39,600
<b>Total</b>	<b>4,01,294</b>



## MOTIONTECH SOLUTION LLP

### Note F : Short Term Provision

Particulars	Amount ₹
Provision for Canteen Expense	18,550
Provision for Income Tax	20,71,278
<b>Total</b>	<b>20,89,828</b>



**MOTIONTECH SOLUTION LLP**

Schedules annexed to and forming part of the Balance Sheet as at 31st March, 2023

Note : G : Tangible Assets

Particulars	RATE OF DEPRECIATION %	GROSS BLOCK						DEPRECIATION & AMORTISATION				NET BLOCK
		As on 01.04.2022	Additions during the year		Disposals during the year	As on 31.03.2023	As on 01.04.22	For the Financial year	On Disposals during the year	As on 31.03.2023	As on 31.03.2023	
			More than 6 months	Less than 6 Months								
Furniture & Fixtures	10%	8,31,074	11,038	2,02,500	-	10,44,612	1,53,851	78,951	-	2,32,802	8,11,810	
Television	10%	48,713	-	17,805	-	66,518	12,769	4,485	-	17,254	49,264	
Refrigerator	10%	22,800	-	-	-	22,800	6,179	1,662	-	7,841	14,959	
Vantlator	10%	30,350	-	-	-	30,350	5,767	2,458	-	8,225	22,125	
Building & Shed	10%	-	-	19,88,262	-	19,88,262	-	99,413	-	99,413	18,88,849	
Cycle	15%	-	12,844	2,11,662	-	2,24,506	-	17,801	-	17,801	2,06,705	
Air Conditioner	15%	46,485	24,609	-	-	71,094	15,440	8,348	-	23,788	47,306	
Attendance Machine	15%	20,250	-	22,006	-	42,256	1,519	4,460	-	5,979	36,277	
CCTV Camara & Accessories	15%	80,486	-	1,04,816	-	1,85,302	35,987	14,536	-	50,523	1,34,779	
Electric Equipment and Fittings	15%	1,41,486	21,302	2,25,771	-	3,88,559	29,745	36,889	-	66,634	3,21,925	
Plant and Machinery	15%	450,72,386	66,39,961	6,34,186	20,93,519	502,53,014	91,01,282	61,25,196	-	152,26,478	350,26,536	
Material Handling Equipment	15%	33,250	-	-	-	33,250	9,227	3,603	-	12,830	20,420	
Solar Rooftop System	40%	11,47,080	-	-	-	11,47,080	5,96,482	2,20,239	-	8,16,721	3,30,359	
Computer & Scanner	40%	2,09,190	1,13,239	-	-	3,22,429	95,604	90,730	-	1,86,334	1,36,095	
<b>Total</b>		<b>476,83,550</b>	<b>68,22,993</b>	<b>34,07,008</b>	<b>20,93,519</b>	<b>558,20,032</b>	<b>100,63,852</b>	<b>67,08,771</b>	<b>-</b>	<b>167,72,623</b>	<b>390,47,409</b>	



## MOTIONTECH SOLUTION LLP

### Note H : Other Non Current Assets

Particulars	Amount ₹
Fixed Deposit with Bank	8,50,953
Mahindra and Mahindra Financial Services Ltd	63,71,389
PGVCL Deposit	4,63,641
<b>Total</b>	<b>76,85,983</b>

### Note I : Closing Inventory

Particulars	Amount ₹
Raw Materials	22,29,048
Work-in-Progress	111,47,081
Finished Goods	2,32,869
Stock-In-Trade	16,41,658
<b>Total</b>	<b>152,50,656</b>

### Note J : Trade Receivables

Particulars	Amount ₹
Sundry Debtors	490,48,632
<b>Total</b>	<b>490,48,632</b>

### Note K : Cash & Cash Equivalents

Particulars	Amount ₹
Cash in Hand	15,94,549
<b>Balance with Banks</b>	
Axis Bank	2,76,582
Yes Bank	1
<b>Total</b>	<b>18,71,132</b>

### Note L : Short Term Loans & Advances

Particulars	Amount ₹
<b>Advances :</b>	
Arbind Kumar	40,000
Niteshkumar Jayantilal Darji	1,00,000
Pankaj Gond	1,00,000
Rathod Jethabhai Mohanbhai	1,00,000



## **MOTIONTECH SOLUTION LLP**

### **Note L : Short Term Loans & Advances**

Particulars	Amount ₹
<b>Advances to Suppliers</b>	
B Associates	20,000
Bhaveshkumar Patoliya	1,20,000
Chandrasekharan Nair	63,000
J.B. Hydraulic	31,860
Lakshmi Machine Works Limited	61,360
M.T.E.Industries Pvt Ltd	2,00,000
Maruti Engineering	68,122
Matrix Engineering	22,57,943
Pollen Forge	1,30,000
Precomp Tools Pvt Ltd	70,424
Sidhshwar Grinding	2,00,000
<b>Advances to Employee</b>	
Akbarbhai Kasambhai Bhamra	1,000
Ashvinbhai Raghubhai Gabu	600
Hemantkumar Somabhai Kirava	200
Metariya Sagar Raydhanbhai	1,570
Monu Singh	400
Rampati Kol	4,813
Rathod Hitesh Madhubhai	201
Rathod Jethabhai Mohanbhai	29,170
Sanukumar	200
Shivsankar	200
Vijendar Ram	200
<b>(A)</b>	<b>36,01,263</b>
<b>Balance With Revenue Authorities</b>	
TDS Receivable (FY 2022-23)	4,91,804
TCS Receivable (FY 2022-23)	1,30,272
Advance Tax (FY 2022-23)	3,00,000
IGST Refund Receivable	19,28,118
Duty Drawback Receivable	2,35,301
Central Goods & Service Tax Receivable	38,596
State Goods & Service Tax Receivable	67,06,472
Integrated Goods & Service Tax Receivable	(23)
<b>(B)</b>	<b>98,30,540</b>
<b>Total (A+B)</b>	<b>134,31,803</b>

### **Note M : Other Current Assets**

Particulars	Amount ₹
Axis Bank (TDS Refund)	25,000
Prepaid Insurance Expense	41,108
Mahindra and Mahindra Financial Services Ltd (TDS Refund)	94,881
<b>Total</b>	<b>1,60,989</b>

## MOTIONTECH SOLUTION LLP

Notes annexed to and forming part of the Balance Sheet and Statement of Profit & Loss as at  
March 31, 2023

### Note N : Revenue From Operations

Particulars	Amount ₹
<b>Export Sales</b>	
Development Service Income	58,00,434
Sale of Goods (IGST)	728,35,860
Sale of Goods (LUT Bond)	131,60,494
Sale of Goods (Deemed Exports)	59,91,606
<b>Domestic Sales</b>	
Sale of Goods	469,57,787
Jobwork Income	220,07,949
<b>Allied Income</b>	
MEIS License Income	2,30,767
Duty Draw Back	11,74,865
Less : Rate Difference Expense	(81,431)
Less : Jobwork Rate Difference	(2,67,283)
Less : Jobwork Rejection	(14,957)
	10,41,961
<b>Total</b>	<b>1677,96,091</b>

### Note O : Other Income

Particulars	Amount ₹
Foreign Exchange Gain	19,90,821
Interest on Deposits	3,24,968
Interest on IT Refund	14,854
<b>Total</b>	<b>23,30,643</b>

### Note P : Cost of Material Consumed

Particulars	Amount ₹
Opening Stock of Raw Material	14,35,175
Add : Purchase during the year	993,53,891
	1007,89,066
Less : Closing Stock of Raw Material	(22,29,048)
Cost of Material Consumed	985,60,018
<b>Total</b>	<b>985,60,018</b>



## MOTIONTECH SOLUTION LLP

### Note Q : Purchases of Stock in Trade

Particulars	Amount ₹
<b>Stock in Trade</b>	
Opening Stock	12,68,725
Add : Purchase during the year	143,98,339
	156,67,064
Less : Closing Stock	(16,41,658)
	140,25,406
<b>Total</b>	<b>140,25,406</b>

### Note R : Changes in Inventory

Particulars	Amount ₹
Inventories at the end of the year	
Work-in-Progress	111,47,081
Finished Goods	2,32,869
Wastage & Scrap	-
	113,79,950
Inventories at the beginning of the year	
Work-in-Progress	65,83,414
Finished Goods	18,98,171
Wastage & Scrap	-
	84,81,585
<b>Net (Increase)/Decrease</b>	<b>(28,98,365)</b>

### Note S : Direct Expenses

Particulars	Amount ₹
Electricity Expense	17,59,820
Export Charges	4,00,690
Factory Rent	3,46,400
Freight Expense	74,776
Import Expenses	82,790
Import of Services	9,15,493
Jobwork Expenses	180,40,864
Packing Expense	14,97,196
Rate Difference Expense	2,88,804
Transportation Expense	18,43,364
<b>Total</b>	<b>252,50,197</b>

### Note T : Employee Benefit Expenses

Particulars	Amount ₹
Employee Lunch Expense	4,30,360
Provident Fund Expense	43,429
Refreshment Expenses	3,03,465
Wages & Salary	54,45,563
Staff Salary Expense	26,06,354
Staff Welfare Expense	90,460
<b>Total</b>	<b>89,19,631</b>



## MOTIONTECH SOLUTION LLP

### Note U : Financial Costs

Particulars	Amount ₹
Interest on Bank Loan	7,76,779
Less : Interest Subsidy Income	<u>(4,02,338)</u>
	3,74,441
Interest on Bank CC	2,63,774
Interest on EPC	3,82,389
Interest on Loan From NBFC	15,99,501
<b>Total</b>	<b>26,20,105</b>

### Note V : Other Administrative Expenses

Particulars	Amount ₹
Advertisement Expense	20,000
Annual Maintenance Charges	5,57,500
Bank Charges	4,85,153
Business and Management Consultancy	21,69,444
Commission Expense	1,81,508
Computer Repairs & Maintenance	1,17,036
Consultancy Fees	2,49,410
Custom Duty Expense	1,13,935
Electric Repairs & Maintenance	16,345
EEPC Certificate Expense	32,500
Factory Miscellaneous Expense	2,71,131
GST Expense	37,463
Insurance Expense	75,105
Interest on TDS/TCS	9,493
Kasar Expense	1,191
Laboratory Expense	8,45,768
Machinery Repairs and Maintenance	1,77,171
Membership Expense	29,999
Office Expense	80,969
Petrol & Diesel Expense	2,96,730
PGVCL Connection Charges	82,296
Postage and Courier Expense	5,275
Professional Fees	1,38,839
Professional Tax	2,500
Registration & Stamp Duty Expense	21,068
ROC Fees Expense	200
Security Expense	1,42,400
Stationery & Printing Expense	83,429
Telephone Expense	5,959
Travelling Expense	7,23,037
Vehicle Repairing Expense	26,680
<b>Total</b>	<b>69,99,534</b>



# **MOTIONTECH SOLUTION LLP**

**Notes annexed to and forming part of the Balance Sheet and Profit & Loss A/c  
as at 31st March, 2023**

## **Note W : Significant Accounting Policies**

### **1.1 Firm Overview :**

Motiontech Solution LLP was incorporated as on 14th February, 2018. The business of the LLP is all or any kind of Iron & Steel Founder and related to it and manufacturing, producing, processing, buying, selling and dealing with ferrous and non ferrous metals and allied business in India and out side India

### **1.2 Basis of Presentation :**

The statement of accounts of the LLP have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) and relevant provision of Limited Liability Partnership Act, 2008. The statements of accounts have been prepared on accrual basis under the historical cost convention.

The preparation of the statement of accounts in conformity with Indian GAAP requires the Management to make judgement, estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the statements of account are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / material.

### **1.3 Fixed Assets & Depreciation :**

Fixed Assets are stated at cost of acquisition less accumulated depreciation. Cost includes all incidental expenses related to acquisition and installation, other pre-operation expenses and interest in case of construction.

Depreciation has been provided on written down value basis, at the rate determined with reference to The Income Tax Act, 1961

### **1.4 Valuation of Inventory**

Inventory is valued at cost or Net Realisable value whichever is lower following Weighted average cost method. Cost of inventories comprises of all costs of purchase and other costs incurred in bringing the inventories to their present location, after adjusting for GST wherever applicable applying Weighted average cost method.

### **1.5 Revenue Recognition**

Revenue from operations includes sale of goods and jobwork income

### **1.6 Goods & Service Tax**

GST is accounted on the basis of payments made in respect of goods supplied and jobwork service provided.

GST payable on goods sold or Jobwork done is crystallised at the time of supply of goods from the place of removal. Therefore, the value of finished goods neither includes GST nor the provision for GST. However, non inclusion of GST in the value of finished goods does not affect the Profit or Loss for the year.

Accounting of GST is recorded net of taxes method where GST recorded in separate accounts.

### **1.7 Foreign Currency Transactions**

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction. Any income or expenses on account of exchange difference either on settlement or translation is recognized in statement of profit & loss.



## **MOTIONTECH SOLUTION LLP**

### **1.8 Provision for Taxation :**

Current Tax is provided on the amount expected to be paid in accordance with the Income-Tax Act, 1961.

Deferred tax is recognized, subject to the consideration of prudence in respect of deferred tax assets on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax liability is not recognised during the current year as there is no any timing differences or permanent differences during the year.

### **1.9 Employee Benefits**

Employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

### **1.10 Borrowing Costs**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to Profit & Loss Account.

### **1.11 Prior Period Expenditure**

The change in estimate due to error or omission in earlier period is treated as prior period items. The items in respect of which liability has arisen/crystallised in the current year, though pertaining to earlier year is not treated as prior period expenditure.

### **1.12 Provisions and Contingencies**

A provision is recognised when the Company 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 a reliable estimate can be made. Provisions are recognized in the accounts in respect of present probable obligations, the amount of which can be reliably estimated. Provisions are not discounted to present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed by way of notes to accounts. Disclosure is not made if the possibility of an outflow of future economic benefit is remote. Contingent assets are not recognised.

### **1.13 Unless specifically stated to be otherwise, these policies are consistently followed.**



## **MOTIONTECH SOLUTION LLP**

### **Note 1.14 : RELATED PARTY DISCLOSURE**

#### **(A) Name of Key Personnel of the Company**

- 1 Chandrika Ramesh Rupapara, Partner
- 2 Jay Rameshbhai Rupapara, Partner
- 3 Keyur Dhirajlal Gajipara, Partner
- 4 Prafullaben Chandulal Padhariya, Partner
- 5 Ronakkumar Mansukhbhai Gajipara, Partner
- 6 Vivekkumar Girishbhai Butani, Partner
- 7 Vyoma Vasantbhai Rajyaguru, Partner
- 8 Vishal Amrutlal Malani, Partner

#### **(B) Concerns in which Partners are having Substantial Interest**

- 1 Vispan Chemtech
- 2 Motiontech Solution

#### **(C) Details of Transactions carried out during the year with related party**

<b>Name of Related Party</b>	<b>Nature of Transaction</b>	<b>Transaction Amount ₹</b>
Motiontech Solution	Repayment of Loan	1,00,000
Motiontech Solution	Loan Accepted	2,87,538
Vispan Chemtech	Repayment of Loan	25,00,000
Vispan Chemtech	Loan Accepted	65,18,551

### **Note 1.15 : GENERAL NOTES**

- (i) Figures have been rounded off to the nearest rupee.
- (ii) As required by AS-18, 'Related parties disclosure' is given as per Note - 1.11

As per my report of even date

**For, Vaghasia & Lakhani LLP**  
Chartered Accountants  
FRN : 134575W/W100138

*Monika*

**CA. Monika Vaghasia**  
Partner  
MRN : 149637

Place : Rajkot  
Date : 22.09.2023



For and on behalf of  
**Motiontech Solution LLP**  
LLPIN : AAL-9978

*Ronakkumar*

**Ronakkumar Gajipara**  
Designated Partner  
DIN : 08036880

Place : Rajkot  
Date : 22.09.2023

*Keyur*

**Keyur Gajipara**  
Designated Partner  
DIN : 07515499