

NAVNEET (HK) LIMITED

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

LIN KING WAI
CERTIFIED PUBLIC ACCOUNTANT
(Practising)

練經緯
執業會計師

NAVNEET (HK) LIMITED
DIRECTORS' REPORT

The director hereby present their report and the audited financial statements for the year ended 31 March 2021.

PRINCIPAL ACTIVITIES

The principal activity of the Company during the year was trading of stationary.

THE STATE OF COMPANY'S AFFAIRS

The state of company's affairs at 31 March 2021 is set out in the financial statements on pages 5 to 9.

DIVIDENDS

The director does not recommend the payment of a final dividend for the financial year ended 31 March 2021.

RESERVES

The directors do not propose any transfers to reserves.

DIRECTOR

The director who held office during the period and up to the date of this report are:

POONAM MAHESH GANGWANI

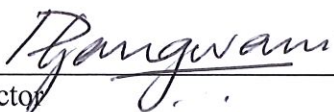
SAMPAT DILIP CHATRABHUJ

Under the provisions of the Company's Articles of Association, all directors retire from the board at the forthcoming annual general meeting and, being eligible, offer themselves for re-election.

AUDITOR

A resolution will be submitted to the annual general meeting to appoint the auditors, Messrs LIN KING WAI, Certified Public Accountant (Practising).

On behalf of the Board



Director
POONAM MAHESH GANGWANI
Hong Kong, 20 MAY 2021

INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF NAVNEET (HK) LIMITED
(incorporated in Hong Kong with limited liability)

Opinion

I have audited the financial statements of NAVNEET (HK) LIMITED ("the Company") set out on pages 5 to 9, which comprise the statement of financial position as at 31 March 2021, and the income statement for the year ended 31 March 2021 and notes to the financial statements, including a summary of significant accounting policies

In my opinion, the financial statements of the Company are prepared, in all material respects, in accordance with the Hong Kong Small and Medium-Sized Entity Financial Reporting Standard ("SME-FRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the Hong Kong Companies Ordinance.

Basis for Opinion

I conducted my audit in accordance with Hong Kong Standards on Auditing ("HKSAs") and with reference to PN 900 (Revised) Audit of Financial Statements Prepared in Accordance with the Small and Medium-Sized Entity Financial Reporting Standard issued by the HKICPA. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Company in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code"), and I have fulfilled my other responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the director report, but does not include the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my 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 I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Directors and Those Charged with Governance for the Financial Statements

The directors are responsible for the preparation of the financial statements in accordance with the SME-FRS issued by the HKICPA and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are 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 the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

It is my responsibility to form an independent opinion, based on my audit, on those financial statements and to report my opinion solely to you, as a body, in accordance with Hong Kong Companies Ordinance and for no other purpose. I do not assume responsibility towards or accept liability to any other person for the contents of this report. My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's 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 HKSA's, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

LIN KING WAI

Certified Public Accountant (Practising)

練經緯 執業會計師

5/F, Gofuku Tower, 62-64 Woosung Street, Kowloon

九龍吳松街62-64號幸福商業大廈5字樓

Telephone 電話: (852) 3102 9093 Fax 傳真: (852) 2756 2278

- Conclude on the appropriateness of the directors' 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

I 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 I identify during my audit.

LIN King Wai

LIN KING WAI

Certified Public Accountants (Practising)

5/F, Gofuku Tower, 62-64 Woosung Street, Kowloon

20 MAY 2021

NAVNEET (HK) LIMITED
INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2021

	NOTES	2021 HK\$	2020 HK\$
TURNOVER	3	2,184,024	3,128,571
COST OF SALES		(2,096,449)	(2,994,313)
GROSS PROFITS		<u>87,575</u>	<u>134,258</u>
OTHER REVENUE	3	2	732
ADMINISTRATIVE EXPENSES		(159,173)	(163,301)
LOSS FROM OPERATION		<u>(71,596)</u>	<u>(28,311)</u>
FINANCE COST		-	(5)
LOSS BEFORE TAXATION	4	<u>(71,596)</u>	<u>(28,316)</u>
TAXATION	6	-	-
LOSS AFTER TAXATION		<u><u>(71,596)</u></u>	<u><u>(28,316)</u></u>

The accompanying notes to financial statements form an integral part of, and should be read in conjunction with, these financial statements.

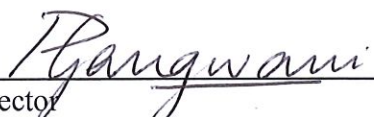
NAVNEET (HK) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	NOTES	2021 HK\$	2020 HK\$
CURRENT ASSETS			
Account receivables		-	748,097
Prepayments, deposits and other receivables		145,487	468,061
Bank balances		298,281	36,177
		443,768	1,252,335
CURRENT LIABILITIES			
Accruals and other payables		224,599	861,570
Amount due to a director		-	100,000
		224,599	(961,570)
NET CURRENT ASSETS		219,169	290,765
SHARE CAPITAL	7	390,100	390,100
ACCUMULATED LOSSES	8	(170,931)	(99,335)
		219,169	290,765

The accompanying notes to financial statements form an integral part of, and should be read in conjunction with, these financial statements.

The financial statements were approved by the board of directors on

20 MAY 2021


Director
POONAM MAHESH GANGWANI


Director
SAMPAT DILIP CHATRABHUI

1 REPORTING ENTITY

NAVNEET (HK) LIMITED is a company incorporated in Hong Kong with limited liability. The Company's registered office is located at Room 718, Metro Centre-II, 21 Lam Hing Street, Kowloon Bay, Kowloon. The principal activity of the Company during the year was trading of stationary.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES

The Company qualifies for the reporting exemption as a small private company under section 359(1)(a) of the Hong Kong Companies Ordinance (Cap. 622) and is therefore entitled to prepare and present its financial statements in accordance with the Small and Medium-sized Entity Financial Reporting Standard (SME-FRS) issued by the Hong Kong Institute of Certified Public Accountants.

These financial statements comply with the SME-FRS and have been prepared under the accrual basis of accounting and on the basis that the Company is a going concern. The measurement base adopted is the historical cost convention.

The following are the specific accounting policies that are necessary for a proper understanding of the financial statements:

(a) Revenue

Revenue is recognised when it is probable that the economic benefits will flow to the Company and when the revenue can be measured reliably, on the following bases:

- (i) Sales of goods are recognised when the significant risks and rewards of ownership of the goods are transferred to the customers
- (ii) Interest income is recognised on a time proportion basis taking into account the principal outstanding and the interest applicable

(b) Taxation

Income tax expense represents current tax expense. The income tax payable represents the amounts expected to be paid to the taxation authority, using the tax rates (and tax laws) that have been enacted or substantively enacted by the balance sheet date. Deferred tax is not provided.

(c) Trade and other receivables

Trade and other receivables are stated at estimated realisable value after each debt has been considered individually. Where the payment of a debt becomes doubtful a provision is made and charged to the income statement.

(d) Trade and other payables

Trade and other payables are initially recognized at fair value. Except for financial guarantee liabilities, trade and other payables are subsequently stated at amortised cost unless the effect of discounting would be immaterial, in which case they are stated at cost.

NAVNEET (HK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

3 REVENUE

	2021 HK\$	2020 HK\$
An analysis of the Company's revenue is as follows:		
TURNOVER – Trading of stationary	2,184,024	3,128,570
OTHER REVENUE – interest income	2	732
	<u>2,184,026</u>	<u>3,129,302</u>

4 LOSS BEFORE TAX

	2021 HK\$	2020 HK\$
Losses before tax is arrived at		
Auditor's remuneration	<u>12,000</u>	<u>12,000</u>

5 DIRECTORS' EMOLUMENTS

Directors' remuneration disclosed pursuant to section 383(1) of the Companies Ordinance is as follows:

	2021 HK\$	2020 HK\$
Director emoluments :		
Fees	-	-
Other emoluments	<u>-</u>	<u>-</u>

6 TAXATION

Hong Kong Profits Tax has not been provided as the Company has no assessed profits for the year.

NAVNEET (HK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

7 SHARE CAPITAL

	2021 HK\$	2020 HK\$
390,100 ordinary shares issued and fully paid	<u>390,100</u>	<u>390,100</u>

In accordance with section 135 of the Hong Kong Companies Ordinance, the ordinary shares of the Company do not have a par value.

The holder of ordinary share is entitled to receive dividends as declared from time to time and is entitled to one vote per share at meetings of the Company. All ordinary shares rank equally with regard to the Company's residual assets.

8 CHANGES IN EQUITY

	Share capital HK\$	Accumulated losses HK\$	Total HK\$
At 31 March 2020	390,100	(99,335)	290,765
Loss for the year	-	(71,596)	(71,596)
At 31 March 2021	<u>390,100</u>	<u>(170,931)</u>	<u>219,169</u>

NAVNEET (HK) LIMITED
 DETAILED INCOME STATEMENT FOR MANAGEMENT INFORMATION PURPOSE
 FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
REVENUE - trading of stationary	2,184,024	3,128,571
COST OF SALES	(2,096,449)	(2,994,313)
GROSS PROFITS	87,575	134,258
OTHER REVENUE - interest income	2	732
ADMINISTRATIVE EXPENSES		
Accounting fee	12,000	12,000
Auditor's remuneration	12,000	12,000
Bank charges	2,781	8,340
Business registration fee	250	250
Consultancy fee	113,240	110,334
Documentation fee	1,200	1,203
Exchange loss	12,207	6,510
Inspection fee	3,745	9,007
Secretarial fee	1,750	1,855
Telecommunication fee	-	1,802
	(159,173)	(163,301)
LOSS FROM OPERATION	(71,596)	(28,311)
FINANCE COST	-	(5)
LOSS BEFORE TAXATION	(71,596)	(28,316)
TAXATION	-	-
LOSS AFTER TAXATION	(71,596)	(28,316)
RETAINED PROFITS BROUGHT FORWARD	(99,335)	(71,019)
RETAINED PROFITS CARRIED FORWARD	(170,931)	(99,335)