

Annual Report
For the
Financial Year 2020-21

Victory Electric Vehicles International Limited
CIN: U31909DL2018PLC341184

Directors
Sanjay Kumar Popli
Seema
Palak Poply

Auditors
APT & Co. LLP
Chartered Accountants
Shop No. 1, Opp. Metro Pillar No. 781,
Delhi Rohtak Road, MIE-A, Bahadurgarh-124507

Registered Office
A-18, Basement, New Multan Nagar
New Delhi-110056, India

Victory Electric Vehicles International Ltd.

A-18, Basement, New Multan Nagar, New Delhi-110056

Telephone no. : +91-9990156050, Email ID: victoryevipl@gmail.com

CIN: U31909DL2018PLC341184

SHORTER NOTICE OF AGM

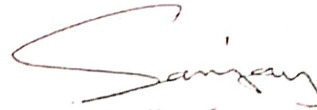
Notice is hereby given that the **03rd Annual General Meeting** of the Members of M/s "Victory Electric Vehicles International Limited" will be held on **Tuesday, 30th November, 2021** at 03:30 P.M. at the Registered Office of the Company at to transact the following Business:

Ordinary Business:

- (1) To receive, consider and adopt the financial statement of the company including Audited Balance Sheet as at **31st March, 2021** and the statement of Profit and Loss Account for the year ended as on that date together with the Auditors' and Directors' Report thereof.
- (2) To ratify the re-appointment of M/s **APT & Co. LLP, Chartered Accountants** as statutory Auditors of the Company from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting of the company, at such remuneration as may be decided by the Board of Directors.

By the order of the Board

For Victory Electric Vehicles International Ltd.



(Sanjay Kumar Popli)
Director
DIN: 06984773

Date: 29th Nov, 2021
Place: New Delhi

Notes:

- (1) A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself / herself and a proxy must be a member of the Company.
- (2) The Relevant Explanatory Statement pursuant to Section 102(1) of the Companies Act 2013 in respect of the Special Business is annexed here to and forms part of the notice of the annual general meeting.
- (3) All documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company during office hours on all working days between 10.00 A.M. and 12.00 P.M. up to the date of the Annual General Meeting.

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DIRECTORS' REPORT

Dear Members,

VICTORY ELECTRIC VEHICLES INTERNATIONAL LIMITED

Your Directors have pleasure in presenting the 03rd Annual Report together with the Audited Statement of Accounts of your Company for the Year ended **March 31, 2021**.

FINANCIAL SUMMRY

The Company's financial performance, for the year ended **March 31, 2021**:

Particulars	(Amount in Lacs)	
	Year ended 31 st March 2021	Year ended 31 st March 2020
Turnover	1998.54	2232.27
Profit Before Tax	57.08	58.17
Less: Current Tax	17.24	17.38
Deferred Tax	0.52	0.009
Income Tax earlier years	Nil	Nil
Profit For The Year	39.32	40.78
Add: Balance in Profit and Loss Account	40.61	(0.17)
Sub Total	79.93	40.61
Less: Appropriation	Nil	Nil
Adjustment relating to Fixed Assets	Nil	Nil
Transferred to General Reserve	Nil	Nil
Closing Balance	79.93	40.61

STATE OF AFFAIRS / HIGHLIGHTS

The Company is engaged in the business of manufacturing of Electric Vehicles. There has been no change in the business of the Company during the financial year ended **31st March 2021**.

DIVIDEND

Keeping in future expansion plans of the company, your director do not recommend any dividend for the current financial year. There is no unclaimed dividend and there is no amount due during the year for transfer to investor education and protection fund.

WEB LINK OF ANNUAL RETURN

The Company doesn't have any website.

MEETINGS OF BOARD OF DIRECTORS

Eight Board Meetings were held during the Financial Year ended March 31, 2021 i.e. (01st June, 2020, 31st August, 2020, 01st October, 2020, 19th October, 2020, 18th December, 2020, 31st December, 2020, 12th March, 2021, 31st March, 2021). The maximum gap between any two Board Meetings was less than one Hundred and Twenty days.

CHANGE IN DIRECTORSHIP

During the year no change has been done in Directorship.

STATUTORY AUDITORS

The appointment of M/s APT & Co. LLP, Chartered Accountants, Statutory Auditors of the Company having Firm Reg. No. 014621C is due for ratification in the coming annual general meeting.

The Company has received confirmation from M/s APT & Co. LLP, Chartered Accountants, and Statutory Auditors to the effect that their proposed appointment, if made would be within the limits prescribed under Section 139 of the Companies Act, 2013. Your directors recommend ratification of their appointment as Statutory Auditors of the Company.

BOARD'S COMMENT ON THE AUDITORS' REPORT

The observations of the Statutory Auditors, when read together with the relevant notes to the accounts and accounting policies are self-explanatory and do not call for any further comment.

PARTICULARS OF LOANS/GUARANTEES AND INVESTMENT U/S 186

The Company has not made any Investment, given guarantee and securities during the year under review. There is no need to comply with provisions of section 186 of Companies Act, 2013.

DEPOSITS

The Company has not accepted any deposits during the year under review.

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All related party transactions that were entered into during the financial year ended 31st March, 2021 were on an arm's length basis and were in the ordinary course of business. Therefore, the provisions of Section 188 of the Companies Act, 2013 were not attracted. Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, or other designated persons which may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is not required. However, the disclosure of transactions with related party for the year, as per Accounting Standard -18 Related Party Disclosures is given in Note no 24 to the Balance Sheet as on 31st March 2021.

MATERIAL CHANGES AND COMMITMENTS

There are no material changes or commitments affecting the financial position of the company occurred between the end of financial year and date of this report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO:

A. Conservation of Energy

The Company's operations are not energy-intensive and as such involve low energy consumption. However, adequate measures have been taken to conserve the consumption of energy.

B. Technology Absorption

Operations of the company do not involve any kind of special technology and there was no expenditure on research & development during this financial year. However, your company continues to upgrade its technology in ensuring it is connected with its clients across the globe.

C. Foreign Exchange Earnings and outgo

The Foreign Exchange earnings and outgo during the financial period ended 31st March 2021 is as follows:

Particulars	31 st March, 2021	31 st March, 2020
Foreign Exchange Earnings	Nil	19,20,000
Foreign Exchange Outgo	7,23,01,734/-	50,58,762

PARTICULARS OF THE EMPLOYEES

There were no employees in the company drawing the remuneration in excess of limits prescribed under Section 197 read with Rule 5 of Companies (Appointment and Remuneration rules) 2014.

CORPORATE SOCIAL RESPONSIBILITY POLICY

The Company has not framed any Corporate Social Responsibility Policy as the Corporate Social Responsibility Provisions under Section 135 are not applicable to the company.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

RISK MANAGEMENT POLICY

The board is in the process of design and development of risk management policy. As of now, in the opinion of the board, there is no element of risk which may threaten the existence of the company.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

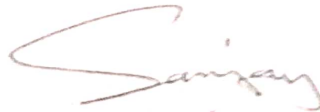
1. In preparation of the Annual Accounts for the financial year ended 31st March 2021, the applicable Accounting Standards have been followed along with proper explanation to material departures;
2. The Directors have selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company, for that period.
3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. The Directors have prepared the Annual Accounts on a going concern basis.
5. The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

By the order of the Board

For Victory Electric Vehicles International Ltd.



Sanjay Kumar Popli
Director
(DIN:06984773)



Seema
Director
(DIN: 08015842)

Date: 29th Nov, 2021
Place: New Delhi

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

A. Accounting Methodology:

- (i) The Financial Statements are prepared on historical basis.
- (ii) The Company follows the accrual method of accounting.
- (iii) Accounting Policies not specifically referred to otherwise, are consistent and in consonance with generally accepted Accounting Principles.

B. Revenue Recognition:

Revenues are accounted for on Accrual basis, as soon as sales invoices are issued.

C. Fixed Assets:

- (i) Fixed Assets have been stated at cost inclusive of Incidental Expenses less Accumulated depreciation.
- (ii) Depreciation has been provided on Written down Value Method as per rate prescribed under Schedule II of Companies Act 2013.

D. Taxes on Income:

The Income tax provision comprises of current tax and deferred tax. Current tax is the amount of tax payable In respect of income for the period. In accordance with the Accounting Standard 22, Accounting for Taxes on Income, the deferred tax for timing difference between book profit and tax profit for the year is accounted on the basis of the rates and laws that have been enacted or substantially enacted as on the date of the Balance Sheet.

E. Components of Net Deferred Tax Liability

Deferred Tax Assets/Liabilities	2020-21	2019-20
Depreciation on Fixed Assets	53,144.00	964.00
Total	53,144.00	964.00

2. Preliminary Expenses:

Preliminary Expenses are amortized over a period of five years.

3. Taxation

Provision for Income Tax is made as per the provisions of the Income Tax Act

4. Sundry Debtors, Loans & Advances:

Personal Accounts of Parties whether in Credit or Debit balance, including Squared up Accounts are subject to confirmation of the parties.

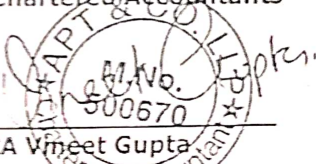
5. Auditors' Remuneration includes:

Particulars	2020-21	2019-20
Statutory Audit Fees	45,000	40,000
Total =>	45,000	40,000

6. Additional Information pursuant to the provisions of paragraphs of the Companies Act, 2013.
- (a) C.I.F. Value of Imports : Rs.6,06,77,322/-
 - (b) Expenditure in Foreign Currency : Nil
 - (c) FOB Value of Exports : Rs.Nil
7. Total payments in foreign currency was Rs. 7,23,01,734/-
8. The figures of the previous year have been regrouped/reclassified to confirm with the figures of the current year.
9. In the opinion of the Board of Directors of the Company:
- (i) All the assets of the company as appearing in the Balance Sheet are realizable in the ordinary course of Business.
 - (ii) No personal expenses have been debited to the revenue account other than those payable under the contractual obligations or in accordance with normally accepted business practices.
10. Schedules I to XIV form an integral part of the Balance Sheet and Profit and Loss Account.

As per our report on even date attached

For APT & Co. LLP
Chartered Accountants


CA Vineet Gupta
Partner
M. No.: 500670
FRN No. : 014621C

Place: Bahadurgarh
Date: 29/11/2021



Independent Auditor's Report

To the Members of

VICTORY ELECTRIC VEHICLES INTERNATIONAL LIMITED

Opinion

We have audited the accompanying financial statements of **VICTORY ELECTRIC VEHICLES INTERNATIONAL LIMITED** ("the Company"), which comprise the balance sheet as at **March 31st, 2021**, 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, 2021, its profit (or Loss)* 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 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

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these 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 board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including

Annexures to Board's Report, Business Responsibility 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 standalone 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.


Report on other legal and regulatory requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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, 2021** taken on record by the board of directors, none of the directors is disqualified as on **March 31, 2021** from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) 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;
 - 1. The Company does not have any pending litigations which would impact its financial position.
 - 2. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
 - 3. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For APT & Co. LLP
Chartered Accountants


CA Vineet Gupta
Partner, Chartered Accountant
M. No.: 500670
FRN No. : 014621C

Place: Bahadurgarh
Date: 29/11/2021

"Annexure A" 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, 2021**:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;

(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 books records and the physical fixed assets have been noticed.

(c) The title deeds of immovable properties are held in the name of the company. - NA
- 2) (a) The management has conducted the physical verification of inventory at reasonable intervals.

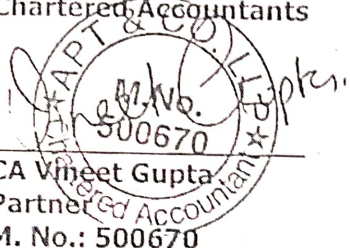
b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) 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) The Company has not accepted any deposits from the public and 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) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Goods & Service Tax, Duty of Customs, Duty of

Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at **March 31, 2021** for a period of more than six months from the date on when they become payable.

- b) According to the information and explanation given to us, there are no dues of income tax, goods and service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) 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 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) 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.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) 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) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has entered intranctions with directors or persons connected with him.

- 16) 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.

For APT & Co. LLP
Chartered Accountants


CA Vineet Gupta
Partner
M. No.: 500670
FRN No. : 014621C

Date: 29/11/2021
Place: Bahadurgarh