

Auditor's Certificate on written-off the current assets including outstanding Loan given to subsidiary and/or associate Companies/group Companies of Greeneffect Waste Management Ltd as at 21st March 2024

To

Board of Directors,
Greeneffect Waste Management Limited
Plot No. N-4, Block-N, Mohan Nagar, Uttam Nagar,
Near Gurudwara Road, New Delhi-110059

Kind Attention – Mr. Deepak (Director)

1. This certificate is issued in accordance with the terms of our engagement letter dated 16th March 2024 with Greeneffect Waste Management Limited ('the Company').

Management's Responsibility for the Statement

2. The preparation of the Statement, and the preparation and maintenance of all accounting and other relevant supporting records and documents, is the responsibility of the Management of the Company. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
3. The Management is also responsible for ensuring that information provided in the Statement is accurate and complete for the purpose of its submission and providing all relevant information to the Lender.
4. The **Annexure A** and **Annexure B** have been prepared by the Company. The preparation and maintenance of all accounting and other relevant supporting records and documents is the responsibility of the management of the Company.

Auditor's Responsibility

5. In accordance with the engagement letter referred to in paragraph 1 above, it is our responsibility to examine the details of outstanding amount of Current Assets including Loan given to Subsidiaries and/or Associate Companies as on date of Audited Financial as at 31st March, 2023, limited review of quarterly financial statements as at 31st December, 2023 and as on date of signing the certificate.
6. For the purpose of this certificate, we have relied on the audited financial statement of the Company for the year ended on 31st March, 2023, limited review of quarterly financial statements as at 31st December, 2023 and Current data & information and documents made available to us by the Company.



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7. We conducted our examination in accordance with the guidance note on reports or certificates for special Purposes issued by the Institute of Chartered Accountants of India ("Guidance Note"). The guidance note requires that we comply with the ethical requirements of the Code of ethics issued by the Institute of Chartered Accountants of India.
8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) I, "Quality Control for Finns that perform Audits and Reviews of Historical Financial information and other Assurance and Related Services Engagements".
9. Our opinion is based on the following procedures performed and information and explanations provided by the Management:
 - Obtained audited financial statements from Company for the period ended on 31st March, 2023, limited review of quarterly financial statements as at 31st December, 2023.
 - Obtained the current status of the outstanding Loan given to Subsidiary and/or Associate/Group Companies and other current assets.

Report

In the above backdrop, based on the examination carried out by us and on the basis of information and explanations given by the Management, we hereby certify that; the outstanding amount of Loan given & interest thereon of Rs 105,64,41,322 (Annexure A) by the Company to its Subsidiary and/or Associate Companies written off during the Current Financial Year 2023-24. the outstanding amount of Rs 40,58,15,975 (Annexure B) pertaining to trade receivable, advance recoverable in cash or in kind & other current assets

The certificate is addressed to and provided to the Company solely for the purpose of onward submissions to IDBI Bank and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For MAAGS & Co.
Chartered Accountants
(FRN: 006092N)



Priyanka Verma
Partner
M.No. 541721

Date: 21st March, 2024
Place: Gurugram

UDIN: 24541721BJZXDC5792

Annexure:- A
Forming part of certificate dated 21st March, 2024

Sr. No.	Name of the Company/Associates/Subsidiary	Amount Written Off	Reason for Written Off the Loan Given to Subsidiary and/or Associate Companies
1	A2z Waste Management (Nainital) Ltd.	202,511	There is no business activity in the Company for more than 5 years and Net worth of the Company is also Negative therefore there is no realisable value of the outstanding Loan.
2	A2z Waste Management (Ahmedabad) Ltd.	739,702	As the Company was not doing any business for more than 5 years further the company has filed relevant forms to ROC for the Strike off and As on date the status of the Company on the website of Ministry of Corporate Affairs (MCA) is under the process of Strike off.
3	A2z Waste Management (Jaunpur) Ltd.	57,111	There is no business activity in the Company for more than 5 years and Net worth of the Company is also Negative therefore there is no realisable value of the outstanding Loan.
4	A2Z Waste Management (Aligarh)Ltd	136,717,947	The Company was doing only one project of Waste management in Aligarh and the project was in loss for the beginning of the Project and presently C&T project has been terminated and Net worth is also Negative therefore there is no realisable value of the outstanding Loan.
5	A2Z Waste Management (Moradabad) Ltd.	213,749,434	There is no business activity in the Company for more than 5 years and Net worth of the Company is also Negative therefore there is no realisable value of the outstanding Loan.
6	A2Z Waste Management (Varanasi) Ltd	294,486,572	There is no business activity in the Company for more than 5 years and Net worth of the Company is also Negative therefore there is no realisable value of the outstanding Loan.
7	A2Z Waste Management (Balila) Ltd.	2,864,606	There is no business activity in the Company for more than 5 years and Company is not able to pay its liability therefore there is no realisable value of the outstanding Loan.
8	A2Z Waste Management (Fatehpur) Ltd	120,830,995	There is no business activity in the Company for more than 5 years and Net worth of the Company is also Negative therefore there is no realisable value of the outstanding Loan.
9	A2Z Waste Management (Ludhiana) Limited	72,747,577	There is no business activity in the Company for more than 2 years and Net worth of the Company is also Negative therefore there is no realisable value of the outstanding Loan.
10	A2Z Waste Management (Merrut) Ltd.	158,066,670	There is no business activity in the Company for more than 5 years and Net worth of the Company is also Negative therefore there is no realisable value of the outstanding Loan.
11	A2Z Waste Management (Mirzapur) Ltd	2,55,25,616	There is no business activity in the Company for more than 5 years and due to non-availability of funds, the Company is not able to pay its outstanding dues therefore there is no realisable value of the outstanding Loan.

12	A2z Waste Management (Ranchi) Ltd.	12,908,404	There is no business activity in the Company for more than 5 years and due to non-availability of funds, the Company is not able to pay its outstanding dues therefore there is no realisable value of the outstanding Loan.
13	A2Z Waste Management (Sambhal) Ltd.	1,433,016	There is no business activity in the Company for more than 5 years and due to non-availability of funds, the Company is not able to pay its outstanding dues therefore there is no realisable value of the outstanding Loan.
14	A2Z Waste Management (Jaipur) Ltd.	12,055,938	There is no business activity in the Company for more than 5 years and Net worth of the Company is also Negative therefore there is no realisable value of the outstanding Loan.
15	A2Z Waste Management (Dhanbad) Pvt. Ltd.	2,286,281	There is no business activity in the Company for more than 5 years and Net worth of the Company is also Negative therefore there is no realisable value of the outstanding Loan.
16	A2Z Waste Management (Badaun) Ltd.	1,768,942	There is no business activity in the Company for more than 5 years and due to non-availability of funds, the Company is not able to pay its outstanding dues therefore there is no realisable value of the outstanding Loan.
Total Loan Given Written Off		1,05,64,41,322	

Note: All the contracts in aforesaid companies have been terminated with respective Municipal Corporation/authorities.

Annexure:- B
Forming part of certificate dated 21st March, 2024

<u>Sr. No.</u>	<u>Name of Companies</u>	<u>Written Off Amount</u>	<u>Reason for Written Off</u>
1	Trade receivables	26,13,35,242	There is no business activity in the Company for more than 5 years and these recoverable are 5-10 years old
2	Advances recoverable	14,44,80,733	These balances pertain to Bank guarantee provided to Municipal and local authorities outstanding for more than 5 years.
Total Other Current Assets written off		40,58,15,975	

