

INDEPENDENT AUDITORS' REPORT

To
The Members of Sukartik Clothing Private Limited
Report on the audit of the financial statements

Opinion

We have audited the accompanying Financial Statements of Sukartik Clothing Private Limited ('the Company'), which comprise the balance sheet as at 31 March 2024, the statement of profit and loss and statement of cash flows for the year then ended including a summary of the significant accounting policies and other explanatory information (herein after referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, *except for effects of the matters described in the Basis for Qualified Opinion*, the aforesaid Financial Statements give the information required by the Companies Act, 2013 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 read with relevant rules, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

As mentioned in Note No. 39 to the Statement, the Company has neither paid nor provided interest on its Unsecured borrowings during the financial year, however the yearend balance of such loan is Nil. Had such interest been recognised, the finance cost and interest liability for the year ended March 31, 2024 would have been further increased to that extent. Consequently, the reported Profit of the Company for the year would have been further reduced to that extent.

In respect of the matters specified above, from the available information we are unable to express our opinion as to the extent of their effect on the profit for the year ended and net assets as at 31.03.2024.

Emphasis of Matter

Some of the balances of Trade Receivables, Deposits, Loans and Advances, Advance received from customers and Trade payable are subject to confirmation from the respective parties and consequential reconciliation/adjustment. The Consequential impact thereof on the account is not ascertainable.

Our report is unmodified in respect of these matters.

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 there under, 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 qualified audit opinion on the financial statements.

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.

We have determined that there are no Key audit matters to communicate in this report.

Information Other than the Financial Statements and Auditor's 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 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 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 Ind AS 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 IND AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant Rules issued there under.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 IND AS 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.

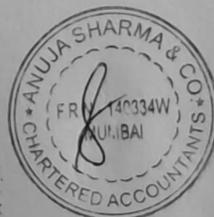
The Board of Directors are responsible for overseeing the Company's financial reporting process.

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. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.



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, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the "Annexure A", a statement on the matters specified in the paragraph 3 and 4 of the order, to the extent applicable
2. 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 accounts 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 statement of cash flows dealt with by this Report are in agreement with the books of accounts;
 - d) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards prescribed under Section 133 of the Act read with relevant rules, as amended, *except Accounting standard 15 "Employees Benefits" as referred to in note no. 35 of financial statements;*
 - e) On the basis of the written representations received from the directors of the Company as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) Since the Company's turnover as per last audited financial statements is less than Rs. 50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs. 25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification no. G.S.R. 583(E) dated June 13, 2017.
 - 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company did not have any pending litigations which would impact its financial position.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii) Currently there are no amounts held by the company that are required to be transferred to Investor education and protection fund hence we do not comment on the same; and



iv) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the company to its directors during the year is in accordance with the provisions of section 197 of the Act read with schedule V to the Act.

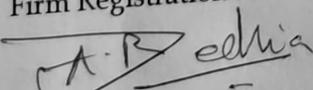
v) a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in 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.

vi) Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account 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 respective software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

For Anuja Sharma & Co
Chartered Accountants
Firm Registration No. 140334W


Anuja Sharma
Proprietor
M.No .123589



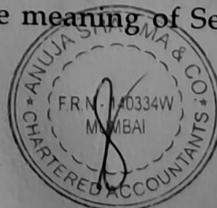
Mumbai

UDIN: 24123589BKHLWQ7971
30th May 2024

Annexure A referred to in Paragraph of Report on other legal and regulatory requirement of even date to the members of Sukartik Clothing Limited on the accounts of the Company for the year ended March 31, 2024

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

- i.
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
 - b) As explained to us, these fixed assets have been physically verified by the management at regular intervals; as informed to us no material discrepancies were noticed on such verification;
 - c) The title deeds of immovable properties are held in the name of the Company.
 - d) The Company has not revalued any of its property, plant and equipments during the year.
 - e) According to the information and explanation given to us and on the basis of our examination of the records of the company, there are no proceedings initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and rules made there under and therefore paragraph 3 sub-clause i(e) is not applicable to the company.
- ii.
 - a) The inventory has been physically verified by the Management during the year. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on physical verification of inventory as compared to book records were not material.
 - 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 been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. In our opinion, the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement with the books of account of the Company.
- iii. According to the information and explanations given to us, the Company has not granted secured or unsecured loans to parties covered in the register maintained under section 189 of the Companies Act during the year. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company.
- iv. In our opinion and according to information and explanations given to us, the Company has complied with the relevant provisions in respect of loans given and/or investments made, as per the provisions of section 185 and 186 of the Companies Act, 2013. The Company has not provided any loans or guarantee or security to any Company covered under Section 185
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits within the meaning of Sections 73 to 76 or



any other relevant provisions of the Companies Act, 2013 and the rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.

- vi. The central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for any of the services rendered by the Company and hence clause 3(vi) of the Order is not applicable to the Company.
- vii.
- a) According to the information and explanations given to us and based on the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues, including Provident Fund, 'Employees' State Insurance, Income-tax, Goods and Service Tax, Wealth Tax, Sales Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India; According to the information and explanations given to us, no undisputed amounts payable in respect of aforesaid dues were in arrears, as at March 31, 2024 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us and based on the records of the Company examined by us, there are no dues of Income Tax, Wealth Tax, Goods and Service Tax, Customs Duty and Excise Duty which have not been deposited on account of any disputes.
- viii. There are no amounts in the nature of undisclosed transactions or amounts surrendered as income in assessments under the Income Tax Act, 1961 (43 of 1961).
- ix.
- a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender
- b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c) In our opinion and according to the information explanation provided to us, money raised by way of term loans during the year have been applied for the purpose for which they were raised
- d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- e) The Company does not have any subsidiary, associate or joint venture, hence reporting under the clause (ix) (e) of the order is not applicable to the Company.
- f) The Company does not have any subsidiary, associate or joint venture, hence reporting under the clause (ix) (f) of the order is not applicable to the Company.
- x.
- a) According to the information and explanations given to us and the records of the Company examined by us, the Company has not raised any money by way of initial public offer or further public offer and term loans during the year. Accordingly, provisions of Clause 3(ix) of the Order are not applicable to the Company.
- b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has complied with



provisions of sections 42 and 62 of the Act in respect of the preferential allotment or private placement of shares/ fully or partially or optionally convertible debentures respectively during the year. The funds raised, have been used for the purposes for which the funds were raised.

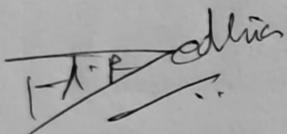
- xi.
- a) According to the information and explanations given by the management, there have been no instances of fraud on the Company by its customers. No fraud by the Company has been noticed or reported during the year, nor have we been informed of any such case by the Management. Hence reporting under clause 3(xi)(a) of the Order is not applicable to the Company.
 - b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors (including Secretarial Auditor) in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
 - c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and upto the date of this report.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, the provisions of Clause 3(xii) of the Order are not applicable.
- xiii. In our opinion and as per information and explanations provided to us by management all the transactions with the related parties are in compliance with the provisions of sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. As per the provisions of Section 138 of Companies Act, 2013 read with Rule 13 of Companies (Accounts) Rules, 2014, Company is not required to conduct any internal audit. Accordingly, provisions of clause 3 (xiv) of the Order are not applicable to the Company.
- xv. 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 non-cash transactions with directors or person connected with them. Accordingly, provisions of clause 3 (xv) of the Order are not applicable to the Company.
- 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. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
 - b) The Group does not have any Core Investment Company (CIC) as part of the Group and hence reporting under clause 3(xvi) (d) of the Order is not applicable to the Company.
- xvii. Based on the overall review of financial statements, the Company has not incurred cash losses in the current financial year and in the immediately preceding financial



year. Hence, the provisions stated in paragraph clause 3 (xvii) of the Order are not applicable to the Company.

- xviii. There has been no resignation of the statutory auditors during the year and accordingly reporting under clause 3(xviii) of the Order is not applicable to the Company.
- xix. According to the information and explanations given to us and based on our examination of financial ratios, ageing and expected date of realisation of financial assets and payment of liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of audit report and the Company is 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
- xx. The provisions of section 135 of the Companies Act, 2013 are not applicable to the Company, hence reporting under clause 3 (xx) (a) & (b) are not applicable.
- xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in the report.

For Anuja Sharma & Co
Chartered Accountants
Firm Registration No. 140334W


Anuja Sharma
Proprietor
M.No .123589



Mumbai
30th May 2024

SUKARTIK CLOTHINGS PRIVATE LIMITED
Balance Sheet as at 31st March 2024

(Rs in Lakhs)

Particulars	Note No.	As at 31.03.2024	As at 31.03.2023
ASSETS			
Non-current assets			
Property, Plant and Equipment	3	2,086.70	1,019.50
Capital Work in Progress	3	225.30	874.31
Financial Assets			
Investments	4	29.00	17.00
Other Financial Assets	5	136.60	35.96
Total non-current assets		2,477.60	1,946.76
Current assets			
Inventories	6	960.25	868.24
Financial Assets			
Trade receivables	7	860.98	956.45
Cash and cash equivalents	8	7.76	29.69
Bank balances other than cash and cash equivalents above	9	2.44	2.16
Loans	10	3.09	1.99
Other financial assets	11	1.76	0.54
Other current assets	12	515.75	233.06
Total current assets		2,352.02	2,092.13
TOTAL ASSETS		4,829.62	4,038.89
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	13	44.60	30.10
Other Equity	14	2,176.99	1,300.13
Total equity		2,221.59	1,330.23
LIABILITIES			
Non-current liabilities			
Financial Liabilities			
Borrowings	15	584.41	915.13
Deferred tax liabilities (net)	16	41.92	45.14
Total non-current liabilities		626.33	960.27
Current liabilities			
Financial Liabilities			
Borrowings	17	1,190.03	1,051.85
Trade payables	18	611.64	542.36
Other financial liabilities	19	118.38	90.32
Other current liabilities	20	39.90	14.50
Current Tax Liabilities (Net)	21	21.75	49.36
Total current liabilities		1,981.69	1,748.39
TOTAL EQUITY AND LIABILITIES		4,829.62	4,038.89

The accompanying notes form part of the financial statements

1 to 40

As set out in our attached report of even date

For Anuja Sharma & Co
Chartered Accountants
Firm Registration No. : 140334W

A. B. Dedia

Anuja Sharma
Proprietor
Membership No. 123589

UDIN : 24123589BKHLWQ7971

Place: Mumbai
Date : 30/05/2024



For and on behalf of the Board of Directors

Navratan Gaggar
Navratan Gaggar
Director
DIN:01655621

Ramkant Gaggar
Ramkant Gaggar
Director
DIN:01019838



SUKARTIK CLOTHINGS PRIVATE LIMITED
Statement of Profit and loss for the year ended 31st March, 2024

(Rs.in Lakhs)

Particulars	Note No.	For the year ended 31.03.2024	For the year ended 31.03.2023
Revenue from operations	22	4,596.18	3,766.51
Other income	23	31.90	5.00
Total Revenue		4,628.08	3,771.51
Expenses:			
Cost of materials consumed	24	1,566.36	1,444.46
Changes in inventories	25	(153.28)	(14.39)
Purchase of Stock In trade		-	6.11
Employee benefits expense	26	967.94	706.43
Finance costs	27	286.72	117.57
Depreciation and amortization expense	3	141.80	93.96
Other expenses	28	1,512.69	1,221.34
Total expenses		4,322.23	3,575.48
Profit before exceptional items and tax		305.85	196.04
Exceptional items		-	-
Profit before tax		305.85	196.04
Tax expense:		41.21	50.57
(1) Current tax		(3.22)	4.85
(2) Deferred tax		-	-
(3) Tax Adjustment for earlier years		-	-
(4) MAT credit adjustment for earlier years		37.99	55.43
Profit (Loss) for the year		267.86	140.61
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Remeasurement of post employment benefit obligations		-	-
Income tax relating to above item		-	-
Total other Comprehensive Income		267.86	140.61
Total Comprehensive Income for the period			
Earnings per equity share:			
Basic and Diluted	29	60.06	46.72
The accompanying notes form part of the financial statements	1 to 40		

As set out in our attached report of even date

For Anuja Sharma & Co
Chartered Accountants
Firm Registration No. : 140334W

Anuja Sharma
Anuja Sharma
Proprietor
Membership No. 123589



For and on behalf of the Board of Directors

Navratan Gaggar
Navratan Gaggar
Director
DIN:01655621



Ramakant Gaggar
Ramakant Gaggar
Director
DIN:01019838

Place: Mumbai
Date : 30/05/2024

SUKARTIK CLOTHINGS PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2024

(Rs in Lakhs)

CASH FLOW FROM OPERATING ACTIVITIES	2023-2024		2022-2023	
Profit before tax and extraordinary items				
Depreciation	305.85		196.04	
Interest / other income	141.80		93.96	
Interest expenses	(31.90)		(5.00)	
Operating profit before working capital changes	286.72		117.57	
Adjustment for	702.47		402.57	
Trade receivables				
Inventories	95.46		153.12	
Other Financial assets	(92.01)		(49.84)	
Other current assets	(103.24)		(14.59)	
Other Non Current assets	(282.69)		(89.81)	
Trade payables	-		-	
Other Financial liabilities	69.28		(192.61)	
Other current liabilities	28.05		37.33	
Cash generated from operations	(2.21)		(44.55)	
Direct taxes paid	415.11		201.61	
Cash flow before extraordinary items	(41.21)		(50.53)	
Extraordinary items	373.91		151.08	
NET CASH FLOW FROM OPERATING ACTIVITIES		373.91		151.08
(B) CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets	(560.00)		(906.83)	
Sale of Fixed Asset	-		-	
(Purchase) / sale of investments (Net)	(12.00)		(17.00)	
(Increase) / decrease in deposits	-		-	
Interest / other income	31.90		5.00	
Dividend received	-		-	
NET CASH USED IN INVESTING ACTIVITIES		(540.10)		(918.83)
(C) CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from long term borrowings	-		-	
Repayment of long term borrowings	(330.72)		505.21	
Change in working capital borrowings from banks	138.19		406.15	
Shares Issued (incl Share Premium)	623.50		-	
Interest paid	(286.72)		(117.57)	
NET CASH FROM FINANCING ACTIVITIES		144.25		793.79
NET INCREASE IN CASH AND CASH EQUIVALANTS (A+B+C)		(21.94)		26.05
OPENING BALANCE OF CASH AND CASH EQUIVALANTS		29.69		3.64
CLOSING BALANCE OF CASH AND CASH EQUIVALANTS		7.75		29.69

Notes to cash flow statement:

- The above cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard 7 on "Statement of Cash Flow" notified u/s 133 of Companies Act, 2013 ("Act") read with relevant rules issued thereunder and the relevant provisions of the Act.
- a. All the figures in brackets are outflow.
- b. Previous year's figures have been regrouped wherever necessary.

As set out in our attached report of even date

For and on behalf of the Board of Directors

For Anuja Sharma & Co
Chartered Accountants
 Firm Registration No. : 140334W

Handwritten signature of Anuja Sharma

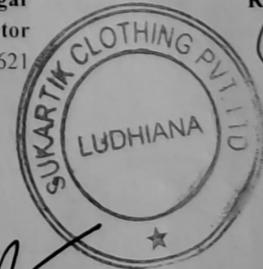


Anuja Sharma
 Proprietor
 Membership No. 123589

Place: Mumbai
 Date : 30/05/2024

Handwritten signature of Navratan Gaggar
Navratan Gaggar
 Director
 DIN:01655621

Handwritten signature of Ramakanth Gaggar
Ramakanth Gaggar
 Director
 DIN:01019838



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STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2024

Particulars	(Rs. in Lakhs)
Share Capital	Value
Balance as at April 1, 2022	30.10
Changes during the year	-
Balance as at March 31, 2023	30.10
Balance as at April 1, 2023	30.10
Changes during the year	14.50
Balance as at March 31, 2024	44.60

Particulars	Reserves and Surplus			Other Comprehensive Income	Total
	Capital Reserve	Securities Premium Reserve	Retained Earnings		
Balance at the beginning of the reporting period i.e. 1st April, 2022	-	520.90	638.62	-	1,159.52
Profit for the year	-	-	140.61	-	140.61
Other Comprehensive Income for the year	-	-	-	-	-
Balance at the end of the reporting period i.e. 31st March, 2023	-	520.90	779.23	-	1,300.13
Balance at the beginning of the reporting period i.e. 1st April, 2023	-	520.90	779.23	-	1,300.13
Profit for the year	-	-	267.86	-	267.86
Additions during the year	-	609.00	-	-	609.00
Other Comprehensive Income for the year	-	-	-	-	-
Balance at the end of the reporting period i.e. 31st March, 2024	-	1,129.90	1,047.09	-	2,176.99

Nature of reserves

- Securities Premium Reserve:** Securities premium reserve is used to record the premium on issue of shares. The reserve is utilised in accordance with the provision of the Companies Act, 2013.
- Retained Earnings:** Retained earnings are the profits that the Company has earned till date, less any transfers to other reserve, dividends or other distributions paid to shareholders.
- Capital Reserve:** The reserve is utilised in accordance with the provision of the Companies Act, 2013.

Significant Accounting Policies

2

The accompanying notes form part of the financial statements 1 to 40

As set out in our attached report of even date

For Anuja Sharma & Co
Chartered Accountants
Firm Registration No. : 140334W



A. Sharma
Anuja Sharma
Proprietor
Membership No. 123589

Place: Mumbai

For and on behalf of the Board of Directors

N. Gaggar
Narayan Gaggar
Director
DIN:01655621

R. Gaggar
Ranjankant Gaggar
Director
DIN:01019838



SUKARTIK CLOTHING PRIVATE LIMITED
Notes to financial statements for the year ended 31st March 2024

1 Corporate information

Sukartik Clothing Private Limited (the Company) was incorporated to carry on the business of manufacturing of seamless garments. The registered office of the Company is at 28, Bombay Samachar Marg, 3rd Floor, Fort, Mumbai -400023, Maharashtra, India.

The financial statements for the year ended March 31, 2024 were authorized and approved for issue by the Board of Directors on May 30, 2024

2 Significant accounting policies

2.1 Basis of accounting and preparation of financial statements

The financial statements have been prepared on the historical cost basis except for certain financial assets and liabilities which have been measured at fair value amount.

The financial statements of the company have been prepared to comply with the Indian Accounting Standards ('Ind AS'), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

Company's financial statements are presented in Indian Rupees (Rs.), which is its functional currency.

2.2 Use of estimates

The preparation of financial statements requires the Management to make 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 financial statements 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/materialise.

2.3 Summary of Significant Accounting Policies

(a) Property, Plant & Equipment

Property, plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow the entity and the cost can be measured reliably.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.



(b) Intangible asset

Intangible Assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebate less accumulated amortisation/ depletion and impairment loss, if any. Such cost includes purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

Subsequent costs are included in the asset's carrying amount or recognized as a separate assets, as appropriate, only when it is probable that future economic benefits associated with the items will flow to the Company and cost can be measured reliably.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

(c) Depreciation and amortisation

Depreciation on property, plant and equipment is provided using straight-line method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II of the Companies Act, 2013.

(d) Inventories

Inventories are stated at lower of cost/unamortised cost or realisable value. The company evaluates the realisable value and/or revenue potential of inventory based on management estimate of market conditions and future demand and appropriate impairment is made in cases where accelerated impairment is warranted.

(e) Cash and cash equivalents

Cash comprises cash in hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

(f) Cash Flow Statement

Cash flows are stated using the indirect method, whereby profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

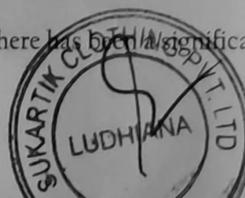
(g) Financial Assets

All financial assets are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition of financial assets, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Purchase and sale of financial assets are recognised using trade date accounting.

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment assessment of financial assets other than those measured at fair value through profit and loss (FVTPL).

The company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk.



(h) **Financial Liabilities**

Initial recognition and measurement:

All financial liabilities are recognized initially at fair value and in case of loans not of directly attributable cost, fees of recurring nature are directly recognised in profit or loss as finance cost.

Subsequent measurement:

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(i) **Employee Benefits**

Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

(j) **Tax Expenses**

The tax expense for the period comprises current and deferred tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the comprehensive income or in equity.

Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance Sheet date.

Deferred Tax

Deferred Tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred income tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax assets to be utilised.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

(k) **Foreign currencies transactions and translation**

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Exchange differences arising on settlement of transactions are recognised in Statement of Profit or Loss.

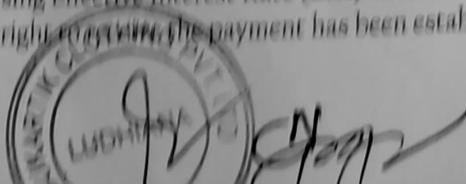
Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date. Exchange differences arising on translation are recognised in Other Comprehensive Income.

(l) **Revenue recognition**

Revenue is recognised to the extent it is probable that economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

(m) **Other income**

Interest income from a financial asset is recognised using Effective Interest Rate (EIR) Method. Dividend income is recognised when the Company's right to receive the payment has been established.



(n) Earnings per share

Basic earnings per share is computed by dividing the profit/(loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/(loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

(o) Provisions & Contingencies

Provisions are recognised when the Company has a present obligation as a result of a past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a financial cost.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognised nor disclosed in the financial statements.



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Plant and Equipment

(Rs.in Lakhs)

PARTS	GROSS BLOCK				DEPRECIATION				NET BLOCK		Total as on 31.03.2023
	As on 31.03.2023	Additions during the year	Deduction during the year	As on 31.03.2024	Total upto 31.03.2023	Provided for the year	WDV adjusted against Opening P & L A/c	Written back during the year	Total upto 31.03.2024	Total as on 31.03.2024	
Property, plant & equipment											
Land	172.55	-	-	172.55	-	-	-	-	-	-	172.55
Office Premises	7.46	-	-	7.46	1.78	0.36	-	-	2.14	5.32	5.68
Factory Building	209.73	274.69	74.84	409.58	34.76	12.35	-	-	36.36	373.22	174.97
Plant & Machineries	886.05	1,043.43	102.52	1,826.96	287.69	119.12	-	10.75	370.90	1,456.06	598.36
Furniture & Fixtures	51.37	31.31	29.55	53.13	21.88	4.15	-	35.92	10.73	42.41	29.48
Computers	3.25	0.74	-	3.99	3.16	0.29	-	15.31	3.45	0.54	0.09
Vehicles	47.39	-	-	47.39	20.26	2.75	-	-	23.01	24.38	27.13
Office Equipments	42.12	3.76	-	45.88	30.89	2.78	-	-	33.67	12.21	11.23
Total tangible assets	1,419.93	1,353.93	206.91	2,566.95	400.43	141.80	-	61.98	480.25	2,086.70	1,019.50
Intangible assets											
Computer software	0.50	-	-	0.50	0.50	-	-	-	0.50	-	-
Total intangible assets	0.50	-	-	0.50	0.50	-	-	-	0.50	-	-
TOTAL AS AT 31.03.2024	1,420.43	1,353.93	206.91	2,567.45	400.93	141.80	-	61.98	480.75	2,086.70	1,019.50

Note 3: Capital Work-in-Progress

Costs	Plant & Machinery	Total
As at April 1, 2023	874.31	874.31
Additions	-	-
Capitalised During the year	649.00	649.00
As at March 31, 2024	225.30	225.30



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SUKARTIK CLOTHING PRIVATE LIMITED
Notes on Financial Statements for the year ended 31st March 2024

(Rs. in Lakhs)

Particulars	As at 31.03.2024		As at 31.03.2023	
Note 4 : INVESTMENT (at cost)				
Max Life - Growth Super Fund *		29.00		17.00
	Total	29.00	29.00	17.00
* Unit Linked Non-Participating Individual Life Insurance Plan for Mr. Navratan Gagar(Director)				
Note 5 : OTHER FINANCIAL ASSETS				
Security Deposits		30.87		30.87
Bank deposits with maturity period more than 12 months *		105.73		5.09
	Total	136.60	136.60	35.96
*Includes Deposits pledged for Borrowings.				
Note 6 : INVENTORIES				
(Refer note 2.3-d)				
Raw Materials and components		282.99		364.29
Stock in trade		102.41		48.47
Finished goods		494.70		395.36
Stores, spares and Consumables		80.15		60.12
	Total	960.25	960.25	868.24
Note 7 : TRADE RECEIVABLES				
(Unsecured and Considered good)				
Trade Receivables		860.98		956.45
	Total	860.98	860.98	956.45

There are no outstanding trade receivables from any directors or other officers of the Company or any of them either severally or jointly with any other person.

As at 31st March, 2024

Particulars	Outstanding for following periods					Total
	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivable- Consider Good	614.14	47.40	76.95	-	122.48	860.98
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
TOTAL	614.14	47.40	76.95	-	122.48	860.98



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Particulars

As at 31.03.2024 As at 31.03.2023

Particulars	Outstanding for following periods					Total
	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	
(i)Undisputed Trade Receivable- Consider Good	763.54	56.72	27.32	-	108.87	956.45
(ii)Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	108.87	108.87
TOTAL	763.54	56.72	27.32	-	108.87	956.45

Note 8: CASH AND BANK BALANCES

Cash and Cash equivalents	0.07	0.07
Balances with Bank	7.68	29.61
Cash on hand	-	-
Total	7.76	29.69

Note 9: BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS ABOVE

Other bank balances:	2.44	2.16
In fixed deposit account with maturity less than 12 months	-	-
Total	2.44	2.16

Note 10: CURRENT LOANS

Unsecured, considered good	3.08	1.99
Loan to employees	0.01	0.01
Loans to Others	-	-
Total	3.09	1.99

Note 11: OTHER FINANCIAL ASSETS

Unsecured, considered good	1.76	0.54
Interest receivable	-	-
Total	1.76	0.54

Note 12: OTHER CURRENT ASSETS

(Unsecured, considered good unless otherwise stated)

Prepaid expenses	11.02	4.33
Insurance claim receivable (refer Note no. 40)	360.90	-
Advance to suppliers	14.25	93.49
Other Receivables	0.24	0.24
Balance with Statutory Authorities	129.33	135.00
Total	515.75	233.06



SUKARTIK CLOTHING PRIVATE LIMITED
Financial Statements for the year ended 31st March 2024

(Rs. in Lakhs)

Note 13 : EQUITY

Authorised

Equity Shares of Rs. 10/- each

Issued,Subscribed and Paid up

Equity Shares of Rs. 10/- each

Particulars	As at 31 March 2024		As at 31 March 2023	
	Number	Amount	Number	Amount
Equity Shares of Rs. 10/- each	2700000	270.00	310000	31.00
Equity Shares of Rs. 10/- each	446000	44.60	301000	30.10
Total	446000	44.60	301000	30.10

a. Reconciliation of number of equity shares outstanding at the beginning and at the end of the reporting period :-

Particulars	As at 31 March 2024		As at 31 March 2023	
	Number	Amount	Number	Amount
Outstanding at the beginning of the year	301000	30.10	301000	30.10
Issued during the year	145000	14.50	-	-
Outstanding at the end of the year	446000	44.60	301000	30.10

b : Details of Shareholders holding more than 5% of shares of the company:-

Name of Shareholder	As at 31 March 2024		As at 31 March 2023	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Garnet International Limited	211,000	47.31	211,000	70.10
Navratan Gaggar	175,000	39.24	30,000	9.97
Ramakant Gaggar	30,000	6.73	30,000	9.97
Suresh Gaggar	30,000	6.73	30,000	9.97

c : Terms/Rights attached to Equity Shares:-

(i) The Company has only one class of Equity shares having par value of Rs. 10/- per share.

(ii) Each holder of Equity share is entitled to one vote per share.

(iii) In the event of Liquidation of the Company, the holders of Equity shares will be entitled to receive the realised value of the assets of the Company, remaining after payment of all preferential dues(if any). The distribution will be in proportion to the number of equity shares held by the shareholders.

d. Details of Shareholding of Promoters at the beginning and at the end of the year :-

Name of Promoter	As at 31.03.2024		As at 31.03.2023		% Change during the year
	No. of Share	Shares	No. of Share	Shares	
Garnet International Limited	211,000	47.31	211,000	70.10	22.79
Navratan Gaggar	175,000	39.24	30,000	9.97	-29.27
Ramakant Gaggar	30,000	6.73	30,000	9.97	3.24
Suresh Gaggar	30,000	6.73	30,000	9.97	3.24
TOTAL	446,000	100	301,000	100	-

The Authorized Share Capital of the Company was increased from Rs.31,00,000/- (Rupees Thirty One Lakhs Only) divided into 3,10,000 (Three Lakhs Ten Thousand) Equity Shares of Rs.10/- (Rupees Ten Only) each to Rs.2,70,00,000/- (Rupees Two Crore Seventy Lakhs only) divided into 27,00,000 (Twenty Seven Lakhs) Equity Shares of Rs.10/- (Rupees Ten Only) each and consequential alteration in the Memorandum of Association of the Company as approved by the shareholders at Extra Ordinary General Meeting held on December 04, 2023.

The Company has issued and allotted 1,45,000 Equity Shares at a price of Rs. 430/- per Equity Share (at a premium of Rs. 420 per Equity Share) on 19th

February, 2024 to Mr. Navratan Gaggar on conversion of Unsecured loans after shareholder approval at Extra-Ordinary General Meeting held on 3rd July, 2023.



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OTHER EQUITY

a. Securities Premium Account
 Balance at the beginning of the year
 Add: Received during the year

	520.90	520.90
	609.00	-
Sub-total	1,129.90	520.90

b. Surplus in the Statement of Profit and Loss
 Balance or (deficit) as per the last financial statements
 Add/(Less): Net Profit/(Loss) for the year

	779.23	638.62
	267.86	140.61
Sub-total	1,047.09	779.23

c. Other Comprehensive income
 Balance as per the last financial statements
 Add: Movement in OCI (Net) during the year

	-	-
	-	-
Sub-total	-	-
Total	2,176.99	1,300.13

Note 15 : BORROWINGS**Secured**

Term Loans from banks

584.41 557.62

Unsecured

Loans and advances from related parties (refer Note No. 31)

- 357.51

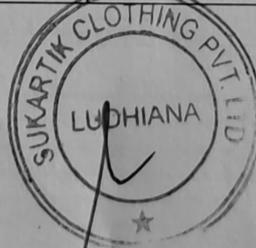
Total 584.41 915.13

15.1 : Terms of Repayment and Security details of Term Loans :

Name of the Bank	AXIS BANK	AXIS BANK	HDFC AUTO LOAN	HDFC AUTO LOAN
Type of Loan	Term Loan	Term Loan	Vehicle Loan	Vehicle Loan
Loan Account No.	52450564	97121421	120709601	140000676
Amount sanctioned	82,500,000	14,500,000	421,761	1,580,902
Amount availed	82,457,952	14,500,000	421,761	1,580,902
Sanction Date	31/08/2022	31/12/2019	05/09/2021	29.03.2023
Total No. of Instalments	72	54	60	60
No. of Instalments paid	10	48	31	11
No. of balance Instalments to be paid	62	6	29	49
Amount of Instalment	1145830	268000	8522	32625
Repayment Type	Monthly	Monthly	Monthly	Monthly

Nature of Security :

1. Term Loans from Axis bank is secured by way of Hypothecation of Machinery/ Other MFA .
2. Collateral security :
 - a. Extension of Equitable Mortgage of Industrial Property situated at Ludhiana.
 - b. Immovable property adjacent to Industrial property in the name of relative of director, Mr. Navratan Gaggar.
3. Personally guaranteed by directors (Mr. Navratan Gaggar and Mr. Ramakant Gaggar) of the company.
4. Vehicle loan from HDFC Bank is secured by hypothecation of specific vehicles acquired from the loan.



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Particulars

(Rs. in Lakhs)

Note	Particulars	As at 31.03.2024	As at 31.03.2023
Note 16:	DEFERRED TAX LIABILITIES (net)		
	Difference between book and tax depreciation	41.92	45.14
Note 17:	BORROWINGS	Total	41.92
	Secured		
	Loans repayable on demand from banks:		
	Working Capital Loan	1,031.89	662.05
	Current maturities of long-term debts (refer Note No. 15)	157.59	173.70
	Unsecured		
	Loans repayable on demand from related parties (refer Note No. 31)	0.55	216.09
	Total	1,190.03	1,051.85

Nature of Security :

Secured Loans comprise of cash credit & short term loans from banks which are secured by hypothecation of current assets of the Company and collaterally secured by Equitable Mortgage of Industrial Property located at Ludhiana and Immovable property adjacent to Industrial property in the name of relative of Director. It is further secured by personal guarantee of the directors of the Company. Overdraft facility against Fixed deposit is secured by Cash margin in form of Fixed deposit of Rs. 100 lacs with Bank's Lien.

Note 18: TRADE PAYABLES

Due to Micro and Small Enterprises *		
Other than Micro and Small Enterprises	248.34	-
- Related Parties (refer Note No. 32)	363.29	542.36
- Others		
Total	611.64	542.36

* Based on the information available with the company in response to the enquiries from all existing suppliers with whom the company deals, there are no suppliers who are registered as micro and small enterprises under ' The Micro, Small and Medium Enterprises Development Act, 2006' as at 31.03.2024

Trade Payable Ageing Analysis

As at 31st March, 2024

Particulars	Outstanding for following periods				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i)MSME	-	-	-	-	-
(ii)Others	609.32	2.32	-	-	611.64
(iii)Disputed Dues- MSME	-	-	-	-	-
(iv) Disputed Dues- Others	-	-	-	-	-
TOTAL	609.32	2.32	-	-	611.64

As at 31st March, 2023

Particulars	Outstanding for following periods				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i)MSME	-	-	-	-	-
(ii)Others	528.21	0.39	-	13.75	542.36
(iii)Disputed Dues- MSME	-	-	-	-	-
(iv) Disputed Dues- Others	-	-	-	-	-
TOTAL	528.21	0.39	-	13.75	542.36



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OTHER FINANCIAL LIABILITIES

Other accrued expenses

to others

to related parties (refer Note No. 31)

	101.13	51.09
	17.25	39.24
Total	118.38	90.32

Note 20: OTHER CURRENT LIABILITIES

Statutory Liabilities

Grant received from PSCST

Advance from Customers

	5.97	5.30
	8.00	-
	25.92	9.20
Total	39.90	14.50

Note 21: CURRENT TAX LIABILITIES (net)

Provision for Taxation (net of taxes paid)

Provision for Tax

Less : Advance tax

	21.75	49.36
	56.08	53.99
	34.33	4.63
Total	21.75	49.36



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(Rs. in Lakhs)

	2023-2024	2022-2023
Note 22: REVENUE FROM OPERATION		
Sale of Products :		
Garments		
Local	4,596.18	3,766.51
Total	4,596.18	3,766.51
Note 23: OTHER INCOME		
Interest		
on Fixed Deposits	1.00	0.00
on Electricity Deposits	1.95	-
on Income tax refund	0.36	-
Rental Income (refer Note No. 31)	6.00	-
Profit on reinstatement	22.59	-
Items wrongly classified as Expenses last year instead of Investment	-	5.00
Total	31.90	5.00
Note 24: COST OF MATERIALS CONSUMED		
Opening stocks:		
Raw Material		
Yarn	239.19	215.00
Dyes & Chemicals	125.10	116.75
Add : Cost of purchases		
Raw Materials		
Yarn	722.81	614.11
Dyes & Chemicals	762.25	862.89
Less: Closing stock		
Raw Material		
Yarn	140.34	239.19
Dyes & Chemicals	142.64	125.10
Total	1,566.36	1,444.46
Note 25: CHANGES IN INVENTORIES		
Opening Stock:		
Finished goods	395.36	347.27
Stock in trade	48.47	82.17
Work in progress	-	-
Closing Stock:		
Finished goods	494.70	395.36
Stock in trade	102.41	48.47
Work in progress	-	-
Total	(153.28)	(14.39)
Note 26: EMPLOYEE BENEFIT EXPENSE		
Salaries and Wages	941.18	685.16
Contribution to Provident and Other Funds	12.98	10.80
Staff Welfare Expenses	13.78	10.47
Total	967.94	706.43
Note 27: FINANCE COST		
Interest expense on		
On loans	83.86	24.48
Bill discounting facility	141.14	59.80
Others	0.02	0.00
Cash Credit Facility	61.00	32.91
Bank Charges	0.70	0.38
Total	286.72	117.57



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2023-2024

2022-2023

OTHER EXPENSES

A) Manufacturing Expenses

Job charges	24.89	18.88
Power and fuel	299.63	230.51
Freight & Cartage Inwards	6.41	6.99
Stores and spares consumed	916.76	793.75
Insurance	4.72	0.78
Repairs & Maintenance(Machinery)	132.96	77.85

Total- (A) 1,385.38 1,128.76

B) Administrative and General Expenses

Brokerage and Commission	-	5.00
Communication Expenses	4.12	4.74
Limit processing fee	2.44	3.99
Legal and Professional Charges	5.60	3.46
Auditors' remuneration (refer Note No. 30)	1.00	1.18
Membership and Subscription	10.61	2.40
Miscellaneous Expenses	46.00	28.20
Printing and Stationery	5.09	3.80
Rates & Taxes	2.16	-
Repairs & Maintenance	17.21	10.62
Rent (refer Note No. 31)	9.00	-
Directors Remuneration	12.00	12.00
Donation	0.53	0.04

Total- (B) 115.76 75.43

C) Selling and Distribution Expenses

Sales Promotion Expenses	0.63	0.31
Packing Expenses	-	0.10
Travelling and Conveyance	10.91	17.58
	0.01	(0.85)

Total- (C) 11.55 17.14

D) Net Foreign exchange loss (gain)

Total (A+B+C) 1,512.69 1,221.34

Note 29: EARNING PER SHARE

Weighted average number of Equity Shares
 Nominal Value of a Share
 Profit/ (Loss) for the year
 Basic and Diluted Earning Per Share

UNIT	2023-2024	2022-2023
Numbers	446,000	301,000
Rs.	10.00	10.00
Rs. in Lakhs	267.86	140.61
Rs.	60.06	46.72

Note 30: PAYMENT TO AUDITORS

Audit Fees
 Tax Audit Fees
 Taxation Matters
 Certification

Audit Fees	0.50	0.59
Tax Audit Fees	0.30	0.35
Taxation Matters	0.20	0.24
Certification	-	-
	<u>1.00</u>	<u>1.18</u>



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...to the amendment of Schedule III ;
...the nature of immovable property are held in the name of the Company.

vi) The Company has not classified any property as Investment property, hence fair valuation of Investment property by a registered valuer as defined under Rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017 does not arise.

vii) The Company has not revalued any of its Property, Plant and Equipment during the current reporting period and also reporting period and also for previous year's reporting period.

viii) During the financial years ended 31 March 2024 and 31 March 2023, the Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person (a) repayable on demand or (b) without specifying any terms or period of repayment.

ix) The Company does not have any intangible assets under development during the current and previous year reporting period.

x) There is no Benami Property held by the Company and there is no proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

xi) The Company has sanctioned facilities from banks on the basis of security of current assets. The periodic returns filed by the Company with such banks are in agreement with the books of accounts of the Company.

xii) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

xiii) The Company does not have any relationship with Struck off Companies.

xiv) There is no charges or satisfaction in relation to any debt / borrowings yet to be registered with ROC beyond the statutory period.

xv) The Company does not have investment in any downstream companies for which it has to comply with the number of layers prescribed under Clause (87) of Section 2 of the Companies Act, 2013 read with Companies (Restriction on number of layers) Rules, 2017, hence no disclosure is required as such.

xvi) The Company has not advanced or loaned or invested funds (either borrowed funds or Share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall, a) Directly or indirectly lend or invest in other person(s) or entity (ies) identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) Or b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries. Hence no disclosure is required as such.

xvii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Parties) with the understanding (whether recorded in writing or otherwise) that the company shall;

a) Directly or indirectly lend or invest in other person(s) or entity(ies) identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) Or

b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries. Hence no disclosure is required as such.

xviii) The company has not recorded any transaction in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

xix) The company has not traded or invested in crypto currency or virtual currency during the financial year.

xx) The Company is not required to comply with the provisions of Section 135 of the Companies Act, 2013.

Note 38 : The Company has neither paid nor provided interest on its unsecured borrowing during the financial year, however year end balance of such loan is Nil.

Note 39 : Balances of Current assets, Current Liabilities and Loans & Advances are subject to confirmation / reconciliation , if any.

Note 40 : On June 28, 2023, an incidence of fire occurred at the Factory premises located at Ludhiana, Punjab. This incident led to damage of certain property, plant and equipment and inventory, however there was no damage caused to the manufacturing facility and there were no reported injuries or casualties. The Company is adequately insured for Stocks and reinstated value of fixed assets damaged. The Company has lodged claim of this incident, for replacement value of the damaged fixed assets and stock lost in fire with the insurance company , which is under process. The Company has estimated and recognised an initial loss of Rs. 3.60 Crores on account of damage to certain property, plant and equipment & inventory and has recognised insurance claim receivable to the extent of aforesaid losses.

As set out in our attached report of even date

For Anuja Sharma & Co
Chartered Accountants
Firm Registration No. : 140334W



A.B. edhis
Anuja Sharma
Proprietor
Membership No. 123589

Place: Mumbai
Date : 30/05/2024

For and on behalf of the Board of Directors

Navatan Gaggar
Navatan Gaggar
Director
DIN:01655621

Ramkant Gaggar
Ramkant Gaggar
Director
DIN:0119839

