

## INDEPENDENT AUDITOR'S REPORT

**THE MEMBERS,  
SHREE HARI SPINTEX LIMITED  
MAUR MANDI**

### **Report on the Audit of Standalone Financial Statements**

#### **Opinion**

We have audited the standalone financial statements of M/S SHREE HARI SPINTEX LIMITED, Maur Mandi, which comprise the balance sheet as at 31<sup>st</sup> March 2022, 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 (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the 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 31<sup>st</sup> March 2022 and its profit, and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit of standalone financial statements in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

#### **Emphasis matter**

We draw attention to;

1. Refer Note No. 20 regarding related party transaction. In this regard, it is hereby stated that both Sale and Purchase transactions have been made by the Company during the year with its Group Concerns. Though as stated by the Company the transactions have been entered into at arm's length price.

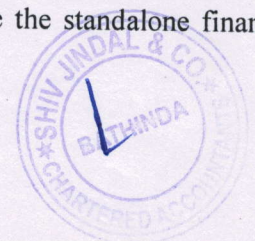
Our Opinion is not modified in respect of the above matter.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. Our report does not include any key audit matter, as the said reporting is not applicable to the company in accordance with the SAs.

#### **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 Annual Report 2021-22, but does not include the standalone financial statements and auditor's report thereon.



Our opinion on the standalone 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 standalone 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.

### **Responsibilities of Management for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

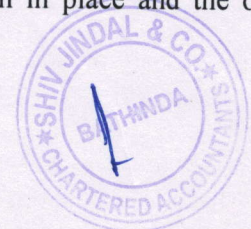
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone 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 skepticism throughout the audit. We also:

- a) 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.
- b) Obtain an understanding of internal control 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.



- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) 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.
- e) 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 standalone 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("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.

2. As required by Section 143(3) of the Act, and companies (Audit & Auditors) Rules 2014, 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 purpose 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, Statement of Profit and Loss and 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 U/s 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 31st March 2022, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2022, from being appointed as a director in terms of sub section (2) of section 164 of the Companies Act, 2013.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and

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, 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.

Place: Bathinda  
Date: 06-09-2022

For Shiv Jindal & Co.  
Chartered Accountants  
FRN No.: 011316N



(Shiv K. Jindal)  
Partner

M. No.: 090090  
UDIN: 22090090ARCSFA9303

**Annexure A referred to in Para 1 'Report on Other Legal and Regulatory Requirements' in our Independent Auditor's Report to the members of the Company on the financial statements for the year ended 31<sup>st</sup> March 2022.**

**Statement on Matters specified in paragraphs 3 & 4 of the Companies (Auditor's Report) Order, 2020:**

- i. (a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;  
(a) (B) The company has no intangible assets hence the clause is not applicable.  
(b) All fixed assets have been physically verified by the management during the year at regular intervals, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification which may require adjustments in the books of accounts of the company.  
(c) According to the information and explanation given to us, the title deeds of immovable properties (i.e., Land & Building) are held in the name of the company.  
(d) The company has not revalued its property, plant and equipment (including right of use assets) or intangible assets during the year ended 31<sup>st</sup> March 2022.  
(e) No proceedings have been initiated during the year or are pending against the company as at 31<sup>st</sup> March 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and the rules made there under.
- ii. (a) Physical verification of inventory has been conducted at reasonable intervals by the management. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the management is appropriate having regard to the size of the company and the nature of its operations.  
(b) The company has been sanctioned working capital limit in excess of five crore rupees in aggregate from banks/financial institutions on the basis of the security of the current assets of the company. The quarterly returns/statements filed by the company with such banks/ financial institutions as and when submitted by the company were in variance with the books of accounts of the company. The same has been identified during the course of audit and the rectified statement has been subsequently submitted to the bank which are almost in agreement with the books of accounts of the company.
- iii. According to the information and explanation given to us the company has not granted unsecured loans to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act 2013 during the year and in our opinion, hence Para (a) to (f) are not applicable.
- iv. In our opinion and according to the information and explanations given to us, provisions of Section 185 and Section 186 of the Act in respect of loans and guarantees given and investments made have been complied with by the Company except the following reported:  
(a) As reported by the management, all advances have been given by the company in the regular course of business and are in the nature of trade advances.
- v. In our opinion and according to the information and explanation given to us, the company has not complied with the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the Companies (Acceptance of deposits) Rules 2014, as amended, with regard to deposits accepted in the nature of advance from customers and customary trade advances in the regular course of business lying unadjusted over one year.



- vi. We have broadly reviewed the books of account maintained by the company pursuant to the Rules made by the Central Government for the maintenance of costs records under section 148 of the Companies Act, 2013 and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained
- vii. (a) According to the information and explanations given to us and the records examined by us, the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. There are no other arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.

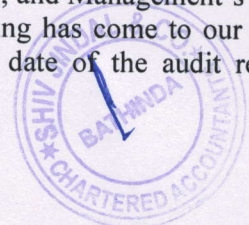
Further, since the Central Government has till date not prescribed the amount of cess payable under section 441A of the companies Act 1956, we are not in a position to comment upon the regularity or otherwise of the company in depositing the same.

- (b) According to information and explanation given to us, there are no dues on account of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess, which have not been deposited on account of any dispute .
- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year. Hence clause 3(viii) of the Order is not applicable to the company.
- ix. (a) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not defaulted in repayment of borrowings to banks.
- (b) The company has not been declared wilful defaulter by any bank or financial institution or government or government authority.
- (c) In our opinion and according to the information and explanations given to us, the company has utilised the money obtained by way of term loans during the year for the purposes for which they were obtained.
- (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) According to the information and explanations given to us and an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures (as defined under the Companies Act 2013) during the year ended March 31, 2022. Hence clause 3(ix) ( e ) of the Order is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiary, associates or joint venture (as defined under the Companies Act 2013) Hence clause 3(ix) (f) of the Order is not applicable.
- x. (a) No fresh funds have been raised by way further public offer (including debt instruments) during the year. Also raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans have been applied for the purposes for which those were raised.
- (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 not made any preferential allotment or private placement of shares



or convertible debentures (fully, partially or optionally convertible) during the year hence the clause 3(x)(b) of the Order is not applicable.

- xi. (a) During the course of our examination of the books of account and records of the Company, and according to the information and explanation given to us and representations made by the Management, no material fraud by or on the Company by its officers or employees, has been noticed or reported during the year.
- (b) During the year, no report under sub-section (12) of section 143 of the Act has been filed by secretarial auditor or by us in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the company, no whistle blower complaints have been received by the Company.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
- xiii. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion and based on our examination, the company does not have an internal audit system commensurate with the size and nature of its business and is not required to have an internal audit system as per the provisions of section 138 of the Companies Act, 2013.
- (b) Since the company is not required to have the internal audit system hence the clause 3(xiv)(b) is not applicable to the company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.
- xvi. (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.
- (b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause 3 (xvi)(b) of the Order is not applicable to the Company.
- (c) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause 3 (xvi)(c) of the Order is not applicable to the Company.
- (d) There is no group company /Core Investment Company. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- xvii. The Company has not incurred cash losses in the current year and preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year and accordingly, requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- xix. On the basis of the financial ratios disclosed in notes to the Standalone Financial Statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying Financial Statements, our knowledge of the Board of Director's; and Management's plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that

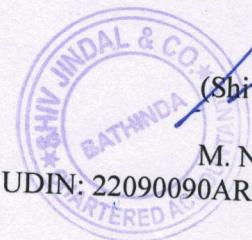


Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. Since the provisions of Section 135 of the Companies Act, 2013 with regard to corporate social responsibility are not applicable to the company hence clause 3(xx) of the Order is not applicable.

Place: Bathinda  
Date: 06-09-2022

For Shiv Jindal & Co.  
Chartered Accountants  
FRN No.: 011316N

  
(Shiv K. Jindal)  
Partner  
M. No.: 090090  
UDIN: 22090090ARCSFA9303



## Annexure – B to the Independent Auditor’s Report

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of SHREE HARI SPINTEX LIMITED, Maur Mandi as of 31<sup>st</sup> March, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

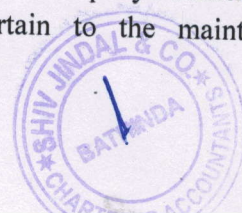
The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls over Financial Reporting**

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of



records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

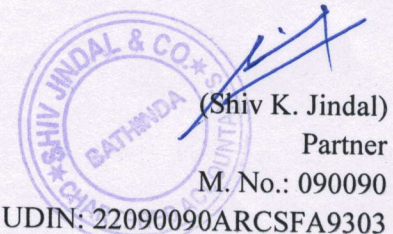
### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Shiv Jindal & Co.  
Chartered Accountants  
FRN No.: 011316N

  
(Shiv K. Jindal)  
Partner  
M. No.: 090090  
UDIN: 22090090ARCSFA9303

Place: Bathinda  
Date: 06-09-2022

**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**BALANCE SHEET AS AT 31ST MARCH, 2022**

**(Amount in Lakhs)**

PARTICULARS	Note No.	Figures as at the end of previous reporting period 31st March, 2022	Figures as at the end of previous reporting period 31st March, 2021
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) SHARE HOLDER'S FUND</b>			
(a) Share Capital	1	553.19	553.19
(b) Reserves and Surplus	2	673.41	543.53
(c) Money received against share warrants		0.00	0.00
<b>(2) Share application money pending allotment</b>			
<b>(3) Non-Current Liabilities</b>			
(a) Long-term borrowings	3		
i) Secured Loans		167.30	277.51
ii) Unsecured Loans		350.36	289.05
(b) Deferred tax liabilities (Net)	7	0.00	0.00
(c) Other Long term liabilities		0.00	0.00
(d) Long term provisions		0.00	0.00
<b>(4) Current Liabilities</b>			
(a) Short-term borrowings	4	2,021.17	1,900.27
(b) Trade payables		171.81	81.46
(c) Other current liabilities		702.48	1,508.53
(d) Short-term provisions		49.56	1.40
<b>Total</b>		<b>4,689.28</b>	<b>5,154.94</b>
<b>II. Assets</b>			
<b>(1) Non-current assets</b>			
<i>(a) Property, Plant and Equipment and Intangible Assets</i>			
(i) Property, Plant and Equipment	5	598.97	690.84
(ii) Intangible assets		0.00	0.00
(iii) Capital work-in-progress		0.00	0.00
(iv) Intangible assets under development		0.00	0.00
(b) Non-current investments	6	82.55	82.56
(c) Deferred tax assets (net)	7	37.19	37.56
(d) Long term loans and advances		0.00	0.00
(e) Other non-current assets	8	0.00	0.00
<b>(2) Current assets</b>			
(a) Current investments		0.00	0.00
(b) Inventories	8A	2,472.24	3,509.68
(c) Trade receivables	9	1,363.25	672.86
(d) Cash and cash equivalents	10	21.36	24.38
(e) Short-term loans and advances	11	0.00	0.00
(f) Other current assets	12	113.72	137.05
<b>Total</b>		<b>4,689.28</b>	<b>5,154.94</b>
See accompanying Notes to the Financial Statements	1-22		

For and on Behalf of Board

As per our Report of even date Attached

(SUSHIL KUMAR)  
DIRECTOR  
DIN: 01888304

(SAT PAL)  
DIRECTOR  
DIN: 01452361

(SANDEEP KUMAR)  
DIRECTOR  
DIN: 01452438

PLACE : BATHINDA  
DATE: 06-09-2022



For & on behalf of  
SHIV JINDAL & CO.  
Chartered Accountants  
Firm No: 011316N

(Shiv K. Jindal)  
Partner

Membership No. 090090  
UDIN: 22090090ARCSFA9303

**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2022**

PARTICULARS	Notes No.	(Amount in Lakhs)	
		Figures For the current reporting period 31st March, 2022	Figures For the previous reporting period 31st March, 2021
<b>I. Revenue From Operations</b>	13	11,662.02	7,837.52
<b>II. Other Income</b>	14	9.88	10.63
<b>III. Total Income ( I + II )</b>		<u>11,671.90</u>	<u>7,848.15</u>
<b>IV. EXPENSES</b>			
Cost of Operations/Material Consumed	15	9,244.52	5,974.22
Employee Benefit Expense	16	578.19	458.57
Financial Costs	17	326.45	435.14
Depreciation & Amortisation Expense	5	110.79	127.10
Other Expenses	18	1,233.24	844.18
<b>Total Expenses (IV)</b>		<u>11,493.18</u>	<u>7,839.21</u>
<b>V. Profit before exceptional and extraordinary items and tax (III - IV)</b>		<u>178.72</u>	<u>8.94</u>
<b>VI. Exceptional Items</b>		0.00	0.00
<b>VII. Profit Before Extraordinary Items and Tax (V-VI)</b>		178.72	8.94
<b>VIII. Extraordinary Items</b>		0.00	0.00
<b>IX. Profit Before Tax (VII-VIII)</b>		178.72	8.94
<b>X. Tax expense:</b>			
(1) Current tax		49.56	1.40
(2) Deferred tax		-0.37	0.28
<b>XI. Profit/(Loss) for the period from Continuing Operations (IX-X-XIV)</b>		<u>128.79</u>	<u>7.82</u>
<b>XII. Profit/(Loss) From Discontinuing Operations</b>		0.00	0.00
<b>XIII. Tax Expense of Discontinuing Operations</b>		0.00	0.00
<b>XIV. Profit/(Loss) From Discontinuing Operations (After Tax) (XII-XIII)</b>		0.00	0.00
<b>XV. Profit (Loss) For the Period (XI+XIV)</b>		128.79	7.82
<b>XVI. Earnings Per Equity Share</b>			
(1) Basic		2.33	0.14
(2) Diluted		2.33	0.14

For and on Behalf of Board

(SUSHIL KUMAR)  
DIRECTOR  
DIN: 01888304

(SAT PAL)  
DIRECTOR  
DIN: 01452361

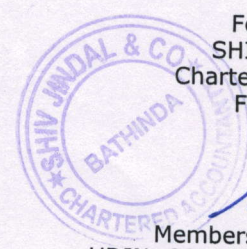
(SANDEEP KUMAR)  
DIRECTOR  
DIN: 01452438

*Sushil Kumar*  
PLACE : BATHINDA  
DATE: 06-09-2022

*Sat Pal*

*Sandeep Kumar*

As per our Report of even date Attached



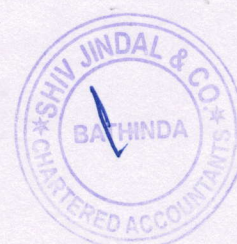
For & on behalf of  
SHIV JINDAL & CO.  
Chartered Accountants  
Firm No.011316N  
*(Shiv K. Jindal)*  
Partner  
Membership No. 090090  
UDIN: 22090090ARCSFA9303

**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

SL. No.	DETAILS	AMOUNT AS AT 31.03.2022	AMOUNT AS AT 31.03.2021
	<b><u>1.SHARE CAPITAL</u></b>		
(a)	Authorised Capital		
	(i) Current Year (70 Lakhs Equity Shares of Rs 10/- Each)	700.00	
	(ii) Previous Year (70 Lakhs Equity Shares of Rs 10/- Each)		700.00
(b) (i)	Issued Capital		
	(i) Current Year (55.319 Lakhs Equity Shares of Rs 10/- Each)	553.19	
	(ii) Previous Year (55.319 Lakhs Equity Shares of Rs 10/- Each)		553.19
(b) (ii)	Subscribed and Fully Paid		
	(i) Current Year (55.319 Lakhs Equity Shares of Rs 10/- Each)	553.19	
	(ii) Previous Year (55.319 Lakhs Equity Shares of Rs 10/- Each)		553.19
(c)	Par Value Per Share	10.00	10.00
(d)	Reconciliation of No. of Shares Outstanding at the beginning and at the end of the Year	N.A	N.A
	Opening At the Beginig of the Year	55.32	55.32
	Issued During the Year	0.00	0.00
	Closing At the End of Year	55.32	55.32
(e)	the rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the repayment of capital;	Equity Shares with voting rights	
(f)	Number of Shares held by the holding Co./Ultimate holding Co. in Aggregate	0.00	0.00
(g)	Share held by each shareholder holding more than 5%		
	(i) Jawala Agro Products Private Limited	17.25	17.25
	(ii) Bimla Devi W/o Sham Lal	3.40	3.40
	(iii) Sushil Kumar	8.33	7.54
(h)	Shares Reserved for Issue under options and Contracts/ Commitments for the sale of Shares/Disinvestment,including the term and Amounts	0.00	0.00
(I) (A)	Aggregate No. of shares allotted as Fully paid up pursuant to contract without payment being received in cash in the preceeding five Years	0.00	0.00
(I) (B)	Aggregate No. of shares allotted as Fully paid up by way of bonus shares in the preceeding five Years	0.00	0.00
(i) (C)	Aggregate No. of shares brought back	0.00	0.00
(j)	Terms of any Securities convertible into equity shares/ Preference shares issued along with the earliest date of conversion in decending order starting from the farthest such date	N.A	N.A
(k)	Calls Unpaid	0.00	0.00
(l)	Forfeited Shares	0.00	0.00



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**  
**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

**SL. No. DETAILS**

(m)	Shares held by promoters at the end of the year		AMOUNT AS AT	AMOUNT AS AT
			31.03.2022	31.03.2021
	(S.No.) Promoter Name	No. of Shares		% of Total shares
Equity	31.03.2022	31.03.2021	31.03.2022	
(i) Jonny Kumar	0.20	0.20		
(ii) Sandeep Kumar S/o Sham Lal	0.60	0.60	0.36%	0.00%
(iii) Sat Pal S/o Tej Ram	0.60	0.60	1.08%	0.00%
(iv) Deepak Kumar S/o Gian Chand	0.80	0.80	1.08%	0.00%
(v) Rakesh Kumar S/o Walati Ram	0.88	0.88	1.45%	0.00%
(vi) Vinod Kumar S/o Bal Mukand	1.04	1.04	1.58%	0.00%

**2. RESERVE & SURPLUS**

(a)	Security Premium	675.61	675.61
(b)	<u>Profit &amp; Loss Account</u>		
	Opening Balance		
	Profit during the year	-132.08	1.59
	Add/Less: Short/Excess Provision of earlier Years	128.79	7.82
	Less: Tax Liability Settled under VSVS	0.00	0.10
	Add: Refund Received under VSVS of Previous Years	0.00	138.28
	Less: Old Income Tax W/o	1.08	0.00
		0.00	3.31
	TOTAL	-2.20	-132.08
	GRAND TOTAL (a+b)	673.41	543.53



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**  
**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

PARTICULARS	AMOUNT AS AT 31.03.2022	AMOUNT AS AT 31.03.2021
<b>3. LONG TERM BORROWINGS</b>		
(a) <b>Secured Loans from Bank</b>		
HDFC Bank Loan (Term Loan)	279.18	347.50
Less: Current maturity of Long Term Debt	111.88	69.99
	167.30	277.51
(b) <b>Unsecured Loans #</b>		
-Due To Directors & Relatives	88.24	117.84
-Due To Members/Others	262.12	171.21
TOTAL	350.36	289.05
<b>4. CURRENT LIABILITIES</b>		
(a) <b>Short Term Borrowings</b>		
<b>Secured Loans from Bank</b>		
<b>HDFC CC</b> (Secured against hypothecation of Stock & Debtors)	1,612.20	1,621.21
<b>HDFC Bank WHR Loan</b> (Secured against hypothecation of Stock)	297.09	209.07
Current maturity of Long Term Debt	111.88	69.99
	2,021.17	1,900.27
(b) <b>Trade Payables</b>		
(i) MSME	0.00	0.00
(ii) Others	171.81	81.46
(iii) Disputed dues - MSME	0.00	0.00
(iv) Disputed dues - Others	0.00	0.00
	171.81	81.46

**Note:** The management has identified enterprises which qualify under the definition of micro enterprises and small enterprises, as defined under Micro, Small and Medium Enterprises Development (MSMED) Act, 2006. Accordingly, the disclosure in respect of the amounts payable to such enterprises as at the year end has been made in the financial statements based on information received and available with the Company.

**Trade payable Ageing Schedule**

Particulars	Outstanding for following periods from due of payments				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
<b>As at 31.03.2022</b>					
(i) MSME	0.00	0.00	0.00	0.00	0.00
(ii) Others	170.09	0.00	1.72	0.00	171.81
(iii) Disputed dues - MSME	0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues - Others	0.00	0.00	0.00	0.00	0.00
					171.81
<b>As at 31.03.2021</b>					
(i) MSME	0.00	0.00	0.00	0.00	0.00
(ii) Others	0.00	79.74	0.00	1.72	81.46
(iii) Disputed dues - MSME	0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues - Others	0.00	0.00	0.00	0.00	0.00
					81.46



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

PARTICULARS	AMOUNT AS AT 31.03.2022	AMOUNT AS AT 31.03.2021
<b>(c) Other Current Liabilities</b>		
Advances from Customer/ Supplier*#	139.18	264.50
Commission Agents	489.56	1,146.10
Electricity Bill Payable	18.00	3.46
Audit Fee Payable	0.60	0.60
Legal fee	0.60	0.60
ESI Payable	0.03	0.03
EPF Payable	0.72	0.62
TDS	11.52	8.93
TCS	0.00	0.83
Salary Payable	28.13	34.78
GST Payable	14.14	26.46
Income Tax Payable under VSVS	0.00	21.63
<b>TOTAL</b>	<b>702.48</b>	<b>1,508.53</b>

\*The amount of advances from Customer/ Supplier also includes balance repayable on demand being in the nature of Loans accepted during the year, besides amounts received in the course of regular business. However, its is not feasible for us to segregate both balances due to the nature of the business of the company.

# Balances from advance from Customer/Supplier have been regrouped and reclassified as Unsecured Loan for comparative purposes for the year ended as on 31.03.2021.

<b>(d) Short Term Provisions</b>		
Income Tax	49.56	1.40
<b>TOTAL</b>	<b>49.56</b>	<b>1.40</b>





M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI

NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022

5. PROPERTY PLANT AND EQUIPMENT

(1) Property, Plant and Equipment

(Amount in Lakhs)

PARTICULARS	GROSS BLOCK AT COST			DEPRECIATION			NET BLOCK			
	AS AT 01.04.2021	ADDITIONS DURING YEAR	DELETION DURING YEAR	AS AT 01.04.2021	DURING THE ADJUSTMENT YEAR	AS AT 31.03.2022	AS AT 31.03.2022	AS AT 31.03.2021		
<b>Narma Crushing</b>										
<b>Building</b>										
Building G&P	26.84	0.00	0.00	26.84	19.71	0.67	0.00	20.38	6.46	7.13
<b>Plant &amp; Equipment</b>										
Machinery G&P	149.35	13.78	0.00	163.13	99.00	10.50	0.00	109.50	53.63	50.35
Tarpal	3.44	0.23	0.00	3.67	2.89	0.14	0.00	3.03	0.63	0.54
<b>Vehicle</b>										
Tractor 1	1.90	0.00	0.00	1.90	1.80	0.00	0.00	1.80	0.10	0.10
<b>Cotton Crushing</b>										
Building	528.24	2.92	0.00	531.16	364.72	15.67	0.00	380.39	150.77	163.53
<b>Plant &amp; Equipment</b>										
Machinery	3,055.56	0.00	0.00	3,055.56	2,625.80	79.87	0.00	2,705.67	349.89	429.76
<b>Land</b>										
Land	29.31	0.00	0.00	29.31	0.00	0.00	0.00	0.00	29.31	29.31
<b>Vehicle</b>										
Tractor 2	2.25	0.00	0.00	2.25	2.14	0.00	0.00	2.14	0.11	0.11
Motorcycle 1	0.22	0.00	0.00	0.22	0.21	0.00	0.00	0.21	0.01	0.01
Motorcycle 2	0.32	0.00	0.00	0.32	0.30	0.00	0.00	0.30	0.02	0.02
Motorcycle 3	0.27	0.00	0.00	0.27	0.26	0.00	0.00	0.26	0.01	0.01
Motorcycle 4	0.33	0.00	0.00	0.33	0.32	0.00	0.00	0.32	0.02	0.02
Vehicle	34.06	0.00	0.00	31.06	24.13	1.80	0.00	25.93	5.13	6.93
<b>Furniture and Fixtures</b>										
Furniture	2.40	0.00	0.00	2.40	2.28	0.00	0.00	2.28	0.12	0.12
<b>Office Equipments</b>										
Computer	5.78	1.68	0.00	7.46	4.02	1.49	0.00	5.52	1.94	1.76
Office Equipment	2.03	0.31	0.00	2.33	0.88	0.64	0.00	1.52	0.82	1.15
<b>TOTAL</b>	<b>3,839.29</b>	<b>18.91</b>	<b>0.00</b>	<b>3,858.20</b>	<b>3,148.45</b>	<b>110.79</b>	<b>0.00</b>	<b>3,259.24</b>	<b>598.97</b>	<b>690.84</b>
Previous Year Figure	3,801.34	37.95	0.00	3,839.29	3,021.34	127.10	0.00	3,148.45	690.84	780.00



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

PARTICULARS	AMOUNT AS AT 31.03.2022	AMOUNT AS AT 31.03.2021
<b>6. NON CURRENT INVESTMENTS</b>		
Non Current Investments	82.55	82.56
<b>TOTAL</b>	<b>82.55</b>	<b>82.56</b>
<b>7. DEFERRED TAX ASSETS (NET)</b>		
Opening Balance (Liability)/ Assets	37.56	37.28
Deferred Tax (Liability) during the year	-0.37	0.28
Deferred Tax (Liabilities)/ Assets	<b>37.19</b>	<b>37.56</b>
<b>8. OTHER NON-CURRENT ASSETS</b>		
<b>Preliminary Expense</b>		
Opening Balance	0.00	0.00
Less Written Off	0.00	0.00
Closing Balance	<b>0.00</b>	<b>0.00</b>
<b>Pre-Operative Expenses</b>		
	0.00	0.00
<b>Security Deposits</b>		
	0.00	0.00
<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>
<b>8A. INVENTORIES</b>		
<b>Inventories</b>		
Raw Material	1,904.84	1,123.26
Consumable Store	20.00	103.00
Finished Goods	547.40	2,283.43
<b>TOTAL</b>	<b>2,472.24</b>	<b>3,509.68</b>
<b>9. TRADE RECEIVABLES</b>		
(i) Undisputed Trade receivables – considered good	1,363.25	672.86
(ii) Undisputed Trade receivables – considered doubtful	0.00	0.00
(iii) Disputed Trade receivables – considered good	0.00	0.00
(iv) Disputed Trade receivables – considered Doubtful	0.00	0.00
<b>TOTAL</b>	<b>1,363.25</b>	<b>672.86</b>

**Trade Receivables Ageing Schedule**

Particulars	Outstanding for the following period from the due date					Total
	< 6 Months	6 months - 1 Year	1 - 2 years	2 - 3 years	More than 3 years	
<b>As at 31.03.2022</b>						
<b>(i) Undisputed Trade receivables</b>						
– considered good	1,234.01	3.58	125.66	0.00	0.00	<b>1,363.25</b>
– considered doubtful	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>
<b>(ii) Disputed Trade receivables</b>						
– considered good	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>
– considered doubtful	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>
						<b>1,363.25</b>
<b>As at 31.03.2021</b>						
<b>(i) Undisputed Trade receivables</b>						
– considered good	623.58	4.93	33.27	0.00	11.07	<b>672.86</b>
– considered doubtful	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>
<b>(ii) Disputed Trade receivables</b>						
– considered good	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>
– considered doubtful	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>
						<b>672.86</b>



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

PARTICULARS	AMOUNT AS AT 31.03.2022	AMOUNT AS AT 31.03.2021
<b>10. CASH &amp; CASH EQUIVALENTS</b>		
<b>Cash In Hand</b>	2.85	3.31
(a) <b>Bank Balance</b>		
<b>Term Deposits</b>	16.28	15.80
(b) <b>In Current Accounts</b>		
TOTAL	<u>2.22</u>	<u>5.28</u>
	<u>21.36</u>	<u>24.38</u>
<b>11. SHORT TERM LOANS &amp; ADVANCES</b>		
Short Term loans and Advances	0.00	0.00
Advances to Suppliers	10.29	13.75
Advance Salary	1.47	0.00
TOTAL	<u>0.00</u>	<u>0.00</u>
<b>12. OTHER CURRENT ASSETS</b>		
Prepaid Insurance	13.41	15.45
Income Tax Receivable under VSVS	0.00	56.90
Income Tax	19.63	5.98
Vat Appeal	0.25	0.25
Tuffs	30.54	30.54
GST Deposit	34.92	10.68
Interest Receivable PSEB	3.21	3.50
TOTAL	<u>113.72</u>	<u>137.05</u>



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

<b>PARTICULARS</b>	<b>AMOUNT AS AT 31.03.2022</b>	<b>AMOUNT AS AT 31.03.2021</b>
<b><u>13.REVENUE FROM OPERATIONS</u></b>		
Sale of products	11,662.02	7,837.52
Sale of services	0.00	0.00
Other operating revenues	0.00	0.00
<b>TOTAL</b>	<b><u>11,662.02</u></b>	<b><u>7,837.52</u></b>
<b><u>14.OTHER INCOME</u></b>		
Interest Income	4.30	5.09
Dividend Income	0.00	0.00
Net gain/loss on sale of investments/assets	0.00	0.00
Other non-operating income	5.59	5.54
<b>TOTAL</b>	<b><u>9.88</u></b>	<b><u>10.63</u></b>
<b><u>15.COST OF OPERATIONS/MATERIAL CONSUMED</u></b>		
Opening Stock		
Purchases/Consumed	3,406.68	4,195.51
Less: Closing Stock	8,290.07	5,185.39
Cost of Operations	<u>2,452.24</u>	<u>3,406.68</u>
	<u>9,244.52</u>	<u>5,974.22</u>
<b><u>16.EMPLOYEE BENEFIT EXPENSES</u></b>		
Salaries and Wages	573.40	454.66
Contribution to Provident and other funds	4.79	3.91
<b>TOTAL</b>	<b><u>578.19</u></b>	<b><u>458.57</u></b>
<b><u>17.FINANCIAL COSTS</u></b>		
Interest expense		
- Banks	163.90	0.00
- Others	157.35	429.03
Other borrowing costs		
- Bank Charges	5.20	6.11
<b>TOTAL</b>	<b><u>326.45</u></b>	<b><u>435.14</u></b>



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

<b>PARTICULARS</b>	<b>AMOUNT AS AT 31.03.2022</b>	<b>AMOUNT AS AT 31.03.2021</b>
<b><u>18. OTHER EXPENSES</u></b>		
<b>Manufacturing Expenses</b>		
Insurance (Trading)	27.61	22.90
Freight/ Carriage (Trading)	53.64	40.49
Brokerage	67.81	10.41
Vehical Exp	1.75	1.24
Maintainance Charges	248.06	87.55
Oil & Fuel	68.26	32.79
Electricity Exp	747.17	623.21
Cash and Trade Discount	3.19	8.86
<b>Other Administrative and Selling expenses</b>		
Audit Fees	0.30	0.30
Printing & Stationery	0.87	1.03
Tour & Travelling	0.04	0.19
Trading & DMAT Charges	0.93	0.00
Miscellaneous Exp.	0.25	0.00
Freight (Others)	0.88	2.92
Brokerage	1.06	1.50
Professional Charges	0.00	1.31
Legal Fee	0.30	0.30
Telephone Exp	1.75	0.13
Courier Exps	0.30	0.00
Fee & Taxes	9.06	8.84
Donation	0.00	0.05
Freight Receivable Old Write Off	0.00	0.13
General Expenses	0.00	0.03
<b>TOTAL</b>	<b>1,233.24</b>	<b>844.18</b>
<b><u>Details of Payments to Auditor</u></b>		
for statutory audit	0.15	0.15
for taxation matters	0.15	0.15
for company law matters	0.00	0.00
for management services	0.00	0.00
for other services	0.00	0.00
for reimbursement of expenses	0.00	0.00
	<b>0.30</b>	<b>0.30</b>



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

**19. CONTINGENT LIABILITIES AND COMMITMENTS**  
(To the extent not provided for)

	As at 31 March, 2022	As at 31 March, 2021
<b><u>Contingent Liabilities</u></b>		
(a) Claims against the Company not acknowledged as debt	0.00	0.00
(b) Guarantees in favour of DGFT of Rs. 9.98 Lakhs and Rs. 1.00 Lakhs Punjab Pollution Board	10.98	10.98
(c) Other money for which the Company is contingently liable	0.00	0.00
(d) Guarantees In Favour of DGFT	0.00	0.00



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

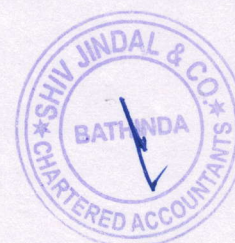
**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

**20. RELATED PARTY DISCLOSURES**

**(a) Transactions entered into during the year:**

Name	Nature of Relation	Nature of Transaction	31.03.2022	31.03.2021
Brij Lal Amrit Pal	Group Concern	Commission	0.00	0.49
Ketan Trading Co	Group Concern	Commission	1.63	2.40
Balaji Trading Co	Group Concern	Commission	2.73	1.20
Shri Hari Trading Co	Group Concern	Commission	0.70	0.00
Banarsi Dass Bal Mukand	Group Concern	Commission	0.95	0.70
Pardeep Trading Co	Group Concern	Commission	0.38	0.00
Thakur Mal Ashok Kumar	Group Concern	Commission	0.31	0.00
Ketan Trading Co	Group Concern	Interest	0.82	1.41
Balaji Trading Co	Group Concern	Interest	1.40	2.03
Shri Hari Trading Co	Group Concern	Interest	0.39	0.00
Shri Trading Co	Group Concern	Interest	2.43	2.54
Bal Mukand Suresh Kumar	Group Concern	Interest	1.21	0.00
Shri Narayan Traders	Group Concern	Interest	0.89	0.89
Banarsi Dass Bal Mukand	Group Concern	Interest	8.99	0.00
Pardeep Trading Co	Group Concern	Interest	1.93	0.44
Thakur Mal Ashok Kumar	Group Concern	Interest	0.13	0.00
Brij Lal Amrit Pal	Group Concern	Interest	0.99	1.71
Jugal Kishore Vijay Kumar	Group Concern	Interest	1.44	1.17
Guneek Garg	Director's Son	Interest	4.63	3.70
Riva D/o Satpal	Director's Daughter	Interest	1.27	0.11
Ketan Goyal S/o Satpal	Director Son	Interest	2.68	0.16
Gouri Shanker Traders	Group Concern	Interest	0.00	1.10
Ketan Trading Co	Group Concern	Purchase	66.93	98.58
Shri Hari Trading Co	Group Concern	Purchase	21.61	0.00
Shri Narayan Traders	Group Concern	Purchase	1.26	13.33
Banarsi Dass Bal Mukand	Group Concern	Purchase	38.96	47.95
Gouri Shanker Traders	Group Concern	Purchase	15.20	250.20
Pardeep Trading Co	Group Concern	Purchase	15.53	21.53
Thakur Mal Ashok Kumar	Group Concern	Purchase	12.86	1.00
Brij Lal Amrit Pal	Group Concern	Purchase	4.94	20.22
Jawala Agro Products Pvt Ltd	Group Concern	Purchase	33.40	51.38
Jai Durga Traders	Group Concern	Purchase	889.18	309.39
Gouri Shanker Traders	Group Concern	Purchases	15.20	2.92
Anita Rani	Group Concern	Salary Paid	3.00	3.00
Ritu Garg	Director's Wife	Salary Paid	2.88	2.88
Swati Garg	Director's Daughter	Salary Paid	3.31	0.00
Rakesh Kumar S/O Walati Ram	Director	Salary Paid	2.40	2.50
Deepak Garg S/O Gian Chand	Director	Salary Paid	1.75	1.00
Satpal S/O Tei Ram	Director	Salary Paid	3.05	3.05
Bhaqwati Cotton Company	Group Concern	Sale	238.36	419.74
Gouri Shanker Traders	Group Concern	Sale	151.18	182.28
Jai Durga Traders	Group Concern	Sale	435.66	251.74
Bal Mukand Suresh Kumar	Group Concern	Unsecured Loan Repaid	33.00	0.00
Bal Mukand Suresh Kumar	Group Concern	Unsecured Loan Accepted	4.61	11.50
Bal Mukand Suresh Kumar	Group Concern	Unsecured Loan Accepted	0.00	0.00
Deepak Garg	Director	Unsecured Loan Accepted	0.00	9.00
Guneek Garg	Director's Son	Unsecured Loan Accepted	0.00	14.00
Riva D/o Satpal	Director's Daughter	Unsecured Loan Accepted	9.00	0.00
Jugal Kishore Vijay Kumar	Group Concern	Unsecured Loan Accepted	8.00	0.00
Ketan Goyal S/o Satpal	Director Son	Unsecured Loan Accepted	9.00	0.00
Riva D/o Satpal	Director's Daughter	Unsecured Loan Accepted	0.00	5.00
Shri Trading Co	Group Concern	Unsecured Loan Accepted	1.19	19.96
Norota Ram Sham Lal	Group Concern	Unsecured Loan Accepted & Repaid	33.00	0.00
Norota Ram Gian Chand	Group Concern	Unsecured Loan Accepted & Repaid	29.00	11.00
Aman Trading Co	Group Concern	Unsecured Loan Accepted & Repaid	69.00	31.56
Tej Ram Girdhari Lal	Group Concern	Unsecured Loan Accepted & Repaid	25.00	32.34
Deepak Garg	Director	Unsecured Loan Repaid	9.00	0.00
Ketan Goyal S/o Satpal	Director Son	Unsecured Loan Repaid	15.00	0.00



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(b) Balances due to and from related parties are as follows:

(Amount in Lakhs)

Name	Nature of Relation	Nature of Balance	31.03.2022	31.03.2021
Shri Trading Co	Group Concern	Advance from Customer/Supplier	23.15	19.77
Shri Narayan Traders	Group Concern	Advance from Customer/Supplier	15.39	0.00
Pardeep Trading Co	Group Concern	Advance from Customer/Supplier	11.25	19.00
Shri Hari Trading Co	Group Concern	Trade Payable	21.96	0.00
Banarsi Dass Bal Mukand	Group Concern	Trade Payable	85.83	79.82
Bhaqwati Cotton Company	Group Concern	Trade Payable	0.00	0.34
Thakur Mal Ashok Kumar	Group Concern	Trade Payable	5.97	0.00
Brij Lal Amrit Pal	Group Concern	Trade Payable	0.00	23.78
Bhaqwati Cotton Company	Group Concern	Trade Receivables	237.80	0.00
Gouri Shanker Traders	Group Concern	Trade Receivables	151.03	0.00
Deepak Garg	Director	Unsecured Loan	0.00	9.00
Guneek Garg	Director Son	Unsecured Loan	42.24	38.07
Riya D/o Satpal	Director Daughter	Unsecured Loan	15.25	5.10
Ketan Goyal S/o Satpal	Director Son	Unsecured Loan	11.56	15.15
Jugal Kishore Vijay Kumar	Group Concern	Unsecured Loan	18.49	9.19
Bal Mukand Suresh Kumar	Group Concern	Unsecured Loan	0.70	28.00
Shri Narayan Traders	Group Concern	Unsecured Loan	0.00	13.33

**21. ADDITIONAL REGULATORY INFORMATION**

(i) Title deeds of Immovable Property not held in name of the Company

Title deeds of Immovable Property (land or building) are held in name of the Company as on 31.03.2022, hence no disclosure is required under this clause.

(ii) Revaluation of Property, Plant and Equipment

The Company has not revalued its Property, Plant and Equipment during the year ended 31.03.2022, hence disclosure under this clause is not applicable.

(iii) Information w.r.t. Loans and Advances

Type of Borrower	Amount of loan or advance in the nature of loan outstanding		Percentage to the total Loans and Advances in the nature of loans	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
Promoters	0.00	0.00	0.00	0.00
Directors	0.00	0.00	0.00	0.00
KMPs	0.00	0.00	0.00	0.00
Related Parties	0.00	0.00	0.00	0.00

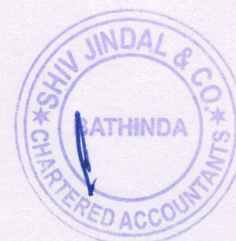
(iv) CAPITAL WORK IN PROGRESS

(a) Capital work in progress ageing schedule

CWIP	Amount in Capital work in progress for a period of				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
<b>As at 31.03.2022</b>					
Projects in progress	0.00	0.00	0.00	0.00	0.00
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00
<b>As at 31.03.2021</b>					
Projects in progress	0.00	0.00	0.00	0.00	0.00
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00

(b) for Capital work in progress whose completion is overdue or has exceeded its cost compared to its original plan, the following CWIP completion schedule shall be given

CWIP	To be completed in			
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years
<b>As at 31.03.2022</b>				
Project-1	0.00	0.00	0.00	0.00
<b>As at 31.03.2021</b>				
Project-1	0.00	0.00	0.00	0.00





**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

(Amount in Lakhs)

**(v) Intangible assets under development**

**(a) Intangible assets under development ageing schedule**

Intangible assets under development	Amount in Capital work in progress for a period of				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
<b>As at 31.03.2022</b>					
Projects in progress	0.00	0.00	0.00	0.00	0.00
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00
<b>As at 31.03.2021</b>					
Projects in progress	0.00	0.00	0.00	0.00	0.00
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00

**(b) Intangible asset under development completion schedule**

Intangible assets under development	To be completed in			
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years
<b>As at 31.03.2022</b>				
Project-1	0.00	0.00	0.00	0.00
<b>As at 31.03.2021</b>				
Project-1	0.00	0.00	0.00	0.00

**(vi) Benami Transactions**

No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder, hence disclosure under this clause is not applicable.

**(vii) Disclosure for borrowings from banks or financial institutions on the basis of security of current assets**

Quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts. The returns/statements filed by the company with such banks/ financial institutions as and when submitted by the company were in variance with the books of accounts of the company. The same has been identified during the course of audit and the rectified statement has been subsequently submitted to the bank which are in agreement with the books of accounts of the company.

The company is not required to prepare financial statements on quarterly basis. Thus disclosure in this regard is being given on annual basis.

**(viii) Wilful Defaulter \***

The company has not been declared as wilful defaulter by any bank or financial Institution or other lender.

**(ix) Relationship with Struck off Companies**

Name of the struck off company	Nature of transaction with struck off company	Balance Outstanding		Relationship with struck off company, if any, to be disclosed
		31.03.2022	31.03.2021	
	Investment in securities	0.00	0.00	
	Receivables	0.00	0.00	
	Payables	0.00	0.00	
	Shares held by struck off company	0.00	0.00	
	Other outstanding balances (to be specified)	0.00	0.00	

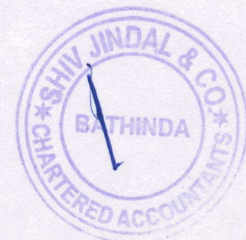
**(x) Registration of charges or satisfaction with Registrar of Companies**

Details with respect to Registration or satisfaction of charges have been duly filed with the Registrar of Companies **except for as given hereunder:**

Brief description of the charges or satisfaction	Location of the Registrar	Period (in days or months) by which such charge had to be registered	Reason for delay in registration
Nil			

**(xi) Compliance with number of layers of companies**

The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**

**NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022**

**(Amount in Lakhs)**

**(xiii) Compliance with approved Scheme(s) of Arrangements**

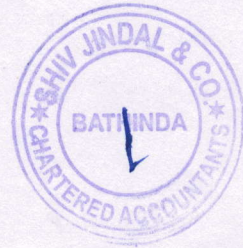
No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

**(xiv) Utilisation of Borrowed funds and share premium:**

Advances/ loans given or received and investments made are in the ordinary course of business and thus no disclosure with respect to this clause regarding utilisation of borrowed funds and share premium is required.

**(xv) Undisclosed income**

The Company shall give details of any transaction not recorded 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 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961), unless there is immunity for disclosure under any scheme and also shall state whether the previously unrecorded income and related assets have been properly recorded in the books of account during the year.

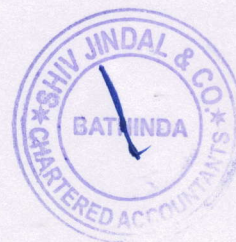


M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI

NOTE TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022

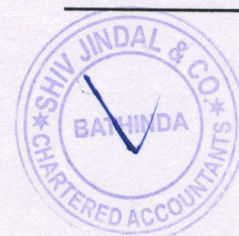
(xii). Accounting Ratios

Particulars	Numerator	Denominator	31.03.2022	31.03.2021	Variance	Reasons for Movement
<b>Current Ratio</b> (Current Assets/ Current Liabilities)	Current Assets = Inventories + Trade Receivables + Cash & Cash Equivalents + Short Term Loans & Advances + Other Current Assets	Current Liabilities = Short Term Borrowings + Trade Payables + Other Current Liabilities + Short Term Provisions	1.36	1.24	9.17%	Due to improvement in management of Current Assets
<b>Debt-Equity Ratio</b> (Total Debt/ Shareholders Equity)	Total Debt = Long Term Borrowings + Short Term Borrowings	Shareholders Equity = Equity attributable to equity holders	2.03	2.25	-9.56%	Variation less than 25%
<b>Debt Service Coverage Ratio</b> Earnings available for Service of Debt/ Debt Service	Earnings available for service of Debt = Net Profit before taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.	Debt Service = Interest + Lease Payments + Principal Repayments	1.91	39.77	-95.20%	Due to the loan installments repayments started during the current year, led to decline in debt service coverage ratio.
<b>Return on Equity Ratio</b> (Net Profit after taxes less Preference Dividend (if any)/ Average Equity Shareholders Fund)	Net Profit after taxes less Preference Dividend = Profit/ (Loss) for the year attributable to equity holders of the capital	Equity Shareholders Fund = Equity attributable to equity holders of the parent  Average Equity Shareholders' Fund = (Opening Equity Shareholder's funds + Closing Equity Shareholders' funds)/2	0.13	0.01	1805.94%	Due to increase in Turnover and increase in the equity shareholder's funds during the current year.
<b>Inventory Turnover Ratio</b> (Cost of Goods Sold/ Average Inventory)	Cost of Goods Sold = Purchases + Manufacturing Expenses + Changes in Inventories of Stock-in-trade	Average Inventory = (Inventory at the end of the year + Inventory at the beginning of the year)/2	3.50	1.74	101.19%	Due to significant increase in the cost of goods sold and inventory in the current year led to increase in inventory turnover ratio
<b>Trade Receivables Turnover Ratio</b> (Net Sales / Average Trade Receivables)	Net Sales = Gross Sales - sales return.	Average Trade Receivables = (Receivables at the end of the year + Receivables at the beginning of the year)/2	11.46	11.35	0.96%	Due to change in Turnover as well as Debtor level led to increase in trade receivables turnover ratio
<b>Trade Payables Turnover Ratio</b> ( Net Purchases / Average Trade Payables)	Net purchases = Gross purchases - purchase return	Average Trade Payables = (Payables at the end of the year + Payables at the beginning of the year)/2	65.47	63.66	2.84%	Due to change in Purchase as well as Creditor level
<b>Net Capital Turnover Ratio</b> (Net Sales / Average Working Capital )	Net Sales = Total sales - sales return	Working Capital = Current assets - Current liabilities  Average Working Capital = (Opening Working Capital + Closing Working Capital)/2	12.28	9.73	26.18%	Due to change in sales and working capital in the current year led to increase in net capital turnover ratio.
<b>Net Profit Ratio</b> (Net Profit after taxes / Net Sales)	Net Profit after Taxes	Net Sales = Total sales minus sales return	0.01	0.00	1190.62%	Due to change in sales and net profit in the current year led to change in net profit ratio.
<b>Return on Capital Employed</b> (Earnings before Interest and Taxes / Capital Employed )	Earnings before Interest and Taxes (EBIT) = Profit/(Loss) before interest (attributable to Long-Term Borrowing) and Tax	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	0.09	0.12	-27.79%	Due to change in earnings before interest and tax in the current year led to change in return on capital employed ratio.
<b>Return on Investment</b> (Change in Investments/Cost of Investment)	Change in Investment = Current Value of Investment - Cost of Investment	Cost of Investment				Due to increase in Turnover and simultaneous increase in Net Profits over the years.



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**  
**CASH FLOW STATEMENT**  
**for the year ended 31-03-2022**

Particulars	(Amount in Lakhs)
<b>(A) Cash From Operating Activities</b>	
Net profit as per Profit and Loss account	128.79
<b>Add:</b>	
Transfer to Reserves	1.08
Interim dividend paid during the year	0.00
Proposed dividend for the current year	0.00
Provision for tax made during the year	49.56
Extra ordinary items debited to profit and loss account (if any)	0.00
Decrease(Increase) in Deferred Tax Asset (Liability)	0.00
<b>Less:</b>	
Increase(Decrease) in Deferred Tax Asset (Liability)	-0.37
Tax liability transferred to Reserves & Surplus	0.00
Extraordinary items credited to profit and loss account (if any)	0.00
<b>Net Cash Before Tax and Extraordinary Items</b>	179.80
<b>Adjustment for non cash and non operating items:</b>	
<b>Add:</b>	
Depreciation	110.79
Goodwill, patents, trademarks etc written off	0.00
Discount on issue of shares, debentures or loss on issue of debentures written off	0.00
Preliminary expenses written off	0.00
Interest on debentures or other borrowings	157.35
Loss on sale of fixed assets	0.00
<b>Less:</b>	
Dividend earned during the year	0.00
Interest earned during the year	4.30
Share of Profit received from Investments in other businesses	0.00
Rent earned during the year	0.00
Profit on sale of Fixed Assets	0.00
<b>Operating Profit before Working Capital Changes:</b>	443.65
<b>Add/(Less):</b>	
Decrease (Increase) in Current Assets	370.38
Increase (Decrease) In Current Liabilities	-594.80
<b>Cash Generated from Operations</b>	219.23
Less: Income Tax paid (Less refund if any)	1.40
<b>Cash Flow before Extraordinary Items</b>	217.83
Add/Less: Extraordinary Items	0.00
<b>Net Cash from/used in Operating activities (A)</b>	217.83
<b>(B) Cash Flow From Investing Activities</b>	
<b>Add:</b>	
Proceeds from sale of Fixed Assets	0.00
Proceeds from sale of long term investments	0.01
Proceeds from sale of Goodwill/Patents/Trademarks etc	0.00
Rent received	0.00
Share of Profit received from Investments in other businesses	0.00
Interest/Dividend received (in case of non financial companies)	4.30
<b>Less:</b>	
Purchase of Fixed Assets	18.91
Purchase of Long Term Investments	0.00
Purchase of Goodwill/Patents/Trademarks etc	0.00
<b>Net Cash from/used in Investing activities (B)</b>	-14.61



**M/S SHREE HARI SPINTEX LIMITED, MAUR MANDI**  
**CASH FLOW STATEMENT**  
**for the year ended 31-03-2022**

**Particulars**

**(Amount in Lakhs)**

**(C) Cash Flow from Financing Activities**

**Add:**

Proceeds from Issue of Shares and Debentures  
 Proceeds from Long term loans and other borrowings

0.00  
0.00

**Less:**

Repayment of Long term Loans and Borrowing  
 Redemption of Debentures/Preference Shares  
 Interest On Debentures and Loans Paid

48.90  
0.00

Final Dividend Paid  
 Interim Dividend Paid

157.35  
0.00

**Net Cash from/used in Financing Activities (C)**

**-206.24**

**Net Increase/Decrease in Cash and Cash Equivalents(A+B+C)**

**-3.02**

**Add: Cash and cash equivalents in the beginning of the year**

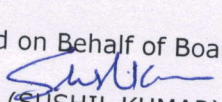
-Cash in hand/at bank  
 -Marketable Investments  
 -Short term deposits

24.38  
0.00  
0.00

**Cash and Cash Equivalents at the end of the Year**

**21.37**

For and on Behalf of Board

  
 (SUSHIL KUMAR)  
 DIRECTOR  
 DIN: 01888304

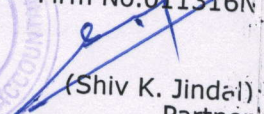
  
 (SAT PAL)  
 DIRECTOR  
 DIN: 01452361

  
 (SANDEEP KUMAR)  
 DIRECTOR  
 DIN: 01452438

PLACE : BATHINDA  
 DATE: 06-09-2022



For & on behalf of  
 SHIV JINDAL & CO.  
 Chartered Accountants  
 Firm No.011316N

  
 (Shiv K. Jindal)  
 Partner  
 Membership No. 090090  
 UDIN:22090090ARCSFA9303

## SHREE HARI SPINTEX LIMITED

### SCHEDULE -22 NOTES TO ACCOUNTS:

#### 1. SIGNIFICANT ACCOUNTING POLICIES

##### a) System of Accounting

###### i) Basis of Preparation of Financial Statements:

The financial statements are prepared and presented under the historical cost convention on accrual basis of accounting in accordance with the generally accepted accounting principles in India ("GAAP"), applicable Accounting Standards issued by The Institute of Chartered Accountants of India and under the historical cost convention, on accrual basis.

Amounts in the Financial Statements are presented in Indian Rupees rounded off to the nearest lakhs or decimals thereof as permitted by Schedule III to the Companies Act, 2013 except otherwise stated. Per share data are presented in Indian Rupees to two decimals places.

###### ii) Revenue Recognition:

Revenue is being recognized in accordance with the Guidance Note on Accrual Basis of Accounting issued by The Institute of Chartered Accountants of India. Accordingly, wherever there are uncertainties in the realization of income same is not accounted for till such time the uncertainty is resolved.

##### b) Current Assets

Assets and liabilities are recorded at historical cost. These costs are not adjusted to reflect the changing value in the purchasing power of money.

##### c) Fixed Assets

Fixed Assets are stated at historical cost, less depreciation. Costs of fixed assets include taxes, duties, freight and other expense incidental and related there to the construction, acquisition, and installation of respective assets. Depreciation has been provided on the Written down value method at the rates and in the manner specified in Schedule II of the Companies Act, 2013.

##### d) Valuation of Stocks

i) Stock of raw material and consumables if any are carried at cost (computed on weighted average cost basis) or Net Realizable Value, whichever is lower.

ii) Stock of work-in-progress if any is value at cost upto the level of processed and includes cost of material consumed, labour and manufacturing overhead. However, there was no stock-in-progress at end the financial year.

iii) Finished goods if any are value at cost of manufacturing (computed on weighted average cost basis) or net realizable value, whichever is lower.

##### e) Treatment of Expenses :

All expenses are accounted for on accrual basis.

Accounting Policies not specifically referred to are consistent with Generally Accepted Accounting Practices.

#### 2. EMPLOYEES BENEFITS :

a) Provident Fund: The Company's Contribution to the recognized Provident Fund (Defined Contribution Scheme), paid/payable during the year, is debited to the Profit and Loss Account.

b) Employee state insurance: The Company's Contribution to the Employees' State Insurance Corporation), paid/payable during the year, is debited to the Profit and Loss Account.

c) Gratuity Fund: Gratuity Fund Provisions are not Applicable in the case of company.



3. The outstanding balances of sundry debtors, creditors, loans and advances are subject to confirmation.
4. Previous year figures has been regrouped and rearranged for the sake of presentation.
5. (i) The number of employees employed throughout the years that are in receipt of emoluments aggregating to Rs. 60 Lacs or more were nil.  
(ii) The number of employees employed for part of the year who are in receipt of or were entitled to receive emoluments aggregating to Rs.5.00 Lacs or more per month were nil.
6. In the opinion of the management and to the best of their knowledge, current assets, loans and advances are approximately of the value stated in the Balance Sheet in the ordinary courses of business.
7. As per the information available with the company regarding the status of the suppliers covered under the "Interest on delayed there is no unpaid due & interest to such small scale and/or ancillary industrial undertakings as on 31.03.2022".
8. Preliminary expenses are to be amortized over a period of ten years by charging 1/10 of the total expenses to the profit & loss account.
9. Additional information on profit and loss account – Nil

#### 10. DEPRECIATION / AMORTIZATION :

Depreciation on fixed assets has been provided on WDV method on prorata basis over the useful life prescribed in schedule II to the Companies Act, 2013 after considering salvage value of five percent of original cost. The Company has considered useful life of assets same as prescribed under the Companies Act, 2013.

Depreciation upto 31.03.2014 was provided on WDV method on prorata basis at the rates prescribed in schedule XIV to the Companies Act, 1956.

Due to transition from schedule XIV to schedule II, depreciation on assets existing as on 31.03.2014, has been provided in such a way so that assets should be depreciated after considering salvage value of five percent of original cost of the assets over a useful life of assets as prescribed under schedule II of the companies Act, 2013.

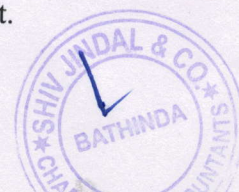
Assets of which useful life has already been expired but depreciation charged till previous financial year was less than 95% of original cost of the assets, difference of 95% of Original Cost and depreciation charged till last year, has been charged to profit and loss account as depreciation.

Assets on which depreciation has already been charged above of 95% of Original Cost of the assets till previous financial year and written down value of the assets is less than 5% of Original Cost, salvage value has been considered remaining WDV as on first day of current financial year.

#### 11. TAXES ON INCOME :

Provision for current tax has been made as per the provisions of Income Tax Act, 1961.

12. Deferred tax has been recognized, subject to the consideration of prudence, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent period. During the year an amount of Rs. 0.37 Lakhs has been recognized as deferred tax liability on account of timing difference of depreciation. Diff of Depreciation is Rs. 1.42 Lakhs (As per Companies Act Depreciation is Rs. 110.79 Lakhs and as per Income Tax it works out to be Rs. 112.21 Lakhs). Deferred Tax Asset on both the differences comes to Rs. 0.37 Lakhs. This amount has been credited to Profit & Loss account and has been adjusted in deferred tax Asset in the Balance Sheet.



13. EARNING PER SHARE :

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

14. LEASES :

The Company has not taken any building on lease.

15. INVESTMENTS :

Long term investments if any are carried at cost. However, provision is made for diminution in value (if any), other than temporary, on an individual basis.

16. BORROWING COST :

Interest and other borrowing costs on specific borrowings, attributable to qualifying if any assets, are capitalized. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. Other borrowing costs are charged to revenue over the tenure of the loan.

17. ACCOUNTING FOR PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS :

Provisions are recognized in terms of Accounting Standard 29 - Provisions, Contingent Liabilities and Contingent Assets (AS-29), notified by the Companies (Accounting Standards) Rules, 2006, when there is a present legal or statutory obligation as a result of past events, where it is probable that there will be outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made. Contingent Liabilities are recognized only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the Company, or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Contingent Assets are not recognized in the financial statements.

18. TRANSACTION IN FOREIGN CURRENCY :

During the year ended 31.03.2022, an amount of Euro 2000.00 was expended being in the nature of revenue expenditure.

Signature to Note 1 to 18

Place: BATHINDA

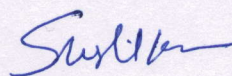
Dated: 06-09-2022

For & on behalf of Board

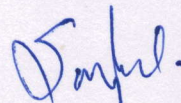
For Shiv Jindal & Co.  
Chartered Accountants  
FRN No.: 011316N

(Shiv K. Jindal)  
Partner

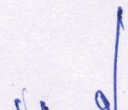
M. No.: 090090  
UDIN: 22090090ARCSFA9303



(SUSHIL KUMAR)  
DIRECTOR  
DIN: 01888304



(SAT PAL)  
DIRECTOR  
DIN: 01452361



(SANDEEP KUMAR)  
DIRECTOR  
DIN: 01452438