

CHARTERED ACCOUNTANTS

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Branch Office:- 2nd Floor, Office No. 206, Surat Sadan, Surat Street, Masjid (East), Mumbai - 400009

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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF DHANESH FABRICS PRIVATE LIMITED.

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the accompanying Standalone financial statements of **DHANESH FABRICS PRIVATE LIMITED** ("the Company") which comprises the Balance Sheet as at March 31, 2022, Statement of Profit and Loss and statement of cash flow for the year ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the 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, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting Standards (AS) prescribed under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 and Rule 3(2) of the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022 and **Profit** and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the 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 Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.



Key Audit Matters

Key Audit Matters are these matters that, in our professional judgment, were of most significance in our Audit of financial statement of the current period. These matters were addressed in the context of our Audit of financial statement as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Emphasis of Matters

1. Refer to Note 3 attached to the financial statements, Trade Receivables include Rs. **5.51 lacs** due for more than six months. No provision has been made in the books for the same as the management has considered the same as good and recoverable.

Information other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, 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.

Responsibility of Management and those charged with Governance for the 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 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, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Rule 3(2) of the Companies (Indian Accounting Standards) Rules, 2015. 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 implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility 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 skepticism throughout the audit. We also:

- a) Identify and assess the risks of material misstatement of the standalone 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 non-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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- 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 ability of the Company to continue as a going concern. If we conclude that a material



uncertainty exists, we are required to draw attention in our Auditors' Report to the related disclosures in the standalone financial statement or, if such disclosures are inadequate, to modify our opinion. Our conclusion are based on the audit evidence obtained upto the date of our Auditors' 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 standalone financial statement, including the disclosure and whether the standalone financial statements represent the underline 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 decision of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factor 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 compiled 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

As required by 'the Companies (Auditor's Report) Order 2016 (the order), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 a statement on the matters specified in paragraphs 3 and 4 of the Order, is not applicable to the company.

As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet and the 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 under Section 133 of the Act, read with Rule 7 of the Companies



(Accounts) Rules, 2014 and Rule 3(2) of the Companies (Indian Accounting Standards) Rules, 2015.

- e) On the basis of written representations received from the directors as on 31 March, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
- f) In view of the amendment in Section 143(3)(i) of the Act by Notification No. GSR 583(E), dated 13th June, 2017, since the turnover of the Company is less than Rs. 50 crore and its aggregate borrowings from banks or financial institutions or any body corporate at any time during the financial period is less than Rs. 25 crore, the requirement of reporting in respect of adequacy of the internal financial controls being in place and the operating effectiveness of such controls, is not applicable to the Company;
- 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. The Company is not required to transfer any amount to the Investor Education and Protection Fund during the year ended March 31, 2022.
 4. (i) The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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(s) or entity(ies), including foreign entities ("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.
(ii) The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company 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, 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; and



(iii) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

5. The company has neither declared nor paid any dividend during the year.

For R H A D & CO.
Chartered Accountants
Firm Reg. No. 102588W



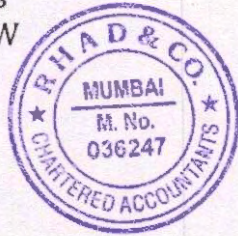
DINESH C. BANGAR
(Partner)

M. No. 036247

UDIN: 22036247AJWNEM4606

Place: Mumbai

Date: 30.05.2022.



Annexure A to the Independent Auditor's Report (Referred to in paragraph (1) under 'Report on other legal and regulatory requirements' section of our report to the members of Dhanesh Fabrics Private Limited of even date)

- I a) The Company does not have any moveable or immovable property, accordingly reporting under this para is not applicable.
- b) As per the information and explanations given to us, no proceeding has been initiated against the Company in respect of Benami Property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- II The Stock of finished goods, stores, spare parts and raw material have been physically verified by the management at reasonable intervals during the year as informed by the management but as the factory was partially closed due to Covid 19 pandemic impact the management could not physically verify the stock at the end of the year and as per the information and explanation given to us by the management and according to the records produced to us, no material discrepancies noticed on such physical verification as compared to book records.
- III According to the information and explanation given, the Company has not granted any loans secured or unsecured, to Companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, para 3(iii) of the order is not applicable.



- IV** As per the information and explanation given to us, there are no loans, investments, guarantees and securities as stated in the provisions of section 185 and 186 of the Companies Act, 2013.
- V** The Company has not accepted any deposits from public.
- 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, accordingly para 3(vi) of the order is not applicable.
- VII** a) As per the information and explanation given by the management, and according to the records of the company with regard to undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, G.S.T., Custom Duty and Other Statutory dues applicable to it, the company is generally regular in depositing with appropriate authorities. There is no undisputed amount payable in respect of such statutory dues, which have remained outstanding as at 31st March 2022 for a period more than six months.
- b) According to the information and explanation given to us, there is no dispute pending in respect of dues of PF, Sales Tax, Income Tax, Wealth Tax, Custom Duty, Service Tax, Excise Duty, GST.
- VIII** According to the information and explanation given to us, the Company has no outstanding dues to financial institutions, banks or debenture holders during the year. Accordingly, para 3(viii) of the order is not applicable.
- IX** In our opinion and according to the information and explanations given to us, the Company has not taken any loan or other borrowings from bank or financial institution or other lender. Since the company has not taken any loan other clauses are not applicable.
- X)** a) The Company has not raised any money by way of Initial Public Offer or Further Public Offer (including debt instruments) and term loans during the year.
- b) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- XI** a) To the best of our knowledge and beliefs and according to the information and explanation given to us, no fraud by the company or any fraud on the



company by its officers or employees has been noticed or reported during the year under review.

b) There is no whistle blower complaint received during the year.

XII The Company is not a Nidhi Company as per the provisions of section 406 of the Companies Act, 2013.

XIII As per the information and explanation given to us all the transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 and the details have been disclosed in the note No. 19 on financial statements as required by the applicable accounting standards.

XIV Internal audit is not applicable to the company.

XV As per the information and explanation given to us the company has not entered into any non-cash transactions with directors or person connected with him.

XVI As per the information and explanations given to us, the company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934.

XVII The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.

XVIII There has been no resignation of the previous statutory auditors during the year.

XIX According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management 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 Corporate Social Reporting (CSR) is not applicable to the company.

For **R H A D & CO.**
Chartered Accountants
Firm Reg. No. 102588W



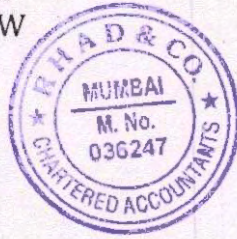
DINESH C. BANGAR
(Partner)

M. No. 036247

UDIN: 22036247AJWNEM4606

Place: Mumbai

Date: 30.05.2022.



DHANESH FABRICS PRIVATE LIMITED

Balance Sheet as at 31st March 2022

(Amount in Rs.)

	Particulars	Note	As at 31/03/2022	As at 31/03/2021
	ASSETS			
1	Non-current assets			
	a. Property, Plants & Equipment		-	-
	b. Long-term loan and advances		-	-
	c. Deferred Tax Assets		-	-
	Total Non-current Assets		-	-
2	Current Assets			
	a. Inventories	2	17,004,040	11,716,377
	b. Financial Assets			
	i) Trade Receivable	3	8,906,324	11,776,916
	ii) Cash and cash equivalents	4	1,168,992	611,653
	c. Current Tax Assets (net)	5	44,651	24
	d. Other Current Assets	6	653,640	18,733
	Total Current Assets		27,777,647	24,123,703
	Total Assets		27,777,647	24,123,703
	EQUITY & LIABILITIES			
1	EQUITY			
	a. Equity Share Capital	7	100,000	100,000
	b. Other Equity	8	9,061,364	8,261,446
	Total Equity		9,161,364	8,361,446
2	LIABILITIES			
	Non-Current Liabilities			
	a. Long Term Borrowings		-	-
	b. Deffered Tax Liabilities		-	-
	Total Non-Current Liabilities		-	-
	Current Liabilities			
	a. Financial Liabilities			
	i) Short Term borrowings	9	7,402,509	7,402,509
	ii) Trade Payable	10		
	(a) Total outstanding dues - MSMEs		-	-
	(b) Total outstanding dues- Other than MSMEs		10,879,238	8,175,176
	b. Other current liabilities	11	334,536	184,572
	c. Current Tax Liabilities (net)		-	-
	Total Current Liabilities		18,616,283	15,762,257
	Total Equity & Liabilities		27,777,647	24,123,703

Summary of significant accounting policies

1

The accompanying notes are an integral part of these financial statements

As per our report of even date

For and on behalf of the Board of Directors

For R H A D & Co.

Chartered Accountants

FR No. 102588W

Dinesh C. Bangar

M.No.. 036247

Place : Mumbai

Date : 30th May 2022



Vinod S. Jhawar

Vinod S. Jhawar

Director

DIN: 00002903

Lalit V. Jhawar

Lalit V. Jhawar

Director

DIN: 06418486



DHANESH FABRICS PRIVATE LIMITED

Statement of Profit & Loss for the Year ended 31st March 2022

(Amount in Rs.)

PARTICULARS	Note No	For the year ended 31st March 2022	For the year ended 31st March 2021
Income:			
1 (a) Revenue from operations	12	44,992,394	25,783,840
2 (b) Other Income	13	266	2,034
Total Income		44,992,660	25,785,874
Expenses:			
(a) Purchase of stock in Trade	14	34,987,549	16,947,996
(b) Changes in Inventories of Stock in Trade	15	(5,287,664)	(1,350,745)
(c) Employee benefits expenses	16	2,363,885	1,061,240
(d) Finance costs	17	473	212,146
(e) Depreciation		-	-
(f) Other Expenses	18	11,864,153	9,106,854
Total Expenses		43,928,396	25,977,491
4 Profit/(Loss) before Exceptional Items & Taxes		1,064,264	(191,617)
5 Exceptional Items		-	-
6 Profit/ (Loss) before Taxes		1,064,264	(191,617)
7 Tax Expense			
(a) Current Tax		267,850	-
(b) Deferred Tax		-	-
(c) Excess or Short Provision of Income Tax Earlier years		(3,504)	32,130
Net Tax Expense		264,346	32,130
8 <u>Profit/(Loss) for the year</u>		799,918	(223,747)
9 Other comprehensive income			
- Items that will not be reclassified to profit or loss		-	-
- Income tax relating to items that will not be reclassified to profit or loss		-	-
- Items that will be reclassified to profit or loss		-	-
- Income tax relating to items that will be reclassified to profit or loss		-	-
Total Other comprehensive income		-	-
10 Total comprehensive income for the year		799,918	(223,747)
11 Earning per equity share (Face Value Rs.10/- each)			
(a) Basic		79.99	(22.37)
(b) Diluted		79.99	(22.37)

Summary of significant accounting policies

1

The accompanying notes are an integral part of these financial statements

As per our report of even date

For R H A D & Co.

Chartered Accountants

FR No. 102588W

Dinesh C. Bangar

M. No.. 036247

Place : Mumbai

Date : 30th May 2022



For and on behalf of the Board of Directors

Vinod S. Jhawa

Vinod S. Jhawa

Director

DIN: 00002903

Lalit V. Jhawa

Lalit V. Jhawa

Director

DIN: 06418486



DHANESH FABRICS PRIVATE LIMITED
Cash Flow Statement for the year ended 31st March 2022

Particulars	As At		As At	
	31 st March 2022		31 st March 2021	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		1,064,264		(191,617)
<u>Adjustments for:</u>				
Depreciation and amortisation	-	-	-	-
(Profit) (-) Loss (+) on sale / write off of assets	-	-	-	-
Excess/Short IT Provision written back/off	3,504		(32,130)	
Finance costs	473		212,146	
Operating profit / (loss) before working capital changes		1,068,241		(11,601)
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories (increase / decrease)	(5,287,663)		(1,350,746)	
Trade and othe receivables	2,870,592		(1,008,717)	
Other current assets	(679,534)		106,615	
Other Current Liabilities	149,964		(2,330)	
Trade and other Payables	2,704,062		2,172,784	
Cash generated from operations		(242,579)		(82,394)
		825,661		(93,995)
Net income tax (paid) / refunds		267,850		-
Net cash flow from / (used in) operating activities (A)		557,811		(93,994)
B. Cash flow from investing activities				
Purchase of fixed assets & sale (net off)	-	-	-	-
Sale of fixed assets	-	-	-	-
Long Term Liabilities	-	-	-	-
Long term Provisions	-	-	-	-
Net cash flow from / (used in) investing activities (B)		-		-
C. Cash flow from financing activities				
Issue of equity shares	-	-	-	-
Repayment of long-term borrowings	-	-	-	-
Net increase / (decrease) in working capital borrowings	-	-	(190,763)	-
Finance cost	(473)	-	(212,146)	-
Net cash flow from / (used in) financing activities (C)		(473)		(402,909)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		557,339		(496,903)
Cash and cash equivalents at the beginning of the year		611,653		1,108,556
Cash and cash equivalents at the end of the year		1,168,992		611,653

Summary of significant accounting policies 1

The accompanying notes are an integral part of these financial statements

As per our report of even date

For R H A D & Co.

Chartered Accountants

FR No. 102588W

Dinesh C Bangar

Partner

M. No.. 036247

Place : Mumbai

Date : 30th May 2022



For and on behalf of the Board of Directors

Vinod S. Jhawar

Vinod S. Jhawar

Director

DIN: 00002903

Lalit V. Jhawar

Lalit V. Jhawar

Director

DIN: 06418486



9	Unsecured Loans	As at 31.03.2022	As at 31.03.2021
	Dhanlaxmi Fabrics Ltd	7,402,509	7,402,509
	Total	7,402,509	7,402,509
10	TRADE PAYABLE	As at 31.03.2022	As at 31.03.2021
	A) Undisputed Dues- Others		
	Less than 1 year	10,861,429	8,175,176
	1-2 year	17,809	-
	2-3 year	-	-
	More than 3 year	-	-
	B) Undisputed Dues- MSME	-	-
	C) Disputed Dues- Others	-	-
	D) Disputed Dues- MSME	-	-
	Total	10,879,238	8,175,176
10.1	MSME DISCLOSURE		
	1 Principal amount not due and remaining unpaid as on 31.3.2022	-	-
	2 Principal amount due and remaining unpaid as on 31.03.2022	-	-
	3 Interest due on (1) above and the unpaid interest	-	-
	4 Interest due and payable for the period of delay other than (3) above	-	-
11	OTHER CURRENT LIABILITIES	As at 31.03.2022	As at 31.03.2021
	Salary Payable	245,300	108,889
	TDS Payable	44,236	29,433
	Outstanding Expenses	45,000	46,250
	Total	334,536	184,572



DHANESH FABRICS PRIVATE LIMITED

Notes to the Financial Statements as at 31st March 2022

(Amount in Rs.)

	Particulars	As at 31.03.2022	As at 31.03.2021
2	INVENTORIES		
	Stock of Cloth	17,004,040	11,716,377
	Total	17,004,040	11,716,377
3	TRADE RECEIVABLES	As at 31.03.2022	As at 31.03.2021
	A) Undisputed Trade Receivables- Considered Good		
	Less than 6 months	8,355,748	9,379,024
	6 months - 1 year	18,042	688,989
	1-2 year	14,959	1,245,602
	2-3 year	489,246	346,121
	More than 3 year	28,330	117,180
	B) Undisputed Trade Receivables- Considered Doubtful	-	-
	C) Disputed Trade Receivables- Considered Good	-	-
	D) Disputed Trade Receivables- Considered Doubtful	-	-
	Total	8,906,324	11,776,916
4	CASH AND BANK BALANCES	As at 31.03.2022	As at 31.03.2021
	Cash Balance	20,495	34,684
	Balance with Bank	1,148,497	576,969
	Total	1,168,992	611,653
5	CURRENT TAX(ASSETS)	As at 31.03.2022	As at 31.03.2021
	Advance Income Tax FY 2021-22	300,000	-
	TDS Receivable FY 2020-21	24	24
	TDS Receivable FY 2021-22	11,708	-
	TCS Receivable FY 2021-22	769	-
	Less: Provision for Income Tax FY 2020-21	(267,850)	-
	Total	44,651	24
6	OTHER CURRENT ASSETS	As at 31.03.2022	As at 31.03.2021
	GST Receivable	353,640	18,733
	Loan to Staff Receivable	300,000	-
	Advance against Salary	-	-
	Total	653,640	18,733
7	EQUITY SHARE CAPITAL	As at 31.03.2022	As at 31.03.2021
	Authorised		
	10000 Equity Shares of Rs. 10/- each	100,000	100,000
	(Previous year 10000 Equity Shares of Rs.10/-each)		
	Issued,Subscribed & Paid up	100,000	100,000
	10000 Equity Shares of Rs. 10/- each fully paid up in cash		
	(Previous year 10000 Equity Shares of Rs.10/-each)		
	7.1 The details of Shares held by Promoters	No.of Shares	%
	Dhanlaxmi Fabrics Ltd. (Holding Company)	9999	99.99
	7.2 The details of Shareholders holding more than 5% Shares	No.of Shares	%
	Dhanlaxmi Fabrics Ltd. (Holding Company)	9999	99.99
8	RESERVES AND SURPLUS	As at 31.03.2022	As at 31.03.2021
	Profit & Loss A/c		
	As per last Balance sheet	8,261,446	8,485,193
	Add: Profit for the year	799,918	(223,747)
	Total	9,061,364	8,261,446



DHANESH FABRICS PRIVATE LIMITED

Notes to the Financial Statements for the year ended 31st March 2022

(Amount in Rs.)

	Particulars	For the year ended	
		31.03.2022	31.03.2021
12	REVENUE FROM OPERATIONS		
	Net Cloth sales	44,992,394	25,783,840
	Total	44,992,394	25,783,840
13	OTHER INCOME		
	Interest on IT Refund	266	2,034
	Total	266	2,034
14	PURCHASE OF STOCK IN TRADE		
	Purchases of Cloth	34,987,549	16,947,996
	Total	34,987,549	16,947,996
15	CHANGES IN INVENTORIES OF STOCK IN TRADE		
	Opening Stock	11,716,376	10,365,631
	Closing Stock	17,004,040	11,716,376
	Total	(5,287,664)	(1,350,745)
16	EMPLOYEE BENEFITS EXPENSES		
	Salary & Wages	2,363,885	1,061,240
	Total	2,363,885	1,061,240
17	FINANCE COST		
	Interest	473	212,146
	Total	473	212,146
18	OTHER EXPENSES		
i)	MANUFACTURING EXPENSES		
	Grey Checking Charges	57,562	40,252
	Job Work Charges	10,934,735	7,008,395
	Printing & Engraving	29,975	40,975
	Sampling Expenses	-	-
	Freight and forwarding charges	-	-
	Transportation Charges	151,270	74,090
	Total (i)	11,173,542	7,163,712
ii)	OTHER EXPENSES		
	Travelling Expenses	7,479	-
	Conveyance	65,210	62,690
	ROC Filing Fees	921	1,735
	Commission & Brokerage	40,235	98,938
	Rent, Rates & Taxes	30,000	30,000
	Courier Charges	40,693	-
	General Expenses	15,850	17,838
	Legal And Professional Fees	50,000	65,500
	Inspection charges	15,496	-
	Bad Debts	434,970	1,652,910
	Sundry balances W/off	(10,244)	(5)
	Marketing expenses	-	13,536
	Total (ii)	690,610	1,943,142
	Total (i+ii)	11,864,152	9,106,854



19 Related Party Disclosures:

A) List of Related Parties:

Key Management Personnel

- 1 Vinod S Jhawar
2 Lalit V. Jhawar

Relationship
Director
Director

Enterprises over which significant influence is exercised by key management personnel

- 1) Dhanlaxmi Fabrics Ltd Holding Company
2) Promtech Impex Pvt Ltd Relative of Director

B) Related parties transactions during the year with:

Particulars	Key Management Personnel/Relative of Director		Enterprises over which significant influence is exercised by KMP	
	FY 2021-22*	FY 2020-21*	FY 2021-22*	FY 2020-21*
Rent paid: Dhanlaxmi Fabrics Ltd	-	-	30,000	30,000
Job charges paid: Dhanlaxmi Fabrics Ltd	-	-	10,262,219	6,639,083
Purchases: Dhanlaxmi Fabrics Ltd	-	-	6,883,870	7,266,249
Director Remuneration Given: Lalit Vinod Jhawar	1,080,000	-	-	-
Loan taken: Dhanlaxmi Fabrics Ltd	-	-	-	7,402,509
Repayment of Loan : Promtech Impex Pvt Ltd	-	-	-	7,293,272
Interest paid: Promtech Impex Pvt Ltd	-	-	-	212,146
Year end balance-Credit: Promtech Impex Pvt Ltd Dhanlaxmi Fabrics Ltd	- -	- -	- 9,215,356	- 12,214,872
Year end balance-Debit : Promtech Impex Pvt Ltd Dhanlaxmi Fabrics Ltd	- -	- -	- -	- -

* Exclusive of GST.

20 Contingent Liabilities

There is no contingent liabilities as on 31.03.2022

21 Information pursuant to Para 5(viii) of the General Instructions to the Statement of Profit and Loss

(a) Expenditure in foreign currency (on accrual basis):

Particulars	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021
Travelling Expenses	NIL	NIL
Others	NIL	NIL
Total	NIL	NIL

(b) Earnings in foreign currency (on accrual basis):

Particulars	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021
Exports on F.O.B Basis	NIL	NIL
Others	NIL	NIL
Total	NIL	NIL



22 AUDITORS REMUNERATION

Particulars	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021
Audit Fees	25,000	25,000
Total	25,000	25,000

* Exclusive of GST.

- 23 In the opinion of the Board of Directors Current Assets are approximately of the value as stated if realized in the ordinary course of business. The Provisions for all known liabilities is adequate & not in excess of the amount reasonable neccessary.

24 Disclosure of Financial Ratios

Particulars	Numerator	Denominator	31st March 2022	31st March 2021
Current Ratio	27,777,647	18,616,283	1.49	1.53
Debt-Equity Ratio	7,402,509	9,161,364	0.81	0.89
Return on Equity Ratio	799,918	8,761,405	0.09	(0.03)
Inventory Turnover Ratio	44,992,394	14,360,208	3.13	2.34
Trade Receivable Turnover Ratio	44,992,394	10,341,620	4.35	2.29
Trade Payable Turnover Ratio	34,987,549	-	#DIV/0!	2.39
Net Capital Turnover Ratio	44,992,394	9,161,364	4.91	3.08
Net Profit Ratio	799,918	44,992,394	0.02	(0.01)
Return on Capital Employed	1,064,737	16,563,873	0.06	0.00

Note:

- (i) Financial Ratios are disclosed to the extent applicable to the Company.

25 Additional Regulatory Information in Schedule III

- (i) The Company has not given any Loans or advances to specified persons during the year
(ii) The Company has not been declared as wilful defaulter by any bank or Financial institution or other lender
(iii) The Company does not have any transactions or relationship with Struck off Companies
(iv) There are no Scheme of Arrangements as on March 31, 2022
(v) Additional Regulatory Information detailed in clause 61. of General Instructions given in Part I of Division II of the Schedule III to the Companies Act, 2013 are furnished to the extent applicable to the Company.

- 26 Previous year's figure have been regrouped/reclassified wherever necessary to correspond with the current years classification/disclosures.

As per our report of even date

For R H A D & Co.
Chartered Accountants
FR No. 102588W



Dinesh C Bangar
M. No., 036247
Place : Mumbai
Date : 30th May 2022



For and on behalf of the Board of Directors


Vinod S. Jhawar
Director
DIN: 00002903


Lalit V. Jhawar
Director
DIN: 06418486



Dhanesh