



INDEPENDENT AUDITORS' REPORT

UDIN : 23016613BGZF2143

TO,
THE BOARD OF DIRECTORS OF SHANTI SPINTEX LIMITED
Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **SHANTI SPINTEX LIMITED** ("the Company"), which comprise the Balance Sheet as at 30th September, 2023, and the statement of Profit and Loss, Cash Flow Statement for the half year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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 30/09/2023, and its Profit and other comprehensive income and cash flows for the half year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on standalone financial statements.

Emphasis of Matters

Our report is not modified in respect of these matters.

Key Audit Matters

There are no key Audit matter.

Other Information (or another title if appropriate, such as "Information Other than the Standalone Financial Statements and Auditors' Report Thereon")

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information



included in the Company's annual report, but does not include the financial statements and our auditors' 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 in the 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 for Financial Statements

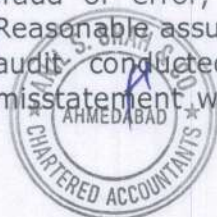
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance 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 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.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and



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 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, 2016 ('the Order'), issued by the Central Government of India, in terms of sub section 11 of section 143 of the companies Act, 2013 which is not required to be given for audit of interim financial statements. Consequently, the details for the Order is not provided.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 30/09/2023 taken on record by the Board of Directors, none of the directors is disqualified as 30/09/2023 from being appointed as a director in terms of Section 164 (2) of the Act.



- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, we give report of the same in **Annexure A** to this Report.
- (g) Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of accounts which has a feature of recording audit trail (edit log) facilities and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit being tempered with.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, remuneration has been paid by the Company to its directors during the year in compliance of the provisions of section 197 of the Act.
- (i) 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:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund by the Company. The question of delay in transferring such sums does not arise.
 - iv. **a)** The management has represented that to the best of its knowledge and belief, no funds have been advanced or loaned invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries") with the understanding, Whether recorded in writing or otherwise, that the intermediary shall :
i) Directly or indirectly lend or invest in other persons or entities identified



In any manner whatsoever ('Ultimate Beneficiaries') by or on behalf of the Company or

ii) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

b) The management has represented that to the best of its knowledge and belief, no Funds have been received by the Company from any persons or entities including foreign entities (Funding Parties). With the understanding, whether recorded in writing or otherwise that the Company shall:

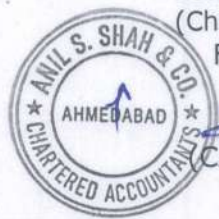
i) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ('Ultimate Beneficiaries') by or on behalf of the Funding Party or

ii) Provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries and

c) Based on such audit procedures as considered reasonable and appropriate in the circumstances. Nothing has come to our notice that has caused us to believe that the representations made in sub clause 4(a) and 4(b) above contain any material misstatement.

d) According to the information and explanations given to us the Company has not declared or paid dividend during the year.

Date : 27.11.2023
Place : Ahmedabad



FOR ANIL S SHAH & CO.
(Chartered Accountants)
F.R.N. : 10047W

Anil S. Shah
(CA ANIL S SHAH)

Partner

M.No. : 016613

Annexure - 'A'

To the Independent Auditors' Report to the members of SHANTI SPIN TEX PRIVATE LIMITED for the year ended 30th September, 2023 on the financial statements

(Referred to in paragraph 2(F) under ' Report on Other Legal and Regulatory Requirements ' section of our report of even date)

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 standalone financial reporting of SHANTI SPIN TEX PRIVATE LIMITED as at 30th September, 2023, in conjunction with our audit of 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 30th September, 2023, 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.

Date : 27.11.2023
Place : Ahmedabad

FOR ANIL S SHAH & CO.
(Chartered Accountants)
F.R.N. : 100474W



Anil Shah
(CA ANIL S SHAH)

Partner
M.No. : 016613

NOTES TO THE FINANCIAL STATEMENTS FOR THE half YEAR ENDED ON 30.09.2023

NOTE NO: 1: COMPANY INFORMATION

The company was incorporated as private limited company on 23/08/2010 under the Companies Act, 1956, in the state of Gujarat at Bidaj.

The company was engaged in trading of textile products, and has successfully implemented, at Block No. 297, admeasuring 8660 Sq.Mtrs on lease hold land from M/s. Dholi Integrated Spinning Park Ltd. Weaving Project phase -1 and phase -2 , at Dholi Integrated Spinning Park, Village Dholi, TA : Dholka, Dist.: Ahmedabad.

NOTE NO: 2: SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of Financial Statements:-

These financial statements have been prepared under historical cost convention from books of accounts maintained on an accrual basis in conformity with accounting principles generally accepted in India and comply with the Accounting Standards issued by the Institute of Chartered Accountants of India and referred to Sec 129 & 133 of the Companies Act, 2013, of India. The accounting policies applied by the company are consistent with those used in previous year.

2.2 Disclosure of Accounting Policies:-

The Accounting Principles and policies recognized as appropriate for measurement and reporting of the financial performance and the financial position on mercantile system and recognize items of income and expenditure on accrual basis. The statement on Significant Accounting policy excludes disclosures regarding Accounting Standards in respect of which there are no material transactions during year.

2.3 Revenue recognition:-

Revenue is recognized to the extent that it is probable that economic benefits will flow to the company and the revenue can be reliably measured. Commission/adat Income has been recognized on accrual basis.

2.4 Valuation of Inventories:-

Inventories are measured at cost and net realizable value, whichever is lower. Net realizable value is the estimated selling price in the ordinary course of business less estimated cost necessary to make the sale. Cost in respect of raw materials and stock in trade are determined on FIFO basis. Costs in respect of all other Inventories are computed on weighted average basis method. Finished goods and process stock include cost of conversion and other costs incurred in acquiring the inventory and bringing them to their present location and condition.

2.5 Property Plant & Equipment and Capital Work in Progress :-

a) Fixed assets are stated at cost of acquisition or construction. All cost relating to the acquisition and installation of fixed assets (Net of CENVAT/VAT/gst credits where ever applicable) are capitalized and include borrowing costs directly attributable to construction or acquisition of fixed assets, up to the date of asset is put to use and adjustment arising out of exchange rate variation relating to liabilities attributable to those fixed assets.

b) Advances paid towards the acquisition of fixed assets outstanding at each balance sheet date and cost of fixed assets not ready for their intended use before such date are disclosed under capital work-in progress. Work-in progress excludes expenditure pending for capitalization..

2.6 Depreciation :-

Depreciation of Property, Plant and Equipment Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately on straight-line method. Parts of plant and equipment that are technically advised to be replaced at prescribed intervals / periods of operation, insurance spares and cost of inspection/ overhauling are depreciated separately based on their specific useful life provided these are of significant amounts. The depreciation charge for each period is recognised in profit or loss unless it is included in the carrying amount of another asset. Depreciable amount of an item of property, plant and equipment is arrived at after deducting estimated residual value. The depreciable amount of an asset is allocated on a systematic basis over its useful life. The Company reviews the residual value and useful life at each financial year-end and, if expectations differ from previous estimates, the residual value and useful lives are changed prospectively and accounted for as a change in accounting estimate. Depreciation commences when the item of property, plant and equipment is in the location and condition necessary for it to be capable of operating in the manner intended by management.

2.7 Leases:-

At inception of contract, the Company assesses whether the Contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. At inception or on reassessment of a contract that contains a lease component, the Company allocates consideration in the contract to each lease component on the basis of their relative standalone price.

**As a lessee
Right-of-use assets**

The Company recognizes right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct



costs incurred, lease payments made at or before the commencement date less any lease incentives received and estimate of costs to dismantle. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

The Company presents right-to-use assets that do not meet the definition of investment property in 'Property, plant and equipment'.

ii) Lease Liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. In calculating the present value of lease payments, the Company generally uses its incremental borrowing rate at the lease commencement date if the discount rate implicit in the lease is not readily determinable.

After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. The carrying amount is remeasured when there is a change in future lease payments arising from a change in index or rate. In addition, the carrying amount of lease liabilities is re-measured if there is a modification, a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

The Company presents lease liabilities under financial liabilities in the Balance Sheet.

iii) Short term leases and leases of low value of assets

The Company applies the short-term lease recognition exemption to its short-term leases. It also applies the lease of low-value assets recognition exemption that are considered to be low value. Lease payments on short-term leases and leases of low value assets are recognised as expense on a straight-line basis over the lease term.

As a lessor

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

2.8

Employee Benefits

Short Term Employee Benefits

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the related services are provided. Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within twelve months as at the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period.

Other Long Term Employee Benefits

The known liabilities for earned leaves that are not expected to be settled wholly within twelve months are measured as the present value of the expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method.

Post Employment Benefits

- **Defined Benefit Plans**

The known liability, if any, recognised in the balance sheet in respect of defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods. If any liability in a financial year it is charged to Statement of Profit and Loss account. The defined benefit obligation if any, is calculated annually by Actuaries using the projected unit credit method. In other cases, such expenditure are charged to Statement of Profit and Loss Account considering it as Short Term Benefits when it is crystalizes.

- **Defined Contribution Plan**

Defined contributions, if any, to Statutory Schemes are charged to the statement of profit and loss of the year.

Termination Benefit

Expenditure incurred on Voluntary Retirement Scheme is charged to the statement of profit and loss immediately.

2.9

Government Grants

Assistance received by government in the form of transfers of resources to the Company in return for past or future compliance with certain conditions relating to operating activities of the entity other than those which cannot reasonably have a value placed upon them or those that cannot be distinguished from normal trading transactions



of the Company are termed as government grants. All government grants are identified as either relating to assets or relating to income. Government grants whose primary condition is that a Company qualifying for them should purchase, construct or otherwise acquire long-term assets are identified as grants related to assets. Grants other than those related to assets are identified as related to income. Government grants are recognised when there is a reasonable assurance that the Company will comply with the conditions attaching to them and the grants will be received. A forgivable loan from government is treated as a government grant when there is a reasonable assurance that the entity will meet the terms for forgiveness of the loan. The Company recognises Government grants in profit or loss on a systematic basis over the periods in which the entity recognises as expenses the related costs for which the grants are intended to compensate. Grants related to assets, including non-monetary grants at fair value, are presented in the balance sheet as deferred income. Deferred income is recognised in profit or loss on the basis the related assets are depreciated or amortised if they are related to asset or under other income when the grant becomes receivable. Grants related to income are presented in profit or loss under other income. Grants received in advance before fulfilment of conditions are recognised as Other Liability classified into current or non-current, as appropriate in the circumstances of the case.

2.10 Borrowing Costs

Interest and other costs that the Company incurs in connection with the borrowing of funds are identified as borrowing costs. The Company capitalises borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset as part of the cost of that asset. Other borrowing costs are recognised as an expense in the period in which it is incurred. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. The Company identifies the borrowings into specific borrowings and general borrowings. Specific borrowings are borrowings that are specifically taken for the purpose of obtaining a qualifying asset. General borrowings include all other borrowings except the amount outstanding as on the balance sheet date of specific borrowings for assets that are not yet ready for use. Borrowing cost incurred actually

2.11 Accounting for Investments:-

Investment, that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long term investments.

2.12 Taxes on Income:-

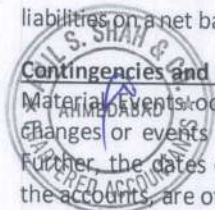
Current tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred tax is recognized, on timing differences, being the Difference between taxable incomes and accounting income that originates in one period and are capable of reversal in one or more subsequent periods, if any.

Minimum Alternate Tax (MAT) Credit is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during specified period. In the year in which the MAT credit becomes eligible, to be recognized as an asset. In accordance with recommendation contained in the guidance note issued by ICAI, said asset is created by way of credit/reversal of provisions to Profit and Loss A/c and shown as MAT Credit Entitlements in Loans and Advances. The company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal Income Tax during the specified period.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the balance sheet and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences, unabsorbed losses and tax credits to the extent that it is probable that future taxable profits will be available against which those deductible temporary differences, unabsorbed losses and tax credits will be utilised. The carrying amount of deferred tax assets is reviewed at the end of financial year and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is expected to be settled or the asset realised, based on tax rates and tax laws that have been substantively enacted by the balance sheet date. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

2.13 Contingencies and Events occurring after Balance sheet date:-

Material events occurring after Balance sheet date are taken into cognizance. There have been no material changes or events since the date of balance sheet affecting financial statements as on the Balance sheet date. Further, the dates of Balance sheet, no events or circumstances have occurred, through properly excluded from the accounts, are of such importance that they should be disclosed through any medium.



Preliminary Expenditure:-

Preliminary Expenditure is to be apportioned in five equal installments, commencing from the year in which operation has commenced.

2.14 Preoperative Expenses:-

As regards in direct expenditure on project implementation/ construction, are treated as preoperative expenditure pending allocation to fixed assets in progress and is shown as "Preoperative Expenses" under "Other Non Current Assets". The same is transferred to fixed assets on progressive basis and is capitalized along with fixed assets on commencement of commercial activities on pro-rata basis to respective assets.

2.15 Earnings per Share

Basic earnings per share is calculated by dividing the profit or loss for the period attributable to the equity holders of the Company by the weighted average number of ordinary shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares. (Refer Note 32)

2.16 Provisions:-

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an out flow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to present value and are determine based on best estimate required to settle the obligations at the balance sheet date these are review at each balance sheet date and adjusted to reflect the best estimates.

2.17 Contingent Liabilities:-

Contingent Liabilities are determined on the basis of available information and explanations given to us and are disclosed by way of note to the accounts, if any.



SHANTI SPINTEX LIMITED

Sub Plot 1. Unit 1, Survey No. 297, Dholi Integrated Spinning Park Limited, Dholi, Dholka Ahmedabad -382240,
Gujarat

CIN: U17120GJ2010PLC062084

BALANCE SHEET AS ON 30th, September, 2023

			Amount in Lacs
Particulars	Note No.	As at 30th Sep, 2023	As at 31st March, 2023
A			
<u>EQUITY AND LIABILITIES</u>			
1 Shareholders' Funds			
(a) Share Capital	3	1420.00	710.00
(b) Reserves and Surplus	4	4702.31	4899.70
(c) Money received against share warrants			
2 Share application money pending allotment		.00	.00
3 Non-Current Liabilities			
(a) Long-Term Borrowings	5	2270.19	3063.29
(b) Deffered tax liabilities (net)	14	796.95	738.16
(c) Other Long-Term Liabilities	6	93.78	20.69
(d) Long-term provisions	7	8.35	7.29
4 Current Liabilities			
(a) Short-Term Borrowings	8	1204.25	1114.37
(b) Trade Payables	9	6500.09	6665.65
(i) Total outstanding dues of micro enterprises and small enterprises			
(ii) Total outstanding dues of Creditors other than micro enterprises and small enterprises			
(c) Other Current Liabilities	10	55.24	98.52
(d) Short-term provisions	11	406.13	270.67
TOTAL		17457.31	17588.33
B			
<u>ASSETS</u>			
1 Non-Current Assets			
(a) Property, Plant & Equipment and Intangible assets			
(i) Property, Plant & Equipment	12	6829.99	6415.21
(ii) Intangible Assets		.00	.00
(iii) Capital Work in Progress	12(a)	.00	.00
(iv) Intangible assets under development			
(b) Non-Current Investments	13	200.00	200.00
(c) Deferred Tax Assets (net)			
(d) Long-Term Loans and Advances	15	.00	.00
(e) Other non-current assets	16	126.78	182.88
2 Current Assets			
(a) Current investments		.00	.00
(b) Inventories	18	2114.44	1885.47
(c) Trade Receivables	19	6976.40	6753.12
(d) Cash and Bank Balances	20	293.83	484.69
(e) Short-Term Loans and Advances	21	869.71	1634.59
(f) Other current assets	22	46.17	32.38
TOTAL		17457.31	17588.33

The Schedules referred to above are an integral part of Profit & Loss Significant Accounting Policies and Notes on Accounts as Note "1"

As per our report of even date,

UDIN:23016613BGZF2143

For M/s ANIL SHAH & CO.

Chartered Accountants

FRN : 100474W

SD/-

Anil S Shah

Partner

Membership No : 016613

Place : Ahmedabad

Date: 27.11.2023

For and on behalf of the Board

SD/-

Bharatbhushan Agarwal

Whole time Director & CFO

DIN: 302785

SD/-

Rikin Agarwal

Managing Director

DIN: 2435645

SD/-

Mohini Singhal

Company Secretary

Membership No. A47724

Place : Ahmedabad

Date: 27.11.2023

SHANTI SPINTEX LIMITED

Sub Plot 1. Unit 1, Survey No. 297, Dholi Integrated Spinning Park Limited, Dholi, Dholka Ahmedabad -382240, Gujarat

CIN: U17120GJ2010PLC062084

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDING ON 31st March,2023

Particulars	Note No.	Amount in Lacs	
		As at 30th Sep, 2023	As at 31st March,2023
A CONTINUING OPERATIONS			
1 Revenue from Operations	23	16232.01	37033.22
2 Other Income	24	5.61	38.05
Total Income		16237.63	37071.27
3 Expenses			
(a) Cost of materials consumed	25	14485.54	33289.08
(b) Purchases of Stock-in-trade	26	.00	.00
(c) Changes in inventories of finished goods, work-in-progress and stock in trade		-481.70	-1072.89
(d) Employee Benefits Expense	27	108.59	254.82
(e) Finance Costs	28	184.99	337.38
(f) Depreciation & Amortisation Expense	12	235.80	451.55
(g) Other Expenses	29	986.49	2397.45
Total Expenses		15519.72	35657.39
4 Profit / (Loss) before exceptional and extraordinary items & tax		717.91	1413.88
5 Exceptional Items		.00	.00
6 Profit / (Loss) before extraordinary items & tax		717.91	1413.88
7 Extraordinary Items		.00	.00
8 Profit / (Loss) before tax		717.91	1413.88
9 Tax Expense :			
Current Tax		135.36	255.73
Deferred Tax		58.80	140.24
Earlier Years		.00	5.11
Net Tax Expense		194.16	401.08
10 Profit/ (Loss) from continuing operations for the Year		523.75	1012.80
Profit/(loss) from discontinuing operations		.00	.00
Tax expense of discontinuing operations		.00	.00
Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		.00	.00
Profit/ (Loss) after tax (XI + XIV)		523.75	1012.80

Earnings Per Equity Share (F. V. of ₹ 10/- each) :

Basic and Diluted (in ₹)

32	3.69	7.13
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The Schedules referred to above are an integral part of Profit & Loss Significant Accounting Policies and Notes on Accounts as Note "1"

As per our report of even date,
UDIN:23016613BGZF2143
 For M/s ANIL SHAH & CO.
 Chartered Accountants
 FRN : 100474W

SD/-	SD/-
Bharatbhushan Agarwal Whole time Director & C DIN: 302785	Rikin Agarwal Managing Director DIN: 2435645

SD/-
Anil S Shah
 Partner
 Membership No : 016613
 Place : Ahmedabad
 Date: 27.11.2023

SD/-
Mohini Singhal
 Company Secretary
 Membership No. A47724

Place : Ahmedabad
 Date:27.11.2023

SHANTI SPINTEX LIMITED

Sub Plot 1. Unit 1, Survey No. 297, Dholi Integrated Spinning Park Limited, Dholi, Dholka Ahmedabad -382240, Gujarat

CIN: U17120GJ2010PLC062084

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st March,2023

Particulars	Note No.	Amount in Lacs	
		As at 30 th Sept,2023	As at 31st March,2023
A. Cash Flow from Operating Activities			
Net Profit After Tax		523.75	1012.80
<u>Adjustments for :</u>			
Depreciation and amortisation expense		235.80	451.55
Interest expenses		184.99	337.38
Interest and other income on investments		-2.66	-5.84
Deffered tax Asset/ Liabilities		58.80	140.24
Operating Profit Before Working Capital Changes		1000.68	1936.13
<u>Changes in Working Capital :</u>			
(Increase)/ Decrease in Inventories		-228.97	-1196.65
(Increase)/ Decrease in Trade Receivables		-223.28	-1742.77
(Increase)/ Decrease in Advances		764.88	-989.18
Increase / (Decrease) in Trade Payables		-165.55	3364.99
Increase / (Decrease) in Short Term Provisions		135.46	212.45
Increase / (Decrease) in Other Current Liabilities		-43.28	50.40
(Increase) / Decrease in Other Current Assets		-13.79	-32.38
(Increase) / Decrease in Other Non- Current Assets		56.10	3.92
Increase / (Decrease) in Short Term Borrowings		89.88	183.11
Increase / (Decrease) in Other Long Term Liabilities		73.10	-100.87
Increase / (Decrease) in Long Term Provision		1.06	
		445.61	-246.96
		.00	.00
Net Cash flow from / (used in) Operating Activities		1446.28	1689.17
B. Cash Flow from Investing Activities			
Purchases of Tangible Assets		-650.58	-1460.42
Interest Received		2.66	5.84
Net Cash from / (used in) Investing Activities		-647.92	-1454.58
C. Cash Flow from Financing Activities			
Decrease in Long Term Borrowings		-793.10	-874.09
IPO issue expenses		-11.14	
Decrease in Long Term Loans and Advances		.00	1147.76
Interest expenses		-184.99	-337.38
Net Cash from / (used in) Financing Activities		-989.23	-63.71
Net Increase / (Decrease) in Cash & Cash Equivalents (A+B+C)		-190.86	170.88
Cash & Cash Equivalents at beginning of the year	14	484.69	313.81
Cash & Cash Equivalents at end of the year	14	293.83	484.69

In terms of our report of even date annexed

UDIN:23016613BGZFBP2143

For M/s ANIL SHAH & CO.

Chartered Accountants

FRN : 100474W

SD/-

Anil S Shah

Partner

Membership No : 016613

Place : Ahmedabad

Date: 27.11.2023

For and on behalf of the Board

SD/-

Bharatbhusan Agarwal

Whole time Director & CFO

DIN: 302785

SD/-

Rikin Agarwal

Managing Director

DIN: 2435645

SD/-

Mohini Singhal

Company Secretary

Membership No. A47724

Place : Ahmedabad

Date: 27.11.2023

SHANTI SPINTEX LIMITED

CIN: U17120GJ2010PLC062084

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note : 3 SHARE CAPITAL	As at 30th Sept.,2023		As at 31st March, 2023	
	No. of Shares	Amount in ₹ Lakhs	No. of Shares	Amount in ₹ Lakhs
(a) Authorised :				
Equity Shares of ₹10/- each with voting rights	10000000	1000.00	10000000	1000.00
(b) Issued, Subscribed & Fully paid-up :				
Equity Shares of ₹10/- each with voting rights	14200000	1420.00	7100000	710.00
	14200000	1420.00	7100000	710.00

(a) Terms / Rights attached to Equity Shares

The Company has only one class of Equity Shares having a par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share. Any shareholder whose name is entered in the Register of Members of the Company shall enjoy the same rights and be subject to the same liabilities as all other shareholders of the same class. Further, during the year the Company has issued 71,00,000 bonus shares of Rs. 10/- each out of share premium account.

In the event of liquidation of the Company, Equity Shareholders will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of the equity shares held by the shareholders.

(b) Details of Shareholders holding more than 5 % (percent) shares in the Company

	As at 30th Sept.,2023		As at 31st March, 2023	
Name of the Shareholders	No. of Shares	% of Holding	No. of Shares	% of Holding
Equity Shares of ₹ 10 each fully paid-up				
1. Bharatbhushan O. Agarwal	30.34	21.36%	15.17	21.36%
2. Rikin B. Agarwal	30.28	21.33%	15.14	21.33%
3. Urmiladevi B. Agarwal	10.38	7.31%	5.19	7.31%
4. Kautilya Traders Pvt. Ltd.	27.72	19.52%	13.86	19.52%
5. Vijay Subham Contrade Pvt. Ltd.	25.52	17.97%	12.76	17.97%
6. Vineeta Chiripal	10.84	7.63%	5.42	7.63%
7. Rushp Trading LLP	.00	0.00%	.00	0.00%
8. Drakensburg Investment Limited	.00	0.00%	.00	0.00%
9. CHIRIPAL EXIM	6.92	4.87%	.00	0.00%

(c) Reconciliation of number of shares outstanding is set out below:

SHANTI SPINTEX LIMITED

CIN: U17120GJ2010PLC062084

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	Amount in Lacs			
	As at 30th Sept.,2023		As at 31st March, 2023	
	No. of Shares	Amount in ₹ Lakhs	No. of Shares	Amount in ₹ Lakhs
Equity shares at the beginning of the year	14200000	1420.00	7100000	710.00
Add: Shares issued during the year	-	-	-	-
Less: Buy Back	-	-	-	-
Equity shares at the end of the year	14200000	1420.00	7100000	710.00

(f) Shareholding of Promoters as at 30-09-2023

S. No.	Promotor	No. of Shares	% of total shares	% Change during the year
1	Bharatbhushan O. Agarwal	30.34	21.36%	0.00%
2	Rikin B. Agarwal	30.28	21.33%	0.00%
	Total	60.62	42.69%	0.00%

Shareholding of Promoters as at 31-03-2023

S. No.	Promotor	No. of Shares	% of total shares	% Change during the year
1	Bharatbhushan O. Agarwal	30.34	21.36%	0.00%
2	Rikin B. Agarwal	30.28	21.33%	0.00%
	Total	60.62	42.69%	0.00%

As per records of the Company, including its registers of Shareholders / Members and other declarations received from Shareholders regarding beneficial Interest, the above shareholding represents both legal and beneficial ownerships of shares.

Note : 4 RESERVES AND SURPLUS

30/09/2023

31/03/2023

Capital Reserve

Opening Balance	452.67	452.67
Add/Less Adjustments	.00	.00
Closing Balance	452.67	452.67

SHANTI SPINTEX LIMITED
CIN: U17120GJ2010PLC062084
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

		Amount in Lacs
<u>Securities Premium Account</u>		
Opening Balance	2108.00	2108.00
Less : Issue of Bonus Shares	-710.00	.00
Less : IPO Issue Expense	-11.14	.00
Closing Balance	1386.86	2108.00
(A)	1839.53	2560.67
Note : During the year the Company has issued 7100,000 Equity share of Rs. 10/- each as bonus sharers out of share premium account.		
Surplus in the Statement of Profit and Loss :		
Opening Balance	2339.03	600.05
Add : Profit for the year	523.75	1012.80
Add: Transfer to Reserve		
(a) due to change in life of machineries (Refer note no. 4.1)	.00	1272.95
(b) due to rectification of entry (Refer note no. 4.2)	.00	46.47
Less: Deferred Tax due to reestimation of life of machinery (Refer note no. 4.4)	.00	-585.94
Less: Provision for Gratuity of earlier years (Refer note no. 4.3)	.00	-7.30
Closing Balance	(B) 2862.78	2339.03
Total	(A+B) 4702.31	4899.70

Note No. 4.1 During the Financial Year 2016-17 the company has provided depreciation on Air Jet Looms and ancillary machineries relying on the Chartered Engineers S.K. PATEL certificate considering the useful life of 10 years instead of 15 years as provided in Schedule II of Companies Act,2013. Now during the year the company has decided to provide depreciation on Air Jet Looms and ancillary machineries considering the life of 25 years relying on chartered engineers Mukesh Shah report and board resolution dated 01-04-2022. Accordingly excess depreciation provided in earlier period from 2016-17 to 2021-22 amounting to ₹ 1272.94 has been credited to balance of profit & loss account as on 01-04-2022 under the head Reserves & Surplus and debited to respective assets account during the F.Y. 2022-23. Further due to change in life of assets during the F. Y. 2022-23 depreciation is charged less by ₹ 258.27/- to Statement of Profit & Loss and disclosed more profit by ₹ 258.27 considering of life of assets have not been changed. (Refer Note No. 12.1 and Note No: 33)

Note No. 4.2 The company has made security deposit amounting to ₹ 38.80 during Financial Year 2016-17 & of ₹ 51.27 during Financial Year 2017-18 totalling to ₹ 90.07 which had been capitalised under the head Electrical Cabling & Other Electrification in respective years and depreciation at applicable rate were provided till 31-03-22. During the F.Y. 2022-23 the same has been rectified by reversing depreciation amounting to ₹ 46.47 to the balance of statement of Profit & Loss A/c. and debiting to UGVCL Deposits as on 01-04-2022. The UGCVL Deposit now stands as on 01-04-22 ₹ 90.07 .(Refer Note NO "12.2)

SHANTI SPINTEX LIMITED

CIN: U17120GJ2010PLC062084

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

Note No. 4.3 Gratuity provision made during F.Y. 2022-23 of earlier years as per Actuarial Valuer Ashok Kumar Garg report dated 08.08-2023. (Refer Note No. 7)

Note No. 4.4 After considering the effect of Note No 4.1, Note 4.2, and Note No. 4.3, the deferred tax liability arose due to such change pertaining to prior period adjustment is being given effect in Reserve & Surplus during F,Y, 2022-23. (Refer Note No. 14)

Note : 5 LONG-TERM BORROWINGS

30/09/2023

31/03/2023

Secured:

Term Loan From Bank Term Loan -1 (Refer Note 5.1)	397.22	564.43
Term Loan From Bank Term Loan -2 (Refer Note 5.1)	1126.27	1345.45
Working Capital Term Loan From GECL (Refer Note 5.1)	220.96	341.66
Working Capital Term Loan From GECL Extension (Refer Note 5.1)	352.66	352.75
Term Loan From Bank Car Loan (Refer Note 5.1)	10.20	14.60
Term Loan From Bank -Wind Mill (Refer Note 5.1)	919.80	956.45
	<u>3027.11</u>	<u>3575.33</u>

Less: Current Maturities of Term Loan	782.00	744.50
Less: Current Maturities of GECL	328.90	288.01
Less: Current Maturities of Car Loan	9.35	9.86
Less: Current Maturities of Wind Mill Term Loan	84.00	72.00
(Refer Note No:8)	<u>1822.86</u>	<u>2460.96</u>

Unsecured:

From Body Corporates	215.00	215.00
From Directors	232.34	387.34
(interest free loan from body corporate and Director)		

2270.19

3063.29

SHANTI SPINTEX LIMITED
CIN: U17120GJ2010PLC062084
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

Refer Note No. 5.1

(A) Details of Term Loan and Security Provided

TERMS OF REPAYMENT	Rate of Interest	30/09/2023	31/03/2023
Term Loan 1 Repayable in Total 27 Quarterly installmennts commencing from April, 2018 and ending on February, 2025.	11.65%	397.22	564.43
Term Loan 2 Repayable in Total 83 Monthly installmennts commencing from February, 2019 and ending on June, 2026.	11.65%	1126.27	1345.45
GECL Loan Repayable in Total 36 Monthly installmennts commencing from August, 2021 and ending on July, 2024 after a moratorium period of 12 months from the date of disbursement.	9.25%	220.96	341.66
GECL Extension Loan Repayable in Total 36 Monthly installmennts commencing from November, 2023 and ending on October, 2026 after a moratorium period of 24 months from the date of disbursement.	9.25%	352.66	352.75
Car Loan Repayable in Total 84 EMI starting after one month of disbursement	8.60%	10.20	14.60
Term Loan 3 Repayable in Total 90 Monthly installmennts commencing from April 2023 and ending on September 2030	11.65%	919.80	956.45

(B)(i) Primary Security with Bank for Term Loan 1, Term Loan 2 and GECL

Hypotheticat Hypothetication of Stock & Receivables

Hypothecatic Hypothecation of Plant & Machinery located at Weaving Unit 1, Survey No. 297, Dholi Integrated Spinning Park Ltd., Dholka, Ahmedabad-382240, Gujarat

SHANTI SPINTEX LIMITED

CIN: U17120GJ2010PLC062084

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

(ii) Primary Security with Bank for Term Loan 3 (Wind Mill)

Hypothecation of Stock & Receivables

Hypothecation of Plant & Machinery located at Weaving Unit 1, Survey No. 297, Dholi Integrated Spinning Park Ltd., Dholka, Ahmedabad-382240, Gujarat

Hypothecation of Wind Mill and related Plant & Machinery Purchased out of the Bank Finance located at 217/1, Taluka, Savar Kundla, Amreli

(C) Collateral Security with Bank for Term Loan 1, Term Loan 2 and GECL and Term Loan 3 (Wind Mill)

(i) Equitable Mortgage over immovable property at Plot No. 544 owned by M/s. Krishna Traders & 545 owned by M/s. Star Traders admeasuring 644sq. Yards each located at Survey No. 138, Vraj Garden, Nr. 200 Feet Ring Road and Shanti Asiatic School Road, Sanand, Ahmedabad -380058

(ii) Equitable Mortgage over Factory Land and Building (admeasuring 8660.36 sqft. Meteres) at Weaving Unit 1, Survey No. 297, Dholi Integrated Spinning Park, Dholka, Ahmedabad -382240

(iii) Equitable Mortgage over Immovable property (admeasuring 598 sq. mtrs.) at Flat No./ Plot No.: Unit no. 330, Survey No. / House No. Block No. 161, Vraj Garden, Akshat C.J. Society Ltd., behind Applewoods Scheme, Near Sahara City, Ahmedabad -380058
Owned by Vedprakash Chiripal

(iv) Pledge of units 741048 of SBI corporate bond fund amounting to Rs. 200.00 (AT COST)
(Refer Note No. 13)

(D) Guarantee

Personal Guarantee

(i) Shri Bharatbhushan Agarwal

(ii) Shri Rikin Agarwal

(iii) Shri Vedprakash Chiripal

(iv) Smt. Urmiladevi Chiripal

(v) Smt. Savitridevi Chiripal

Corporate Guarantee

(i) M/s. Krishna Traders (Proprietary Firm)

(ii) M/s. Star Traders (Proprietary Firm)

(E) Primary Security with Bank for Car Loan

Hypothecation of vehicle purchased out of Bank Finance. It is a multi Utility Vehicle.

24.89% margin with personal gurantee of Directors Bharat Bhushan Agarwal & Rikin Bharat Bhushan Agarwal

SHANTI SPINTEX LIMITED
CIN: U17120GJ2010PLC062084
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

Note : 6 OTHER LONG-TERM LIABILITIES	30/09/2023	31/03/2023
Creditors for Goods	93.78	20.69
	93.78	20.69

Trade Payables ageing schedule as at 30-09-2023

Sl. No.	Particulars	Outstanding for following periods from due date of payment				Total
		Less than 1	1-2 years	2-3 years	More than 3	
(i)	MSME (Refer note no. 6.1)					
(ii)	Others	.00	91.57	2.21	.00	93.78
(iii)	Disputed dues- MSME	.00	.00	.00	.00	.00
(iv)	Disputed dues - Others	.00	.00	.00	.00	.00
	Total	.00	91.57	2.21	.00	93.78

Trade Payables ageing schedule as at 31-03-2023

Sl. No.	Particulars	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i)	MSME (Refer note no. 6.1)					
(ii)	Others	.00	15.32	2.02	3.34	20.69
(iii)	Disputed dues- MSME	.00	.00	.00	.00	.00
(iv)	Disputed dues - Others	.00	.00	.00	.00	.00
	Total	.00	15.32	2.02	3.34	20.69

Note No. 6.1 As per information and explanation the company has not gathered information as regards whether supplier of goods and or services are covered under the MSME Act, 2006. Hence, we are unable to provide the required information.

Note No.:6.2 Outstanding Balances are subject to confirmation and reconciliation, if any.

SHANTI SPINTEX LIMITED
CIN: U17120GJ2010PLC062084
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

Note : 7 LONG-TERM PROVISIONS	30/09/2023	31/03/2023
Provision for Grautity	8.35	7.29
(Refer Note No. 4.3)	<u>8.35</u>	<u>7.29</u>

Note : 8 SHORT-TERM BORROWINGS	As at 30st Sept.,2023	As at 31st March,2023
(a) Secured Loans :		
Current Maturities of long-term borrowings	1204.25	1114.37
(Refer No Note:5)	<u>1204.25</u>	<u>1114.37</u>

Note : 9 TRADE PAYABLES	31/03/2023	45,016
Total outstanding dues of micro & small enterprises (refer note no. 9.1)		
Total outstanding dues of creditors other than micro & small enterprises	6500.09	6665.65
	<u>6500.09</u>	<u>6665.65</u>

Trade Payables ageing schedule as at 30th Sept.,2023

Sl. No.	Particulars	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i)	MSME					
(ii)	Others	6500.09	.00	.00	.00	6500.09
(iii)	Disputed dues- MSME	.00	.00	.00	.00	.00
(iv)	Disputed dues - Others	.00	.00	.00	.00	.00
	Total	<u>6500.09</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>6500.09</u>

SHANTI SPINTEX LIMITED
CIN: U17120GJ2010PLC062084
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

Trade Payables ageing schedule as at 31st March,2023

Sl. No.	Particulars	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i)	MSME					
(ii)	Others	6665.65	.00	.00	.00	6665.65
(iii)	Disputed dues- MSME	.00	.00	.00	.00	.00
(iv)	Disputed dues - Others	.00	.00	.00	.00	.00
	Total	6665.65	.00	.00	.00	6665.65

Note No. 9.1 As per information and explanation the company has not gathered information as regards whether supplier of goods and or services are covered under the MSME Act, 2006. Hence, we are unable to provide the required information.

Note No.:9.2 Outstanding Balances are subject to confirmation and reconciliation, if any.

Note : 10 OTHER CURRENT LIABILITIES	30/09/2023	31/03/2023
Statutory Liabilities	10.69	11.91
Other Liabilities	1.19	.03
Unpaid Expenses	43.36	86.58
	55.24	98.52

Note : 11 SHORT-TERM PROVISIONS	31/03/2023	31/03/2023
Provision for Employee Benefits	14.98	14.76
Provision for Income Tax F.Y. 2022-23	255.73	255.73
Provision for Current Income Tax up to 30.09.223	135.36	
Provision for Gratuity	.06	.19
	406.13	270.67

SHANTI SPINTEX LIMITED
CIN: U17120GJ2010PLC062084
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	Amount in Lacs	
Note : 13 NON-CURRENT INVESTMENTS	31/03/2023	45,016
A Trade Investments	.00	.00
B Other Investments (at cost) (Un-Quoted)		
In SBI Corporate Fund Bond (CRFRG)-(Unit 74049.38)	200.00	200.00
(Market Value as on 30.09.2023 ₹ 2,94,29,223/-)		
(P.Y. ₹ 2,80,50,006/-)		
[Refer Note No. 5.1(c)(iv)]		
	200.00	200.00
Note : 14 DEFERRED TAX ASSETS	30/09/2023	31/03/2023
Opening Balance	-738.16	-11.97
Current Year DTA		
i) Difference in WDV between Books & Tax return & Gratuity	-58.80	-140.24
ii) Due to change in life of assets (excess depreciation reversed in books)		-585.94
(Refer Note No : 4.4)		
	-796.95	-738.16
Note : 15 LONG-TERM LOANS AND ADVANCES	30/09/2023	31/03/2023
Unsecured Considered Good		
Capital Advances		
Advances against Land (Lease Hold Land)	-	-
Advances against Land (Freehold)	-	-
Loans & Advances to related parties		
Rikin Fabrics Pvt. Ltd. (interest free)	-	-
Other loans & advances		
Advances to Staff	-	-
Integrum Energy Infrastructure Pvt. Ltd. (Windmill)	-	-
	-	-

SHANTI SPINTEX LIMITED
CIN: U17120GJ2010PLC062084
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

Note No. 18.1 The closing stock is as taken valued and certified by the management

Note : 19 TRADE RECEIVABLES	30/09/2023	31/03/2023
Secured, considered good	.00	.00
Unsecured considered good	6976.40	6753.12
Doubtful	.00	.00
	6976.40	6753.12

Trade Receivables ageing schedule as at 30-09-2023

Sl. No.	Particulars	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i)	Undisputed Trade receivables - considered good	4691.01	2285.39		.00	.00	6976.40
(ii)	Undisputed Trade receivables - considered doubtful	.00	.00	.00	.00	.00	.00
(iii)	Disputed trade receivables - considered good	.00	.00	.00	.00	.00	.00
(iv)	Disputed trade receivables - considered doubtful	.00	.00	.00	.00	.00	.00
	Total	4691.01	2285.39	.00	.00	.00	6976.40

SHANTI SPINTEX LIMITED
CIN: U17120GJ2010PLC062084
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

Trade Receivables ageing schedule as at 31-03-2023

Sl. No.	Particulars	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months -	1-2 years	2-3 years	More than 3	
(i)	Undisputed Trade receivables - considered good	6737.69	15.43	.00	.00	.00	6753.12
(ii)	Undisputed Trade receivables - considered doubtful	.00	.00	.00	.00	.00	.00
(iii)	Disputed trade receivables - considered good	.00	.00	.00	.00	.00	.00
(iv)	Disputed trade receivables - considered doubtful	.00	.00	.00	.00	.00	.00
	Total	6737.69	15.43	.00	.00	.00	6753.12

Note No.:19.1 Outstanding Balances are subject to confirmation and reconciliation, if any.

Note : 20 CASH AND BANK BALANCES

30/09/2023

31/03/2023

Cash and Cash Equivalents			
Balances with Banks			
	In Current Accounts	293.69	476.83
	Cash in Hand	.14	.07
Other Bank Balances			
	Term Deposits with Nationalised Bank		
	Fixed Deposits having maturity of less than 3 months		.00
	Fixed Deposits having maturity of more than 3 months		7.79
	Fixed Deposits having maturity of more than 12 months	25.44	17.65
Less:	Fixed Deposits having maturity of more than 12 months (Refer Note No.16)	25.44	17.65
		293.83	484.69

Note No. 20.1 : Fixed Deposits are inclusive of accrued interest thereon.

SHANTI SPINTEX LIMITED

CIN: U17120GJ2010PLC062084

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	Amount in Lacs	
Note : 21 SHORT-TERM LOANS AND ADVANCES	30/09/2023	31/03/2023
Unsecured considered good		
Loan and Advances to related parties		
a) Subsidiaries	.00	.00
b) Others	.00	.00
Other Loans and Advances		
Balances with Statutory Authorities	.00	.00
Inverted IGST Claim Refund	20.60	6.03
State GST Refund Receivable (Phase 1)	423.69	755.86
Tuff Capital Subsidy Receivable A/c (Phase 1)	56.96	56.96
Tuff Capital Subsidy Receivable A/c (Phase 2)	229.05	229.05
GST receivable	68.50	109.54
TDS / TCS Receivable	55.57	44.29
SBI FD Interest Receivable	.48	
Other advances recoverable in cash or in kind or for value to be received		
Advance for purchase of commercial property	.00	251.35
Receivable for rate difference & quality claims	.00	144.00
Others	.08	31.52
Prepaid Expenses	14.78	5.99
	<u>869.71</u>	<u>1634.59</u>
Note : 22 OTHER CURRENT ASSETS	30/09/2023	31/03/2023
Income Receivable for WindMill Power Generation	46.17	32.38
	<u>46.17</u>	<u>32.38</u>

SHANTI SPINTEX LIMITED

CIN: U17120GJ2010PLC062084

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	Amount in Lacs	
Note : 23 REVENUE FROM OPERATIONS	30/09/2023	31/03/2023
(a) Sale of Products		
Sale of Goods	.00	.00
Fabrics Sales Less: Discount	5156.15	31097.36
Weaving Job Work Sales	14.24	4.02
Grey Fabrics Sale	6364.76	.00
Yarn Sales	4485.72	5738.80
Scrap & Wastage Sale	.43	
 (b) Supply of Services		
Wind Mill Power Generation Income (Gross)	210.71	193.04
	16232.01	37033.22
 Note : 24 OTHER INCOME	30/09/2023	31/03/2023
Interest Income	1.91	3.83
Interest on Fixed Deposit	.75	1.42
Interest Income on I.T. Refund	.00	.59
Scrap & Wastage Sales	.00	7.52
	.00	.00
Rebate	.83	.44
Vatav Kasar		.17
Discount Received		9.53
Deviation Settlement Exp (Wind Mill)	.23	.00
Creditors w/off	1.89	2.16
Unclaimed Salary of earlier years written back	.00	8.44
Rounding Off	.00	.00
Actuarial Gain (Gratuity)	.00	3.95
	5.61	38.05

SHANTI SPINTEX LIMITED
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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

		Amount in Lacs	
Note : 25 COST OF MATERIALS CONSUMED		30/09/2023	31/03/2023
	MATERIALS CONSUMED :		
Opening Stock		492.40	368.64
Add:	<u>Purchases (Yarn, Fabric & Others, etc.)</u>		
	Purchase (raw material)	14232.81	33412.84
Less:	Closing Stock	239.67	492.40
	(As taken and valued and certified the management)		
		<u>14485.54</u>	<u>33289.08</u>
Note No : 25.1 Includes prior period Rs.76,29,261/- for F.Y. 2022-23			
Note : 26 CHANGES IN INVENTORIES		30/09/2023	31/03/2023
Work in Progress		-178.54	-453.17
Finished Goods			
(a) Grey Fabrics		50.28	-258.98
(b) Finshed Fabrics		609.96	-360.74
		<u>481.70</u>	<u>-1072.89</u>
Note : 27 EMPLOYEE BENEFITS EXPENSE		30/09/2023	31/03/2023
Managerial Remuneration		6.45	6.00
Salary & Wages		99.56	243.40
Contribution to Employee Deposit Linked Insurance Scheme		.04	.06
Staff Welfare Expenses		.02	1.65
Other Allowance		2.51	3.71
		<u>108.59</u>	<u>254.82</u>

SHANTI SPINTEX LIMITED
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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	30/09/2023	31/03/2023
Amount in Lacs		
Note.27.1 Retirement Benefits		
A) Defined Benefit Plans:		
Particulars		
i) Amounts recognised in the Balance Sheet in respect of Gratuity		
Present Value of the funded Defined Benefit Obligations at the end of the year	8.41	7.47
Fair Value of Plan Assets	.00	.00
Net (Asset)/ Liability	-8.41	-7.47
Employee Benefits		
Current Service Cost	1.78	3.13
Interest on Net Defined Benefit Liability /(Assets)	.28	.58
Net actuarial (gain)/loss recognised in the period	-1.12	-3.95
Expenses to be recognised in P&L	.93	-.24
ii) Reconciliation of Present Value of the Obligation and the Fair Value of the Plan of Assets :		
Change in Net Liabilities/ (Assets)		
Opening Net Defined Benefit Liabilities/(Assets)	7.47	7.71
Expenses Charged to Profit & Loss	.93	-.24
Amount Recognised Outside Profit and Loss -OCI		
Employer Contribution		
Closing Net Defined Benefit Liabilities/ (Assets)	8.41	7.47

SHANTI SPINTEX LIMITED

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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

iii) Quantitive Sensitivity Analysis for Significant Assumption is as below :

Increase/ Decrease in Present Value of Defined Benefits Obligation at the end of the year

Particulars		
Deined Benefit Obligation (Base)	8.41	7.47
Liability with 1.00 % Increase in Discount Rate	7.56	6.70
Liability with 1.00 % Decrease in Discount Rate	9.42	8.41
Liability with 1.00 % Increase in Rate of Salary Increase	9.43	8.42
Liability with 1.00 % Decrease in Rate of Salary Increase	7.54	6.68
Liability with 1.00 % Increase in Withdrawal Rate	8.42	7.54
Liability with 1.00 % Decrease in Withdrawal Rate	8.36	7.36

Particulars

Principal Actuarial Assumptions at the Balance Sheet Date

Discount Rate	7.25% per annum	7.50% per annum
Salary Escalation		
Salary Escalation - Staff	5.00% per annum	5.00% per annum
Mortality Rate during Employment	IALM 2012-14	IALM 2012-14
Rate of Employee Turnover	5.00% per annum	5.00% per annum

Current Liability

Current Liability (Short Term)	.06	.19
Non Current Laibility (Long Term)	8.35	7.29
Total Liability	8.41	7.47

SHANTI SPINTEX LIMITED

CIN: U17120GJ2010PLC062084

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

Benefits Valued		
Normal Retirement Age	60Years	60Years
Salary	Last drawing qualifying salary	Last drawing qualifying salary
Vesting Period	5 years of service	5 years of service
Benefits on Normal Retirement	15/26*Salary*Past service (yr.)	15/26*Salary*Past service (yr.)
Benefit on early exit due to death and disability Limit	As above except that no vesting conditions apply 20.00	As above except that no vesting conditions apply 20.00

Note : 28 FINANCE COSTS

	30/09/2023	31/03/2023
Interest on Wind Mill Loan	54.10	77.66
Interest on Car Loan	.53	1.46
Interest on Term Loan	101.33	187.73
Interest on GECL Loan	28.98	69.37
Other Borrowing Costs (Bank charges)	.03	1.06
Interest on Late payment of GST	.00	.00
Interest on Late payment of TDS	.01	.09
	184.99	337.38

Note : 29 OPERATING AND OTHER EXPENSES

	30/09/2023	31/03/2023
MANUFACTURING EXPENSES :		
Drawing & Knotting Charges	7.46	29.48
Inspection Charges	4.38	12.15
Electricity Charges	301.92	705.80
Windmill Operating Expenses	22.10	29.24
Store And Spare	7.87	.00
Job Work - purchases	528.66	1200.49
	872.40	1977.16

SHANTI SPINTEX LIMITED

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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

OTHER DIRECT EXPENSES :

Loading & Unloading Expenses	6.71	18.40
Catch Code Yarn	.00	5.46
Insurance Expenses	8.12	14.93
Rent, Rates & Taxes	.00	.43
Freight Expenses	30.51	76.70
Plant Expenses	.53	.68
Plant Sundry Material	.07	.66
Stores & Spares	.17	69.58
Rate Difference & Quality Claim	.00	49.22
Packing Expenses	.00	80.20
Clearing & Forwarding	.00	.65
Damages	.00	8.21
	<u>46.11</u>	<u>325.09</u>
Payments to Auditor (Refer Note : 29.1)	2.47	1.00
Audit Fees -GST	.13	.25
Bank -Guarantee Commission	.25	1.17
Canteen Expenses	3.43	7.74
Car Hire	1.62	4.30
Car petrol Expenses	2.10	4.64
Conveyance Expenses	.17	.69
Commission & Brokerage	.11	1.06
Computer Repairing	.17	.22
Consultancy & Professional Fess	3.07	5.61
Donation	.00	.15
Excess income on Bank FD booked earlier W/off	.00	.82
Housekeeping Expenses	4.99	13.01
Factory Licence Fees	.14	.28
GST Expenses	.00	1.54
TCS Expenses (write off)	.00	.02
Insurance Charges- Volvo Car	.00	.94
Internet Broadband Expenses	.25	.06
Internet Leased Line Expenes	.00	.50
Late Fees GST	.00	.00

SHANTI SPINTEX LIMITED

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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

		Amount in Lacs
Lease Rent Expense	.10	.19
Legal and Professional Fees	5.31	7.87
Misc. Exp	.07	.00
Mending Charges	.00	.18
Mobile Expenses	.16	.50
Office Expenses	.44	.91
Other Expenses	.90	.10
Electricity Exp. - Navratan office	.44	.00
Outward Freight Expenses	8.23	6.24
Park Maintenance Expenses	2.73	5.46
Penalty	.26	.74
Postage & Courier	.01	.01
Prior Period Expenses (Net off)	.00	2.99
Printing & Stationery	1.13	2.23
Reed Repairing	.37	.64
Repairs and Maintenance	1.32	.58
ROC Expenses	.15	.36
Round Off	.00	.00
Sales Promotion Expense	7.18	.25
Security Charges	.87	4.43
Service Charges	.00	.30
Shortage	.00	.08
Sundry Debtors/ Creditors w/off	.00	6.08
Trade Mark Processing (IPO)	.10	.00
Tally Cloud User Fees	.48	.09
Tally License Renewal Fees	.00	.10
Travelling Expenses	1.29	1.80
Vehicle Repairing	5.71	8.71
Water Expenses	.01	.35
Web Site Development	.40	.00
Expenses for Increase in Authorised Capital & Issue of Bonus Shares	8.21	.00
DSA Compotition Fees for EPCG	3.22	.00
	<u>67.99</u>	<u>95.20</u>
	<u>986.49</u>	<u>2397.45</u>

SHANTI SPINTEX LIMITED

CIN: U17120GJ2010PLC062084

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Amount in Lacs

Note: 29.1

Payments to the Auditor

As auditors - statutory audit fees	.50	.50
Tax Audit report	.00	.25
Income Tax Return	.00	.25
Company Law Matter	.00	.00
Other Matter (Certification and TDS Matters)	1.97	.00
	<u>2.47</u>	<u>1.00</u>

Note : 12

Amount in Lacs

Particulars	Gross carrying amount				Depreciation				Net carrying amount			LIFE IN YEARS
	As at 01-04-2023	Additions	Deletions/adjustments	As at 30-09-2023	As at 01-04-2023	Additions	Deletions/adjustments	As at 30-09-2023	As at 30-09-2023	As at 31-03-2023		
Tangible assets												
PHASE I												
Leasehold Land	230.00			230.00	15.33	1.16		16.49	213.51	214.67	99	
Air Compressor Machine	65.12			65.12	40.05	3.09		43.14	21.97	25.07	15	
Air Jet Looms	2435.96	17.26		2453.22	650.38	50.67		701.05	1752.17	1785.58	25	
Electrical Cabling & Other Electrification	154.04	3.51	3.51	154.04	82.59	5.83		88.42	65.62	71.45	15	
H Plant	125.79			125.79	78.66	6.14		84.80	40.99	47.13	15	
OHTC	13.57			13.57	8.35	.64		8.99	4.58	5.23	15	
Profile Reeds	13.58			13.58	8.15	.64		8.80	4.78	5.43	15	
Stores & Spares parts of Plant & Machinery	132.45			132.45	80.78	6.29		87.06	45.39	51.68	15	
Todo Warp Typing Machine	52.60			52.60	32.35	2.50		34.85	17.75	20.25	15	
Transformers	16.63			16.63	10.23	.79		11.02	5.61	6.40	15	
Factory Building	486.42			486.42	286.75	21.88		308.63	177.79	199.67		
PHASE II												
Air Compressor Machine	208.60			208.60	105.71	9.91		115.62	92.98	102.89	15	
Air Jet Looms	2333.76			2333.76	498.37	47.03		545.40	1788.35	1835.39	25	
H Plant	79.11			79.11	40.09	3.76		43.85	35.26	39.02	15	
Stores & Spares parts of Plant & Machinery	169.72			169.72	83.22	7.76		90.98	78.74	86.50	15	
Todo Warp Typing Machine	33.53			33.53	16.99	1.59		18.58	14.94	16.54	15	
Tudo Tying Machine	39.17			39.17	19.85	1.86		21.71	17.46	19.32	15	
OHTC	12.23			12.23	4.09	.39		4.48	7.76	8.14	15	
Electrical Cabling & Other Electrification	88.04			88.04	39.75	4.18		43.93	44.11	48.29	15	
Factory Building	493.02			493.02	246.16	23.42		269.58	223.44	246.86	10	
Utilities	29.51			29.51	4.47	.47		4.93	24.58	25.04	15	
Plant												
Computer Equipments	2.78			2.78	2.72	.00		2.72	.06	.06		
Furniture & Fixtures	3.96			3.96	2.29	.19		2.48	1.48	1.67	10	
Office Equipment	2.85	.34		3.19	1.76	.26		2.02	1.16	1.09	5	
CCTV & accessories	16.66		.03	16.63	.34	1.56		1.90	14.72	16.32	5	
Land (Freehold)	280.18	.00		280.18	.00	.00		.00	280.18	280.18	-	
Renewable energy												
Windmill	1266.79		25.42	1241.36	42.69	26.72		69.41	1171.95	1224.09	22	
Rooftop Solar		380.82		380.82	.00	1.23		1.23	379.59	.00	25	
Office												
Office Building -Navratna		264.60		264.60	.00	1.67		1.67	262.93	.00	60	
Office Furniture - Navratna		13.06	.28	12.78	.00	.00		.00	12.78			
Computer		.25		.25	.00	.01		.01	.23	.00	3	
Vehicles	71.75			71.75	40.50	4.16		44.66	27.08	31.24		
Total	8857.82	679.83	29.25	9508.40	2442.61	235.80	.00	2678.41	6829.99	6415.21		

Particulars	Gross block				Depreciation				Net block	Net block
	As at 01-04-2021	Additions	Deletions/ adjustments	As at 31-03-2022	As at 01-04-2021	Additions	Deletions/ adjustments	As at 31-03-2022	As at 31-03-2022	As at 31-03-2021
Intangible fixed assets										
Software-website		-	-	-			-	-	-	-
Other software			-	-				-	-	-
Sub Total (b)	-	-	-	-	-	-	-	-	-	-
Total	8857.82	679.83	29.25	9508.40	2442.61	235.80	.00	2678.41	6829.99	6415.21
Figures of previous year	7370.29	1577.61	90.07	8857.82	3310.48	451.55	1319.42	2442.61	6415.21	4059.80

Note No 12.1 During the Financial Year 2016-17 the company has provided depreciation on Air Jet Looms and ancillary machineries relying on the Chartered Engineers S.K. PATEL certificate considering the useful life of 10 years instead of 15 years as provided in Schedule II of Companies Act,2013. Now during the year the company has decided to provide depreciation on Air Jet Looms and ancillary machineries considering the life of 25 years relying on chartered engineers Mukesh Shah report and board resolution dated 01-04-2022. Accordingly excess depreciation provided in earlier period from 2016-17 to 2021-22 amounting to ₹ 1272.95 (Phase I ₹ 716.73 and Phase II ₹ 556.21) has been credited to balance of profit & loss account as on 01-04-2022 under the head Reserves & Surplus and debited to respective assets account during the F.Y. 2022-23. (Refer Note No. 4.1)

Further due to change in life of assets during the F.Y. 2022-23 depreciation is charged less by ₹ 258.27 to Statement of Profit & Loss and disclosed more profit by

Note No. 12.2 The company has made security deposit amounting to ₹ 38.78 during Financial Year 2016-17 & of ₹ 51.27 during Financial Year 2017-18 totalling to ₹ 90.07 which had been capitalised under the head Electrical Cabling & Other Electrification in respective years and depreciation at applicable rate were provided till 31-03-22. During the F.Y. 2022-23 the same has been rectified by reversing depreciation amounting to ₹ 46.46 to the balance of statement of Profit & Loss A/c. and debiting to UGVCL Deposits as on 01-04-2022. The UGCVL Deposit now stands as on 01-04-22 ₹ 90.07 .(Refer Note NO "4..2)

12 NON -CURRENT ASSETS
PROPERTY, PLANT & EQUIPMENT

Particulars	Gross carrying amount				Depreciation				Net carrying amount	
	As at 01-04-2023	Additions	Deletions/adjustments	As at 30-09-2023	As at 01-04-2023	Additions	Deletions/adjustments	As at 30-09-2023	As at 30/09/2023	As at 31-03-2023
Tangible assets										
PHASE I										
Leasehold Land	230.38			230.38	15.33			15.33	215.05	215.05
Computer Equipments	1.50			1.50	1.50			1.50	.00	.00
Air Compressor Machine	65.12			65.12	40.05			40.05	25.07	25.07
Air Jet Looms	2435.96			2435.96	650.38			650.38	1785.58	1785.58
Electrical Cabling & Other Elctrification	154.04			154.04	82.59			82.59	71.45	71.45
H Plant	125.79			125.79	78.66			78.66	47.13	47.13
OHTC	13.57			13.57	8.35			8.35	5.23	5.23
Profile Reeds	13.58			13.58	8.15			8.15	5.43	5.43
Stores & Spares parts of Plant & Machinery	131.65			131.65	80.78			80.78	50.88	50.88
Todo Warp Typing Machine	52.60			52.60	32.35			32.35	20.25	20.25
Transformers	16.63			16.63	10.23			10.23	6.40	6.40
Office Equipment	2.85			2.85	1.76			1.76	1.09	1.09
Furniture & Fixtures	3.24			3.24	1.89			1.89	1.35	1.35
Factory Building	486.42			486.42	286.75			286.75	199.67	199.67
PHASE II										
Computer Equipments	1.28			1.28	1.21			1.21	.06	.06
Air Compressor Machine	208.60			208.60	105.71			105.71	102.89	102.89
Air Jet Looms	2333.76			2333.76	498.37			498.37	1835.39	1835.39
H Plant	79.11			79.11	40.09			40.09	39.02	39.02
Stores & Spares parts of Plant & Machinery	170.52			170.52	83.22			83.22	87.30	87.30
Todo Warp Typing Machine	33.53			33.53	16.99			16.99	16.54	16.54
Tudo Tying Machine	39.17			39.17	19.85			19.85	19.32	19.32
OHTC	12.23			12.23	4.09			4.09	8.14	8.14
Electrical Cabling & Other Electrification	88.04			88.04	39.75			39.75	48.29	48.29
Furniture & Fixtures	.72			.72	.40			.40	.31	.31
Vehicles	71.75			71.75	40.50			40.50	31.24	31.24
Factory Building	493.02			493.02	246.16			246.16	246.86	246.86
Utilities	29.51			29.51	4.47			4.47	25.04	25.04
CCTV & accessories	16.66			16.66	.34			.34	16.32	16.32
Windmill	1266.79			1266.79	42.69			42.69	1224.09	1224.09
Land (Freehold)	279.80			279.80	.00			.00	279.80	279.80
Sub Total (a)	8857.82	.00	.00	8857.82	2442.61	.00	.00	2442.61	6415.21	6415.21

Particulars	Gross block				Depreciation				Net block	Net block
	As at 01-04-2022	Additions	Deletions/adjustments	As at 31-03-2023	As at 01-04-2022	Additions	Deletions/adjustments	As at 31-03-2023	As at 31-03-2023	As at 31-03-2022
Intangible fixed assets										
Software-website		-	-	-			-	-	-	-
Other software			-	-				-	-	-
Sub Total (b)	-	-	-	-	-	-	-	-	-	-
Total	88,57,82,139	-	-	88,57,82,139	24,42,61,347	-	-	24,42,61,347	64,15,20,794	64,15,20,794
Figures of previous year										

Note No 12.1 During the Financial Year 2016-17 the company has provided depreciation on Air Jet Looms and ancillary machineries relying on the Chartered Engineers S.K. PATEL certificate considering the useful life of 10 years instead of 15 years as provided in Schedule II of Companies Act,2013. Now during the year the company has decided to provide depreciation on Air Jet Looms and ancillary machineries considering the life of 25 years relying on chartered engineers Mukesh Shah report and board resolution dated 01-04-2022. Accordingly excess depreciation provided in earlier period from 2016-17 to 2021-22 amounting to ₹ 1272.95 (Phase I ₹ 716.73 and Phase II ₹ 556.21) has been credited to balance of profit & loss account as on 01-04-2022 under the head Reserves & Surplus and debited to respective assets account during the F.Y. 2022-23. (Refer Note No. 4.1)

Further due to change in life of assets during the F.Y. 2022-23 depreciation is charged less by ₹ 258.27 to Statement of Profit & Loss and disclosed more profit by ₹ 258.27 considering of life of assets have not been changed. (Refer Note No.4.1)

Note No. 12.2 The company has made security deposit amounting to ₹ 38,79,800/- during Financial Year 2016-17 & of ₹ 51.27 during Financial Year 2017-18 totalling to ₹ 90.07 which had been capitalised under the head Electrical Cabling & Other Electrification in respective years and depreciation at applicable rate were provided till 31-03-22. During the F.Y. 2022-23 the same has been rectified by reversing depreciation amounting to ₹ 46.47 to the balance of statement of Profit & Loss A/c. and debiting to UGVCL Deposits as on 01-04-2022. The UGCVL Deposit now stands as on 01-04-22 ₹ 90.07.(Refer Note NO "4..2)

Note : 30 Disclosure required under companies Act, 2013.**Amount in Lacs**

Directors Remuneration

Particulars	Current Period (Rs)	Last year (Rs)
Remuneration to director - Rikin BharatBhushan Agarwal	6.00	6.00
Contribution to superannuation fund	Nil	Nil

Note: 31 LEASE EXPENSES

Operating Lease : Rental is expenses with reference to lease terms and other considerations

(a) The company has taken on sub- lease land at Village Likhala, Taluka Savar Kundla, District Amreli, owned by Government of India and leased by Gujrat Fluorochemicals . The total lease rent paid on the same amounting to Rs. 15000/-and taken on lease w.e.f. .29.12.2021

(b) The company has taken on lease land at Survey No. 402, Dholi Integrated Spinning Park Limited from Dholi Integrated Spinning Park Limited. The total lease rent paid on the same amounting to Rs. 4330/-and taken on lease w.e.f. 21-09-2015.

Particulars	Current Period Amount in Lacs	Last year Amount in Lacs
Not later than one year	.19	.19
Later than one year and not later than five years	.77	.77
Later than five years	4.54	4.54
Lease payment recognised in profit & loss A/c for the period	.19	.19
The total yearly lease payment is	.19	.19
Minimum lease per annum	.19	.19

In accordance with accounting standard 22 "Accounting for Taxes on Income" (AS22) issued by the ICAI. The company has accounted for deferred taxes during the year.

Note: 32

Following are the major components of deferred tax assets/ (liabilities) :

Component	Deferred Tax	Current year	Deferred Tax
Opening Balance	-738.16		
1) Difference in Net Block as books and As per Income tax and grauity provision		-58.80	
2)Due to change in life of assets (excess depreciation reversed in books)	.00	.00	.00
Total	-738.16	-58.80	-796.95

Note No. 33 Note No 33.1 During the Financial Year 2016-17 the company has provided depreciation on Air Jet Looms and ancillary machineries relying on the Chartered Engineers S.K. PATEL certificate considering the useful life of 10 years instead of 15 years as provided in Schedule II of Companies Act,2013. During the financial year 2022-23 the company has decided to provide depreciation on Air Jet Looms and ancillary machineries considering the life of 25 years relying on chartered engineers Mukesh Shah report and board resolution dated 01-04-2022. Accordingly excess depreciation provided in earlier period from 2016-17 to 2021-22 amounting to ₹ 1292.40 (Phase I ₹ 716.73 and Phase II ₹ 556.21) has been credited to balance of profit & loss account as on 01-04-2022 under the head Reserves & Surplus and debited to respective assets account. (Refer Note No. 4.1 & 12.1) Further due to change in life of assets during the financial year 2022-23 depreciation is charged less by ₹ 258.27 to Statement of Profit & Loss and disclosed more profit by ₹ 258.27 considering of life of assets have not been changed. (Refer Note No.4.2 & 12.2)

Note No 33.2 The deferred tax liability arose due to such change pertaining to prior period adjustment is being given effect in Reserve & Surplus.

Note: 34 Earning Per Share

Particulars	For half year 30/09/2023	Previous year 31/03/2023
Numerator used for calculating Basic and Diluted Earning Per Share (Profit After Tax)	523.75	1012.80
Nominal Value per Share	10	10
Weighted Average No. of Shares used as denominator for calculating Basic and Diluted Earning Per Share	14200000	14200000
Basic and Diluted earning per share	3.69	7.13

Note: 35 Related party Discloser (Accounting Standard 18)

Description of relationship

Key Management Personnel

Names of related parties

- 1) Bharatbhushan Agrawal
- 2) Rikin Agarwal
- 3) Sejal Ronak Agrawal(w.e.f. 31.08.2023)
- 4) Kruti Vyas(w.e.f.31.08.2023)
- 5) Mohini Singha (C.S. w.e.f.02.08.2023)
- 6) Bhavik Rameshbhai Talati (w.e.f.31.07.2023)

Associates

Rikin Fabrics Pvt. Ltd.
Sparsh Fabric Pvt. Ltd

Relatives Of Key Management Personnel

- 1) Urmiladevi Agrawal
- 2) Deepika Agrawal

List of Relatives of Key Managerial Personnel and Enterprise over which Key Management Personnel and their relative exercise significant influence with whom transaction have taken place during the year.

NIL

A Transaction with related parties

PARTICULARS	Key Managerial Personnel		Relatives of Key Managerial Personnel		Associates	
	30/09/2023	2022-23	30/09/2023	2022-23	30/09/2023	2022-23
1) LOAN TAKEN (Un secured loan)						
Smt. Urmiladevi B Agrawal	147.00	.00	.00	.00	.00	.00
2) LOAN Return(Un secured loan)						
Smt. Urmiladevi B Agrawal	147.00					
Bharat Bhushan Agarwal	155.00	17.66				
3) LOANS GIVEN						
4) LOAN RECEIVED BACK						
Rikin Fabrics Pvt. Ltd.	NIL	NIL	.00	.00	.00	.00
4) PURCHASES						
Sparsh Fabrics Pvt. Ltd.					123.76	247.16
Rikin Fabrics Pvt. Ltd.					.00	67.07
5) SALES						
Sparsh Fabrics Pvt. Ltd.					432.73	1303.58
6) REMUNARATION						
1) Rikin Agarwal	6.00	6.00				
2) Mohini Singhal	.45	.00				
7) OUTSTANDING BALANCES:-						
1) LOAN TAKEN						
Bharat Bhushan Agarwal	232.34	387.34				
Smt. Urmiladevi B Agrawal	.00	.00				
2) LOAN GIVEN						
Rikin Fabrics Pvt. Ltd.					.00	.00
3) DEBTORS						
4) CREDITORS						
Rikin Fabrics Pvt. Ltd.					.00	2.07
5) SALARY PAYABLE						
1) RIKIN AGARWAL	.84	.84			.00	.00
2) Mohini Singhal	.30	.00			.00	.00

Note: 36

		<u>Foreign Exchange Earnings/out goings</u>	<u>Foreign Exchange Earnings/out goings</u>
Particular		30/09/2023	2022-23
Revenue in foreign currency		0	0
Out going Expenditure in foreign currency		0	0

Note: 37 Contingent liabilities and commitments (to the extent not provided for)

₹ in lakhs

Contingent liabilities	As at 30 th, September,2023	As at 31st, March, 2023
(a) Claims against the Company not acknowledged as debt	NIL	NIL
(b) Unexpired Guarantees		
(i) Export Obligation under "0" duty EPCG in favour of DGFT amounting to ₹ 19.30 cr	48.40	48.40
(ii) GEDCO against the transmission charges	31.20	31.20
(c) Other money for which the Company is contingently liable	NIL	NIL
(f) Other commitments : The estimated amount of contracts remaining to be executed on capital account and not provided for against which advance have been paid	0	0

Note 38 Provision for current half year's income tax aggregating Rs.135.36(P.Y. Rs. 255.73) has been made on estimated basis for the half year accounting year ended on 30.09.2023. However ,the actual tax liabilities of the company will be determined on the basis of taxable income of the company for F.Y year 2023-24.

Note 39: Others

39.1 In the opinion of the Board, all the current assets, Loans and advances have a value on the realization in the ordinary course of the business at least equal to the amount at which they are stated.

39.2 Balances of sundry debtors, sundry creditors and loans and advances etc., are subject to confirmation and reconciliation, and consequential adjustment, if any.

39.3 Previous year figures have been regrouped/ rearranged so as to make them comparable with current year's figures.

Note : 40 There is no Expenditure incurred on employees in receipt of remuneration of not less than Rs.24.00(Rupees twenty four lakh only) per annum or Rs 2.00 (rupees two lac only) per month, if employed throughout the year or part of the year.

Note :41 As per information and explanation given, the company has not gathered information as regards whether supplier of goods and or services are covered under the MSME Act, 2006. Hence, we are unable to provide the required information for the half year ended on 30.09.2023 and 31.03.2023.

Note: 42 Segment Reporting

For Management Purpose, the Company is currently organised into two major operating activities – 1) Textile Manufacturing and 2) Windmill Operations. These divisions are the basis on which the Company reports its primary segment information

(i) Segment assets and liabilities:

Company is having two segments of business, Assets and Liabilities are bifurcated segment wise.

(ii) Segment revenue and expenses

Segment revenue and expenses are taken directly as attributable to the segment. It does not include interest income on inter- corporate deposits, Profit on sale of investments, Interest expense, Provision for Contingencies and Income-tax.

The company operates primarily in India and there is no other significant geographical segment

PARTICULARS	30/09/2023	30/09/2023	30/09/2023	31/03/2023	31/03/2023	31/03/2023
	Textile	Windmill	TOTAL	Textile	Windmill	TOTAL
REVENUE						
Domestic Income	16021.31	210.71	16232.01	36840.18	193.04	37033.22
Export Income	NIL	NIL	NIL	NIL	NIL	NIL
Inter-segment Income	NIL	NIL	NIL	NIL	NIL	NIL
RESULTS						
Segment Results	NIL	NIL	NIL	NIL	NIL	NIL
Unallocated Corporate Exps	15312.62	22.10	15334.73	35290.77	29.24	35320.01
Operating Profit	NIL	NIL	NIL	NIL	NIL	NIL
Interest Expense	130.89	54.10	184.99	259.72	77.66	337.38
Interest Income	2.66	.00	2.66	5.84	NIL	5.84
Other Income	2.73	.23	2.95	32.21	NIL	32.21
Deferred tax	NIL	NIL	58.80	NIL	NIL	140.24
Income tax	NIL	NIL	135.37	NIL	NIL	260.84
Net Profit	NIL	NIL	523.75	NIL	NIL	1012.80
OTHER INFORMATION						
Segment assets	16285.36	1171.95	17457.31	16364.24	1224.09	17588.33
Unallocated Corporate Asset	NIL	NIL		NIL	NIL	
Total Assets	16285.36	1171.95	17457.31	16364.24	1224.09	17588.33
Segment Liabilities	16537.51	919.80	17457.31	10188.78	956.45	17588.33
Unallocated Corporate Liabiti	NIL	NIL	NIL	NIL	NIL	NIL
Capital Expenditure	NIL	NIL	NIL	NIL	NIL	NIL
Depreciation	209.08	26.72	235.80	408.86	42.69	451.55
Other on Capital Expenditure	NIL	NIL	NIL	NIL	NIL	NIL

Notes to Financial statements for the year ended 30 September,2023

Note: 43 Other Statutory Disclosure

43.1 (a) There is no such property wherein there is an issue with the title, hence the title deeds related disclosures are not given

(b) The company does not have any investment in property hence, comment related to revaluation is not made.

(c) During the year, the company has not revalued its intangible assets or any asset of Property, Plant & Equipment, hence, disclosure related to revaluation is not made

(d) The company has given loans and advances which are either repayable on demand or are without specifying any terms or period of repayment. The disclosures related to loans and advances given to related party are given as under -

Type of Borrower	30.09.2023		31.03.2023	
	Amount of loan or advance in the nature of loan outstanding 30.09.2023	percentage to the total loans and advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding 31.03.2023	percentage to the total loans and advances in the nature of loans
Promoters	NIL	NIL	NIL	NIL
Directors	NIL	NIL	NIL	NIL
KMPs	NIL	NIL	NIL	NIL
Related Parties	NIL	NIL	NIL	NIL

43.2 Ageing schedule of CWIP is given during half year ending :

For 30/09/2023

(a) For Capital-work-in progress

(Amount in Rs.)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years		More than 3 years	
No such Project	-	-	-	-	-
	-	-	-	-	-

There is no capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan.

(Amount in Rs.)

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects	No such CWIP				

For FY 2022-23

(b) For Capital-work-in progress

(Amount in Rs.)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years		More than 3 years	
Project in progress	No such CWIP				

(Amount in Rs.)

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects	No such CWIP				

43.3 The company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

43.4 As on the reporting date, the company has no borrowings from banks or financial institutions on the basis of security of current assets and for which quarterly returns are submitted and these are in agreement with books of account of the company

43.5 The company is not declared a wilful defaulter by any bank or financial Institution or other lender.

43.6 The company does not have any transactions with struck off Companies.

43.7 The company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

43.8 Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies

43.9 Ratios for Half year ended on 30.09.2023 and FY 22-23 are presented as under:

Ratio	Numerator	Denominator	Current period	Previous period	% variance
- Current Ratio	Current Assets	Current Liabilities	1.657	1.565	0.059
- Debt-Equity Ratio	Total Debt	Shareholder's Equity	0.863	0.601	0.436
- Debt Service Coverage Ratio	Earnings for debt service	Debt service (Interest & Lease Payments + Principal Repayments)	0.151	0.321	-0.530
- Return on Equity Ratio	Net profit after tax - Preference Dividend	Average shareholder's equity	0.130	0.193	-0.325
- Inventory turnover ratio	Cost of goods sold	Average Inventory	7.243	25.959	-0.721
- Trade Receivables turnover ratio	Net Credit sales (Gross credit sales - sales return)	Average Trade Receivables	4.60	14.120	-0.674
- Trade payables turnover ratio	Net credit purchase (Gross credit purchases - purchase return)	Average Trade payables	2.200	6.705	-0.672
- Net capital turnover ratio	Net sales (Total sales - sales Return)	Working capital (Current assets - Current liabilities)	7.603	14.022	-0.458
- Net profit ratio	Net profit	Net sales (Total sales - Sales Return)	0.032	0.036	-0.109
- Return on Capital employed	Earnings before interest and tax	Capital Employed (Tangible Net worth + Total Debt +	0.117	0.310	-0.622
- Return on investment	Interest (Financial Income)	Investment	0.027	0.026	0.037

43.10 During the year, company has not entered in any scheme of arrangements as specified in Section 230 to Section 237 of the Companies Act, 2013

43.11 The company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

- (i) 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
- (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries,

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

- (i) 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
- (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

43.13 The company have not traded or invested in Crypto currency or Virtual Currency during the financial year.

43.14 During the financial year 2022-23, the Company had received notice from Income Tax Department U/S 147 dt., 30.03.2023 referring search U/S 132 and further during the financial year company had received notice under section 142(1) r.w.s. 147 for Assessment year 2019-20 and 2022-23 on 11.09.2023 In the opinion of Management prima facie the Company does not expect material additional liability as a result of Notice U/S 147 r.w.s. 147 and 143, hence no provision for the additional income tax liability has been made by the Company.

43.15 The company is not covered under section 135 of the Companies Act. Hence, CSR related disclosures are not made

: Signatures to Notes on Account Note no :1 to 43

UDIN:23016613BGZFBP2143

For M/s ANIL SHAH & CO.

Chartered Accountants

FRN : 100474W

SD/-

Anil S Shah

Partner

Membership No : 016613

Place: Ahmedabad

For and on behalf of the Board

SD/-

Bharatbhushan Agarwal

Whole time Director & CFO

DIN:302785

SD/-

Rikin Agarwal

Managing Director

DIN: 2435645

SD/-

Mohini Singhal

Company Secretary

Membership No. A47724

Date: 27.11.2023

Place : Ahmedabad

Date: 27.11.2023