

**SHIV TEXCHEM PRIVATE LIMITED**

**ANNUAL REPORT**

**F.Y. 2023 – 2024**

**AUDITORS :**

**SUNDARLAL, DESAI & KANODIA  
MUMBAI**

## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SHIV TEXCHEM PRIVATE LIMITED.

### Report on the Financial Statements

#### Opinion

We have audited the accompanying financial statements of **Shiv Texchem Private Limited ('the company')**, which comprise the balance sheet as at 31<sup>st</sup> March 2024, the statement of profit and loss and the cash flow statement, change of equity for the year then ended, and 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

- a) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2024,
- b) In case of Statement of Profit & Loss, of the profit for the year ended on that date, and
- c) In case of Cash Flow Statement, of the cash flows for the year ended on the 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.



### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance. in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon,

We have determined that there are no key audit matters to communicate in 'our report.

### **Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained 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 the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and applications of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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. That Board of Directors are also responsible for overseeing the company's financial reporting process.

#### **AUDITOR'S RESPONSIBILITY**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Standards on Auditing ('SAs'), we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However,



future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

## **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**", a statement on the matters specified in the paragraphs 3 and 4 of the Order.
2. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**"; and
3. 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, statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
  - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014
  - e. On the basis of the written representations received from the directors as on 31 March 2024, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024, from being appointed as a director in terms of section 164(2) of the Act ;



- f. 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 does not have any pending litigations which would impact its financial position;
- ii. The Company did not have any long term contract including derivative contract ; as such the question of commenting on any material foreseeable losses thereon does not arise;
- iii. There has not been any occasion in case of the Company during the year under report to transfer any sums to the investor education and protection fund. 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 (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company. ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented that, to the best of its knowledge and belief, no funds, (which are material either individually or in aggregate) have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding parties), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to their notice that has, caused us to believe that the representation under sub-clause (i) and (ii) or Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as provided in (a) and (b) above, contain any material misstatement.



- v. The Company has not paid any dividend in the current financial year and hence the provisions of section 123 were not attracted.
- vi. Based on our examination, which included test checks, the Company has used accounting softwares for maintaining its books of accounts for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.
- i. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

**For Sundarlal, Desai & Kanodia**

**Chartered Accountants**

**Firm registration number: 110560W**

**Mukul B. Desai**

**Partner**

**Membership no.: 33978**

**UDIN : 24033978BKCARG5526**

**Place : Mumbai**

**Date: 19<sup>th</sup> June, 2024**



## ANNEXURE "A" TO THE AUDITORS' REPORT

**[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of my report of even date]**

- (i) (A) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (b) The Company has maintained proper records showing full particulars of intangible assets.
- (B) According to the information and explanations given to us Property, Plant and Equipment have been physically verified by the management during the year and there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its Property, Plant and Equipment. To the best of our knowledge, no material discrepancies are noticed on such verification.
- (C) The title deeds of immovable properties disclosed in the financial statements are held in the name of Company.
- (D) The Company has not revalued its Property, Plant and Equipment during the year.
- (E) According to information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereon.
- (ii) (a) According to the information and explanations given to us, physical verification of inventory has been conducted at reasonable intervals by the management. The discrepancies noticed on verification between the physical stocks and the book records are not more than 10% in aggregate for each class of inventory and the same have been properly dealt with in the books of account.
- (b) According to the information and explanation given to us, the Company has been enjoying working capital limits of more than Rs.5 Crores on the basis of security of current asset and the quarterly statements filed by the company with bank are in the agreement with the books of the accounts of the company





- (iii) According to the information and explanations given to us, the Company has not made any investments in nor provided any guarantee or securities or granted any loans or advances in the nature of loans secured or unsecured loans to Companies, Firms, Limited Liability Partnerships or any parties
- (iv) According to the information and explanations given to us as the Company has not provided any loans, made investments, given guarantee and securities and therefore the provisions of sections 185 and 186 of the Companies Act, 2013 are not attracted.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and rules made there under are not attracted.
- (vi) The records required to maintained by the company pursuant to companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government under Sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to companies under said provisions
- (vii) According to the information and explanation given to me and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employee state insurance, income tax, Goods and Service tax , duty of customs, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.  
According to information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, , Goods and Service tax, duty of customs,, cess and other material statutory dues were in arrears as at 31<sup>st</sup> March 2024 for a period of more than six months from the date they became payable.
- (viii) According to the information and explanations given to us, the Company has not surrendered or disclosed, any transaction not recorded in the books of account, as income during the year in the tax assessments under the Income Tax Act, 1961.
- (ix) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institutions, banks, and Government or debenture holders.



- (x) (a) The Company has not raised any money by way of initial public offer or further public offer, including debt instruments and term loans in the year under review.
- (b) The Company has issued 5,33,334 equity shares during the year to Mr. Karan Wilkhoo @ Price of 750/- includes Premium of Rs. 740/- as per Valuation report issued by registered valuer.
- (xi) (a) To the best of my knowledge and belief and according to the information and explanations given to me, no fraud on or by the Company has been noticed or reported during the course of my audit.
- (b) The Auditors have not filled any report under sub section (12) of section 143 of the Companies Act in Form ADT-4 with the Central Government.
- (xii) In my opinion and according to the information and explanations given to me, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) (a) In our opinion and according to information and explanation given to us, the Company has an internal audit system commensurate with size and nature of its business
- (b) We have considered reports of the Internal Auditors for the period under Report.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered to any non-cash transactions with directors or persons connected with them.
- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- (b) According to the information and explanations given to us, the Company has not conducted any Non-Banking & Housing Finance activities.



- (c) According to the information and explanations given to us, the Company is not a core Investment Company as defined in the regulations made by the Reserve Bank of India.
- (d) According to the information and explanation given to us, the Group has not more than one CIC as part of the Group.
- (xvii) The Company has not incurred cash losses in the financial year and in immediately preceding financial year.
- (xviii) There has been no resignation of statutory auditors of the Company during the year.
- (xix) We are of the opinion, on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payments of financial liabilities other information accompanying the financial statements, my knowledge of Board of the Board of Directors and arrangement plans, that no material uncertainty exists as on the date of audit report that the Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- (xx) According to the information and explanations given to us, the company has spent the full amount which was required to be spent as per CSR policy as compliance with the provision of sub section (b) of section 135 of the Companies Act.
- (xxi) According to the information and explanation given to us, the Company do not have any subsidiary/joint venture and accordingly no consolidated financial statements are required to be prepared and therefore the question of qualification or adverse remarks by respective auditors in the Companies (Auditor's Report) Order (CARO) reports does not arise.

**For Sundarlal, Desai & Kanodia**  
**Chartered Accountants**  
**Firm registration number: 110560W**

**UDIN : 24033978BKCARG5526**

**Place: Mumbai**

**Date: 19<sup>th</sup> June, 2024**

**Mukul B. Desai**  
**Partner**  
**(Membership no.: 33978)**



## **ANNEXURE – B TO THE AUDITORS' REPORT**

### **REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (i) OF SUB-SECTION 143 OF THE COMPANIES ACT, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **SHIV TEXCHEM PRIVATE LIMITED**. ('The Company'), as of 31 March 2024, in conjunction with our audit of the 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 authorisations of management and directors of the company ; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

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

### **OPINION**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were



operating effectively as at 31 March 2024, based on the information and explanation of the company provided to us, Internal Financial Control framework and the report of the Internal Auditors on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Sundarlal, Desai & Kanodia  
Chartered Accountants  
Firm registration number: 110560W**



**UDIN : 24033978BKCARG5526**

**Place: Mumbai**

**Date: 19<sup>th</sup> June, 2024**

**Mukul B. Desai**

**Partner**

**Membership no.: 33978**



# SHIV TEXCHEM PRIVATE LIMITED

Audited Balance Sheet as at 31st March, 2024

(Amount in Lacs)

Particulars	Note No.	As at 31st March, 2024		As at 31st March, 2023	
		Rs.	Rs.	Rs.	Rs.
<b><u>EQUITY AND LIABILITIES</u></b>					
<b>Shareholder's Funds</b>					
Share Capital	1	213.33		160.00	
Reserves and surplus	2	<u>19,073.34</u>	<b>19,286.68</b>	<u>12,121.78</u>	<b>12,281.78</b>
<b>Non Current Liabilities</b>					
Long Term Borrowings	3	6,682.31		6,005.36	
Long Term Provisions	4	<u>6.21</u>	<b>6,688.52</b>	<u>-</u>	<b>6,005.36</b>
<b>Current Liabilities</b>					
Short Term Borrowing	5	48,359.46		36,259.85	
Trade Payables	6	2,024.42		2,046.20	
Other Current Liabilities	7	3,174.84		3,635.23	
Short Term Provisions	8	<u>334.15</u>	<b>53,892.87</b>	<u>4.39</u>	<b>41,945.67</b>
<b>Total</b>			<b><u>79,868.07</u></b>		<b><u>60,232.82</u></b>
<b><u>ASSETS</u></b>					
<b>Non Current Assets</b>					
<b>Fixed Assets</b>					
Tangible Assets	9	88.00		96.60	
Non Current Investment	10	0.15		0.75	
Deffered Tax Assets		3.61		1.31	
Long Term Loans and Advances	11	<u>83.38</u>	<b>175.14</b>	<u>65.38</u>	<b>164.04</b>
<b>Current Assets</b>					
Inventories	12	39,655.48		31,567.42	
Trade Receivables	13	18,230.20		12,521.62	
Cash & Cash Equivalents	14	18,067.76		13,379.34	
Short Term Loans & Advances	15	<u>3,739.49</u>	<b>79,692.93</b>	<u>2,600.39</u>	<b>60,068.78</b>
<b>Total</b>			<b><u>79,868.07</u></b>		<b><u>60,232.82</u></b>

Significant Accounting Policies and Notes on Financial Statements

1 to 35

The notes referred to above forms an integral part of the Financial Statement

As per our seprate report attached.  
**For Sundarlal, Desai & Kanodia**  
Chartered Accountants  
Firm Regn No. 0110560W

For and on behalf of the Board of Directors

  
**(CA. Mukul B. Desai)**  
Partner  
M. No. 033978



  
**(Hemanshu Chokhani)**  
Director  
DIN No.00217029

  
**(Vikas Pavankumar)**  
Director  
DIN No.00323118

Place : Mumbai  
Date : 19th June, 2024

# SHIV TEXCHEM PRIVATE LIMITED

Audited Statement of Profit & Loss for the year ended 31st March, 2024

(Amount in Lacs)

Particulars	Note No.	For the Year Ended 31st March, 2024		For the Year Ended 31st March, 2023	
		Rs.	Rs.	Rs.	Rs.
<b>INCOME</b>					
Revenue from Operations (Net)	16		1,53,490.41		1,11,759.06
Other Income	17		178.38		107.92
<b>Total Revenue</b>	<b>(A)</b>		<b>1,53,668.78</b>		<b>1,11,866.98</b>
<b>EXPENDITURE</b>					
Purchase of Stock-in-trade	18		1,47,873.18		1,21,964.27
Change in inventories of traded goods	19		(8,088.06)		(18,595.74)
Employees Benefit Expenses	20		342.23		265.53
Finance Costs	21		1,887.97		1,535.41
Depreciation & Amortisation Expenses	9		19.01		20.41
Other Expenses	22		7,558.48		4,519.45
<b>Total Expenses</b>	<b>(B)</b>		<b>1,49,592.82</b>		<b>1,09,709.33</b>
<b>Profit Before Tax</b>	<b>(A-B)</b>		<b>4,075.97</b>		<b>2,157.64</b>
<b>Tax Expenses</b>					
Tax Expense for Current Year			1,074.00		553.00
MAT Credit Entitlement			-		-
Tax Expense relating to Prior Years			(0.62)		(0.09)
			<u>1,073.38</u>		<u>552.91</u>
Deferred Tax (Income) / Expenses			(2.30)		0.10
<b>Profit / (Loss) for the Year</b>			<b>3,004.89</b>		<b>1,604.63</b>
Earning per Share			140.85		100.29
Number of Shares			21,33,334		16,00,000
Weighted average EPS			165.07		100.29
Weighted average number of Shares			18,20,369		16,00,000

Significant Accounting Policies and Notes on Financial Statements

1 to 35

The notes referred to above forms an integral part of the Financial Statement

As per our separate report attached.

**For Sundarlal, Desai & Kanodia**

Chartered Accountants

Firm Regn No. 0110560W

**(CA. Mukul B. Desai)**

Partner

M. No. 033978

Place : Mumbai

Date : 19th June, 2024



**For and on behalf of the Board of Directors**

**(Hemanshu Chokhani)**

Director

DIN No.00217029

**(Vikas Pavankumar)**

Director

DIN No.00323118



**SHIV TEXCHEM PRIVATE LIMITED****Audited Cash Flow Statement For The Year Ended 31st March, 2024****(Amount in Lacs)**

<b>Particulars</b>	<b>For the year ended 31-03-2024 Rs.</b>	<b>For the year ended 31-03-2023 Rs.</b>
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax and Extraordinary Items	4,075.97	2,157.64
Adjustment for :		
Depreciation	19.01	20.41
Interest Expenses	1,887.97	1,535.41
Interest Income	(2.06)	(2.16)
Gain/ Loss on sale of Fixed Assets	-	-
<b>Operating Profit before Working Capital Changes</b>	<b>5,980.89</b>	<b>3,711.30</b>
Adjustment for Changes in Working Capital :		
Stock in Trade	(8,088.06)	(18,595.74)
Trade Receivables	(5,708.58)	5,314.43
Loans and Advances	(1,156.50)	(1,266.16)
Trade Payable, Current Liabilities and Provisions	(146.20)	1,341.31
Cash Generated/(used) in Operations	(9,118.45)	(9,494.86)
Direct Taxes Paid	(1,073.38)	(552.91)
<b>Net Cash Used in Operating Activities</b>	<b>(10,191.83)</b>	<b>(10,047.77)</b>
<b>(B) CASH FLOW FROM INVESTMENT ACTIVITIES</b>		
Purchase of Fixed Assets (Net)	(10.41)	(80.33)
Sale of Fixed Assets	-	-
Interest Received	2.06	2.16
Dividend received	-	-
<b>Net Cash Used in Investing Activities</b>	<b>(8.35)</b>	<b>(78.17)</b>
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of Share Capital	4,000.01	-
Repayment of / Proceeds of from Term Borrowings	12,776.56	14,678.21
Interest Paid	(1,887.97)	(1,535.41)
Dividends Paid	-	-
Dividend Tax Paid	-	-
<b>Net Cash Generated from Financing Activities</b>	<b>14,888.59</b>	<b>13,142.80</b>
Net Inc./(Dec.) in Cash & Cash equivalents [A+B+C]	4,688.41	3,016.86
<b>Cash &amp; Cash Equivalents- Opening Balance</b>	<b>13,379.34</b>	<b>10,362.49</b>
<b>Cash &amp; Cash Equivalents- Closing Balance</b>	<b>18,067.76</b>	<b>13,379.34</b>

**Notes:**

- 1) Cash Flow Statement has been prepared under "Indirect Method" set out in Accounting Standard 3 on Cash Flow Statements.
- 2) Previous Year figures have been regrouped/ rearranged wherever necessary

**For Sundarlal, Desai & Kanodia**Chartered Accountants  
Firm Regn No. 0110560W**(CA. Mukul B. Desai)**  
Partner  
M. No. 033978Place : Mumbai  
Date : 19th June, 2024**For and on behalf of Board of Directors****(Hemanshu Chokhani)**  
Director  
DIN No.00217029**(Vikas Pavankumar)**  
Director  
DIN No.00323118

**SHIV TEXCHEM PRIVATE LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**

( Amount in Lacs )

**A. Equity Share Capital**

Balance at the beginning of the reporting period	Changes in equity share capital during the year	Balance at the end of the reporting period
160.00	53.33	213.33

**B. Other Equity**

	Reserves and Surplus				Other Comprehensive Income	Total
	Capital Reserves	Securities Premium Reserve	Other Reserves (General Reserve)	Retained Earnings		
Balance at the beginning of the reporting period	-	6,595.00	105.64	-	-	6,700.64
Changes in accounting policy or prior period errors	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-
Dividends	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-
Any other change (increase of Capital)	-	3,946.67	-	-	-	3,946.67
<b>Balance at the end of the reporting period</b>	<b>-</b>	<b>10,541.67</b>	<b>105.64</b>	<b>-</b>	<b>-</b>	<b>10,647.31</b>

The accompanying notes are an integral part of the Financial Statements.

**For Sundarlal, Desai & Kanodia**  
Chartered Accountants  
Firm Regn No. 0110560W



**(CA. Mukul B. Desai)**  
Partner  
M. No. 033978

**For and on behalf of Board of Directors**



**(Hemanshu Chokhani)**  
Director  
DIN No.00217029



**(Vikas Pavankumar)**  
Director  
DIN No.00323118

Place : Mumbai  
Date : 19th June, 2024



# SHIV TEXCHEM PRIVATE LIMITED

Notes on Audited Financial Statements for the Year ended 31st March, 2024

Forming part of the Audited Balance Sheet and Profit & Loss A/c As at 31st March, 2024

(Amount in Lacs)

Note No.	Particulars	As at 31st March, 2024		As at 31st March, 2023	
		Rs.	Rs.	Rs.	Rs.
<b>1</b>	<b>SHARE CAPITAL</b>				
	<b>Authorised Share Capital</b>				
	30,00,000 Equity Shares of Rs.10/- each		300.00		300.00
			<b>300.00</b>		<b>300.00</b>
	<b>Issued, Subscribed and Paid up :</b>				
	21,33,334 Equity Shares of Rs.10/- each		213.33		160.00
			<b>213.33</b>		<b>160.00</b>

## (a) Reconciliation of the shares outstanding at the beginning and at the end of the year :

Particulars	As at 31st March, 2024		As at 31st March, 2023	
	Number	Rs.	Number	Rs.
Share Outstanding at the Beginning of the Year	16,00,000	160.00	16,00,000	160.00
Share Issued During the Year	5,33,334	53.33	-	-
Share Bought Back During the Year	-	-	-	-
Share Outstanding at the End of the Year	<b>21,33,334</b>	<b>213.33</b>	<b>16,00,000</b>	<b>160.00</b>

## (b) The details of Shareholders holding more than 5% shares :-

Name of the share holder	As at 31st March, 2024		As at 31st March, 2023	
	Number	%	Number	%
Pavankumar Sanwaria Realty Private Limited	7,98,995	37.45%	7,99,995	50.00%
Karan Wilkhoo	5,33,339	25.00%	5	0.00%
Hemanshu Syntex Pvt. Ltd.	3,49,000	16.36%	3,49,000	21.81%
Manjudevi Chokhani	2,00,000	9.37%	2,00,000	12.50%
Shyam Sunder Chokhani	1,50,000	7.03%	1,50,000	9.38%
Shyam Sunder Chokhani (HUF)	1,00,000	4.69%	1,00,000	6.25%

## Promoter's Shareholding :

Shares held by promoters at the end of the year				
S.No.	Promoter Name	No.of Shares	% of total shares	% Change during the year
1	Hemanshu Syntex Pvt. Ltd.	3,49,000	16.36%	-
2	Shyam Sunder Chokhani	1,50,000	7.03%	-
3	Hemanshu Chokhani	1,000	0.05%	-
4	Pavankumar Sanwaria Realty Pvt. Ltd.	7,98,995	37.45%	-0.05%
5	Vikas Pavankumar	1,000	0.05%	0.05%

## (c) Term and conditions and rights attached to each Equity Share :

Company has only one class of shares referred to as equity shares having a par value of Rs.10/-. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be proportional to the number of equity shares held by the shareholders.

(d) Aggregate number of bonus shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date :

Particulars	31 Mar 2024 Numbers	31 Mar 2023 Numbers
Equity shares allotted as fully paid bonus shares by capitalization of security premium	Nil	Nil
Equity shares allotted as fully paid-up pursuant to contracts for consideration other than cash	Nil	Nil
Equity shares bought back by the company	Nil	Nil



# SHIV TEXCHEM PRIVATE LIMITED

Notes on Audited Financial Statements for the Year ended 31st March, 2024

Forming part of the Audited Balance Sheet and Profit & Loss A/c As at 31st March, 2024

(Amount in Lacs)

Note No.	Particulars	As at 31st March, 2024		As at 31st March, 2023	
		Rs.	Rs.	Rs.	Rs.
<b>2</b>	<b><u>RESERVES AND SURPLUS</u></b>				
	<b>General Reserve</b>				
	As per Last year balance sheet		105.64		105.64
	<b>Profit &amp; Loss Account</b>				
	As per last year balance sheet	5,421.14		3,816.51	
	Add: Profit / (Loss) for the year	<u>3,004.89</u>	8,426.03	<u>1,604.63</u>	5,421.14
	Securities Premium Account		<u>10,541.67</u>		<u>6,595.00</u>
			<b><u>19,073.34</u></b>		<b><u>12,121.78</u></b>
<b>3</b>	<b><u>LONG TERM BORROWINGS</u></b>				
	<b>Unsecured :</b>				
	Axis Bank Term Loan	297.32		295.00	
	HDFC Bank Term Loan	679.62		932.36	
	ICICI Bank Term Loan	<u>314.39</u>	1,291.32	<u>425.50</u>	1,652.86
	<b>Unsecured :</b>				
	<b><u>Loans and Advances from related parties</u></b>				
	From Directors	173.21		158.63	
	From Shareholders	<u>3,817.50</u>	3,990.71	<u>3,061.89</u>	3,220.53
	<b><u>Loans and Advances from others</u></b>				
	From Corporate Bodies		<u>1,400.27</u>		<u>1,131.98</u>
			<b><u>6,682.31</u></b>		<b><u>6,005.36</u></b>
<b>4</b>	<b><u>LONG TERM PROVISIONS</u></b>				
	Provision for Employee Benefits		<u>6.21</u>		-
			<b><u>6.21</u></b>		<b><u>-</u></b>
<b>5</b>	<b><u>SHORT TERM BORROWINGS</u></b>				
	<b>Loan payable on Demand (Secured)</b>				
	<b>Overdraft &amp; WCDL Accounts</b>				
	Axis Bank	2,665.69		4,503.03	
	Citi Bank	426.37		253.16	
	CSB Bank	2,997.29		-	
	Federal Bank	67.09		1,020.74	
	HDFC Bank Ltd.	3,915.14		5,020.52	
	HSBC Bank	-		(0.00)	
	ICICI Bank	(7.01)		2,995.94	
	IDFC First Bank	15.97		2,993.82	
	Indusind Bank	1,068.96		1,737.03	
	RBL Bank	-		67.32	
	Standard Chartered Bank	-		926.17	
	Kotak Mahindra Bank	306.76		-	
	Punjab National Bank	(3.61)		-	
	State Bank of India	3,985.93		-	
	Union Bank of India	2,987.60		2,992.57	
	Yes Bank Ltd.	<u>4,193.15</u>	22,619.33	<u>(0.00)</u>	22,510.30



# SHIV TEXCHEM PRIVATE LIMITED

Notes on Audited Financial Statements for the Year ended 31st March, 2024

Forming part of the Audited Balance Sheet and Profit & Loss A/c As at 31st March, 2024

(Amount in Lacs)

Note No.	Particulars	As at 31st March, 2024		As at 31st March, 2023	
		Rs.	Rs.	Rs.	Rs.
	<b>Bills Payable</b>				
	Axis Bank LC & Buyer's Credit	371.96		389.99	
	Citi Bank LC & Buyer's Credit	6,019.76		1,085.68	
	Federal Bank LC & Buyer's Credit	2,368.60		1,082.37	
	HDFC Bank LC & Buyer's Credit	5,271.61		5,253.82	
	ICICI Bank LC & Buyer's Credit	2,533.77		-	
	IDFC First Bank LC	3,366.15		-	
	Indusind Bank LC & Buyer's Credit	1,114.91		295.98	
	Kotak Mahindra Bank LC & Buyer's Credit	4,693.40		-	
	RBL Bank LC & Buyer's Credit	-	25,740.13	1,413.56	9,521.39
	(Secured by first charge on stock and book debts of the company and collateral security of residential flat of directors having address at 201-202, Dev Shakti, Tilak Road, Santacruz (west), Mumbai - 400054, 216, Kamla Spaces, 2nd Floor, S.V. Road, Santacruz (West), Mumbai - 400054, Flat No. 601, 6th Floor, A Wing, New Cuffe parade, Building No. 06, Lodha Elisium, Wadala East, Mumbai - 400022, Flat No. 3603, 36th Floor, B Wing, Senapati Bapat Marg, Tower No. 05, Kiara, The Park, Worli, Lower Parel (West), Mumbai - 400018. Fixed Deposit of all banks, Further secured by personal guarantee of all the directors and corporate guarantee given by Hemanshu Syntex Pvt Ltd & Pavankumar Sanwaria Realty Pvt Ltd )				
	<b>Car Loan</b>				
	Daimler Financial Services India Pvt Ltd (Secured by Vehicle)		-		16.91
	<b>Unsecured :</b>				
	<b>Loans and Advances from related parties</b>				
	From Shareholders		-		4,012.65
	<b>Loans and Advances from others</b>				
	From Corporate Bodies		-		198.60
			<b>48,359.46</b>		<b>36,259.85</b>

## 6 TRADE PAYABLES

Small Scale Industries	-	-
Others	2,024.42	2,046.20
	<b>2,024.42</b>	<b>2,046.20</b>

Particulars	Outstanding for following periods from due date of payments			
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years
i) MSME	-	-	-	-
ii) Others	2,024.42	-	-	-
iii) Disputed dues - MSME	-	-	-	-
iv) Disputed dues - Others	-	-	-	-

## 7 OTHER CURRENT LIABILITIES

Statutory Remittances	44.69	34.95
Advances from Customers	548.47	1,339.84
Other Payable	2,194.48	2,084.48
Current Maturity of Long Term Debts	363.82	170.56
Outstanding Expenses	23.39	5.40
	<b>3,174.84</b>	<b>3,635.23</b>



**SHIV TEXCHEM PRIVATE LIMITED**

Notes on Audited Financial Statements for the Year ended 31st March, 2024

Forming part of the Audited Balance Sheet as at 31st March, 2024

**NOTE-9: FIXED ASSETS :-TANGIBLE ASSETS**

(Amount in Lacs)

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 1st April 2023	Additions during the Year	Adjustment / Disposed during the Year	Total as at 31st Mar 2024	As at 1st April 2023	For the Year	Adjustment for Deduction	Total as at 31st Mar 2024	As at 31st Mar 2024	As at 31st Mar 2023
Furniture & Fixtures	18.70	-	-	18.70	3.50	1.78	-	5.28	13.42	15.21
Motor Car	91.52	-	-	91.52	23.95	10.06	-	34.00	57.52	67.58
Air Condition Machines	8.50	-	-	8.50	6.21	0.60	-	6.82	1.68	2.29
Office Equipment	6.54	0.71	-	7.25	1.99	1.30	-	3.29	3.97	4.55
Computers	24.67	9.70	-	34.37	17.68	5.28	-	22.96	11.41	6.99
<b>Total</b>	<b>149.93</b>	<b>10.41</b>	<b>-</b>	<b>160.34</b>	<b>53.33</b>	<b>19.01</b>	<b>-</b>	<b>72.34</b>	<b>88.00</b>	<b>96.60</b>
Previous Year	69.60	80.33	-	149.93	32.92	20.41	-	53.33	96.60	36.68



# SHIV TEXCHEM PRIVATE LIMITED

Notes on Audited Financial Statements for the Year ended 31st March, 2024

Forming part of the Audited Balance Sheet and Profit & Loss A/c As at 31st March, 2024

(Amount in Lacs)

Note No.	Particulars	As at 31st March, 2024		As at 31st March, 2023	
		Rs.	Rs.	Rs.	Rs.
<b>8</b>	<b><u>SHORT TERM PROVISIONS</u></b>				
	Provision for Tax (Net of TDS)		331.59		4.39
	Provision for Employee Benefits		2.56		-
			<u>334.15</u>		<u>4.39</u>
<b>9</b>	<b><u>FIXED ASSETS</u></b>				
	<b>Tangible Assets</b>				
	As per separate sheet attached		88.00		96.60
			<u>88.00</u>		<u>96.60</u>
<b>10</b>	<b><u>NON CURRENT INVESTMENT</u></b>				
	Non Trade Investment (NSC)		0.15		0.75
			<u>0.15</u>		<u>0.75</u>
<b>11</b>	<b><u>LONG-TERM LOANS AND ADVANCES</u></b>				
	Security Deposits		83.38		65.38
			<u>83.38</u>		<u>65.38</u>
<b>12</b>	<b><u>INVENTORIES</u></b>				
	(Valued at Lower of Cost and Net Realizable Value) [As per inventory taken, valued and certified by a director]				
	Stock in Trade (Chemicals)		39,655.48		31,567.42
			<u>39,655.48</u>		<u>31,567.42</u>
<b>13</b>	<b><u>TRADE RECEIVABLES</u></b>				
	(Unsecured, considered good)				
	Over Six Months		431.59		245.26
	Others		17,798.61		12,276.37
			<u>18,230.20</u>		<u>12,521.62</u>

Particulars	Not Due	Less than 6 Months	6 Months to 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years
i) Undisputed Trade Receivable - considered good	-	17,798.61	11.11	36.69	39.38	32.61
ii) Undisputed Trade Receivable - which have significant increased in credit risk	-	-	-	-	-	-
iii) Undisputed Trade Receivable - credit impaired	-	-	-	-	-	-
iv) Disputed Trade receivable - considered good	-	-	155.72	-	97.72	58.36
v) Disputed Trade receivable - which have significant increased in credit risk	-	-	-	-	-	-
vi) Undisputed Trade receivable - credit impaired	-	-	-	-	-	-



# SHIV TEXCHEM PRIVATE LIMITED

Notes on Audited Financial Statements for the Year ended 31st March, 2024

Forming part of the Audited Balance Sheet and Profit & Loss A/c As at 31st March, 2024

(Amount in Lacs)

Note No.	Particulars	As at 31st March, 2024		As at 31st March, 2023	
		Rs.	Rs.	Rs.	Rs.
<b>14</b>	<b><u>CASH AND CASH EQUIVALENTS</u></b>				
	Cash in Hand		0.75		0.63
	Balances with Banks				
	(i) In Current Accounts		-		-
	(ii) In Deposit Accounts		18,067.00		13,378.72
			<u>18,067.76</u>		<u>13,379.34</u>
<b>15</b>	<b><u>SHORT TERM LOANS AND ADVANCES</u></b>				
	(Unsecured, Considered Good)				
	Balance with Statutory and Govt. Authority		3,334.44		1,775.60
	Other Loans & Advances		86.44		87.89
	Prepaid Expenses		318.62		736.90
			<u>3,739.49</u>		<u>2,600.39</u>
<b>16</b>	<b><u>REVENUE FROM OPERATION</u></b>				
	Sale of Products		1,53,490.41		1,11,759.06
			<u>1,53,490.41</u>		<u>1,11,759.06</u>
<b>17</b>	<b><u>OTHER INCOME</u></b>				
	Interest income		2.06		2.16
	Commission received		-		0.84
	Forward Contract Gain		8.32		-
	Insurance Claim Received		96.93		35.84
	Liability (creditors) written Off		0.28		-
	Miscellaneous Income		-		4.49
	Storage & Handling Charges		70.79		64.59
			<u>178.38</u>		<u>107.92</u>
<b>18</b>	<b><u>PURCHASE OF STOCK IN TRADE</u></b>				
	Purchases		1,47,873.18		1,21,964.27
			<u>1,47,873.18</u>		<u>1,21,964.27</u>
<b>19</b>	<b><u>CHANGE IN INVENTORIES</u></b>				
	<b>Inventories at the End of the Year</b>				
	Stock in trade		39,655.48		31,567.42
	<b>Inventories at the Beginning of the Year</b>				
	Stock in trade		31,567.42		12,971.68
			<u>(8,088.06)</u>		<u>(18,595.74)</u>
<b>20</b>	<b><u>EMPLOYEES BENEFIT EXPENSES</u></b>				
	Salaries and Wages		327.49		254.87
	Staff welfare expenses		14.75		10.66
			<u>342.23</u>		<u>265.53</u>
<b>21</b>	<b><u>FINANCE COST</u></b>				
	Interest on working capital & Others		1,887.97		1,535.41
			<u>1,887.97</u>		<u>1,535.41</u>





# SHIV TEXCHEM PRIVATE LIMITED

Notes on Audited Financial Statements for the Year ended 31st March, 2024

Forming part of the Audited Balance Sheet and Profit & Loss A/c As at 31st March, 2024

(Amount in Lacs)

Note No.	Particulars	As at 31st March, 2024		As at 31st March, 2023	
		Rs.	Rs.	Rs.	Rs.
<b>22</b>	<b>OTHER EXPENSES</b>				
	Commission & Brokerage		292.24		112.75
	Freight & Forwarding Charges		765.01		980.32
	Advertisement & Business Promotion		6.15		13.05
	Import Charges		1,832.10		1,076.45
	Electricity Charges		5.61		3.14
	Insurance Charges		90.37		94.90
	Legal & Professional Charges		300.91		129.49
	Miscellaneous Expenses		480.25		99.33
	Motor Car Expenses		4.61		5.84
	Postage & Couriers Charges		2.48		2.85
	Rent, Rates & Taxes		95.80		57.97
	Repair & Maintenance Charges		2.41		1.37
	Storage & Handling Charges		3,615.10		1,886.46
	Telephone & Mobile Charges		3.92		3.84
	Travelling Expenses		21.77		21.58
	Corporate Social Responsibility		35.00		25.00
	<u>Payment to Auditors comprises :</u>				
	Audit Fees		4.50		4.50
	Other Services		0.25		0.61
			<u>7,558.48</u>		<u>4,519.45</u>

As per our separate report attached.

For **Sundarlal, Desai & Kanodia**

Chartered Accountants

Firm Regn No. 0110560W

**(CA. Mukul B. Desai)**

Partner

M. No. 033978

Place : Mumbai

Date : 19th June, 2024



For and on behalf of the Board of Directors

**(Hemanshu Chokhani)**

Director  
DIN No.00217029

**(Vikas Pavankumar)**

Director  
DIN No.00323118

**M/S. SHIV TEXCHEM PVT. LTD.**

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON FINANCIAL STATEMENTS FOR  
THE YEAR ENDED 31<sup>st</sup> MARCH, 2024**

**Note : 23**

**SIGNIFICANT ACCOUNTING POLICIES :**

i) **BASIS OF ACCOUNTING :**

The financial statements are prepared on accrual basis under the historical cost convention in accordance with accepted accounting standards and relevant provisions of the Companies Act, 2013.

ii) **FIXED ASSETS AND DEPRECIATION :**

Tangible fixed assets are stated at cost less accumulated depreciation/impairment losses if any. Cost includes original cost of acquisition, including incidental expenses related to such acquisition and installation.

iii) **SALES:**

Sales are recognized, net of returns and trade discounts, on dispatch of goods to customer and are reflected in the accounts at gross realizable value.

iv) **EMPLOYEE BENEFIT :**

**1. Assets and Liability (Balance Sheet Position)**

Particulars	As on				
	31-Mar-20	31-Mar-21	31-Mar-22	31-Mar-23	31-Mar-24
Present Value of Obligation	-	-	532,144	860,589	877,427
Fair Value of Plan Assets	-	-	-	-	-
Unrecognized Past Service Cost	-	-	-	-	-
Effects of Asset Ceiling	-	-	-	-	-
<b>Net Asset / (Liability)</b>	-	-	<b>(532,144)</b>	<b>(860,589)</b>	<b>(877,427)</b>

**2. Experience adjustments on Present Value of Benefit Obligation and Plan Assets**

Particulars	For the period ending				
	31-Mar-20	31-Mar-21	31-Mar-22	31-Mar-23	31-Mar-24
(Gain) / Loss on Plan Liabilities	-	-	-	192,950	83,308
% of Opening Plan Liabilities	-	-	-	36.30%	9.70%
Gain / (Loss) on Plan Assets	-	-	-	-	-
% of Opening Plan Assets	-	-	-	-	-



**M/S. SHIV TEXCHEM PVT. LTD.**

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON FINANCIAL STATEMENTS FOR  
THE YEAR ENDED 31<sup>ST</sup> MARCH, 2024**

**3. The Company's best estimate of Contribution during the next year\***

Please note that since the scheme is managed on unfunded basis, the next year contribution is taken as nil.

**4. The Benefit Valued**

The benefit valued are summarised below:

Type of Plan	Defined Benefit
Employer's Contribution	100%
Employee's Contribution	Nil
Salary for calculation of Gratuity	Last drawn basic salary
Normal Retirement Age	60 Years
Vesting period	5 Years
Benefit on normal retirement	Same as per the provisions of the Payment of Gratuity Act, 1972 (as amended from time to time).
Benefit on early retirement / termination / resignation / withdrawal	Same as normal retirement benefit based on the service upto the date of exit.
Benefit on death in service	Same as normal retirement benefit and no vesting period condition applies.
Limit	No Limit
Gratuity formula	15/26 *(Last drawn basic salary) *Number of completed years

\* In case of employees with age above the retirement age indicated above, the retirement is assumed to happen immediately and valuation is done accordingly.

**5. Financial Assumptions**

The principal financial assumptions used in the valuation are shown in the table below:

Particulars	As on	
	31-Mar-23	31-Mar-24
Discount rate (per annum)	7.15%	7.10%
Salary growth rate (per annum)	5.00%	5.00%
Expected rate of return on plan assets (per annum)	-	-



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**6. Demographic Assumptions**

The principal demographic assumptions used in the valuation are shown in the table below:

Particulars	As on	
	31-Mar-23	31-Mar-24
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14
Normal retirement age	60 Years	60 Years
Attrition / Withdrawal rate (per annum)	40%	40%

**7. Changes in the Present Value of Obligation**

Particulars	For the period ending	
	31-Mar-23	31-Mar-24
<b>Present Value of Obligation as at the beginning</b>	<b>532,144</b>	<b>860,589</b>
Transfer In / (Out)	-	-
Interest Cost	26,322	61,662
Past Service Cost	-	-
Current Service Cost	159,689	199,474
Curtailment Cost	-	-
Settlement Cost	-	-
Benefits Paid	-	(328,846)
Actuarial (Gain) / Loss on the Obligation	142,434	84,548
<b>Present Value of Obligation as at the end</b>	<b>860,589</b>	<b>877,427</b>

v) INVESTMENTS :

Long term Investments are stated at cost. Provision for decline in value of investments is made if it is other than temporary in the opinion of the Management.

vi) PROVISION FOR TAXATION :

Provision for taxation has been made in accordance with Income Tax Act 1961 prevailing for the relevant assessment year.



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vii) DEFERRED TAXATION :

Deferred Tax resulting from "timing differences" between book and tax profits is accounted for using the tax rates and laws that have been enacted as on balance sheet date. Deferred tax assets are recognized and carried forward only to the extent that there is reasonable certainty that the asset will be realized in future.

viii) EXPENSES:

Material Known liabilities are provided for on the basis of available information estimates. Material items of the prior period expenses, non-recurring and extra-ordinary expenses are disclosed separately.

ix) PROVISIONS, CONTINGENT LIABILITIES & CONTINGENT ASSETS :

Provisions involving degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it probable that there will be an outflow of resources. Contingent Assets are neither recognized nor disclosed in the financial statements.

**NOTE 24:**

The company is closely held private limited company domiciled in India and incorporated under the erstwhile provisions of The Companies Act, 1956

**NOTE 25:**

CONTINGENT LIABILITIES AND COMMITMENTS:

**Contingent Liabilities**

Particulars	Current Accounting year ended 31.03.2024 <b>(Amount in Lacs)</b>	Previous Accounting year ended 31.03.2023 <b>(Amount in Lacs)</b>
i) Bank Guarantees given by Bankers on behalf of the Company	0.00	150.00
ii) Bills Payables (Letter of Credit & Buyer's Credit) with Bank	10465.74	7795.14

**NOTE 26:**

TAXATION

- 1) Provision for taxation for the current year has been made, taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.
- 2) In accordance with AS-22 issued by the Institute of Chartered Accountants of India on 'Accounting for Taxes on Income' deferred tax expenses on account of timing difference for current year is Rs.2.30 Lacs deferred tax income (P.Y. Rs.0.10 Lacs deferred tax expenses) is Debited/credited to Statement of profit and loss.

**NOTE 27:**

Depreciation on tangible fixed assets is provided on written down value method based on useful life of the assets as prescribed in Schedule II to the Companies Act; 2013. Depreciation on addition to fixed assets is provided on pro-rata basis from the date the asset is put to use. Depreciation on sale/deduction from the fixed asset is provided for upto the date of sale/deduction as the case may be.



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**NOTE 28:**

During the year the Company has provided gratuity liabilities. The method adopted by company & disclosure made hereinabove are in accordance with AS-15 (Revised) issued by The Institute of Chartered Accountants of India.

**NOTE 29:**

Disclosures as required by Accounting Standard 18 "Related Party Disclosures":

- i) Key Management Personnel:  
Shyamsunder Chokhani,  
Hemanshu Chokhani  
Vikas Pavankumar  
Neha Chokhani
- ii) Relative of Key Managerial Personnel :  
Manjudevi Chokhani  
Shyamsunder Chokhani HUF
- iii) Associates:  
Hemanshu Syntex Pvt. Ltd.

Transactions carried out with Related Parties referred above in ordinary course of business

<b>(Amount in Lacs)</b>				
Sr. No.	Nature of Transactions	Associates	Key Management Personnel	Relatives of Key Management Personnel
1)	Directors Remuneration & Salary Paid	- (-)	96.00 (96.00)	0.00 (0.00)
2)	Interest Paid	3.42 (3.22)	15.88 (12.18)	43.68 (32.85)
3)	Rent Paid	- (-)	- (-)	12.60 (13.50)
4)	Unsecured Loan Taken - Closing Balance	36.50 (34.68)	173.21 (158.63)	474.70 (437.24)

Note: Related party relationship is as identified by the Management and relied upon by the auditors.

**NOTE: 30**

The following are analytical ratios for the year ended on 31<sup>st</sup> March, 2024 and 31<sup>st</sup> March, 2023:

Ratio	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for Variance
Current Ratio	Current Asset	Current Liabilities	1.4887	1.4321	3.2587%	Below Threshold of 25%
Debt – Equity Ratio	Total Debt	Shareholder's Equity	2.8539	3.4413	-17.0697%	Below Threshold of 25%
Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	0.1087	0.0879	23.7163%	Below Threshold of 25%



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Return on Equity Ratio	Net Profit after Taxes	Average Shareholder's Equity	0.1904	0.1398	36.1920%	increase in net profit & substantial increase in average shareholders
Inventory Turnover Ratio	Cost of Goods Sold	Average Inventory	3.9253	4.6417	-15.4343%	Below Threshold of 25%
Trade Receivable Turnover Ratio	Revenue	Average Trade Receivable	9.9825	7.3628	35.5801%	increase in revenue & minor increase in trade receivable
Trade Payable Turnover Ratio	Purchases of goods	Average Trade Payables	72.6539	41.8343	73.6704%	substantial increase in purchases in comparison to decrease in trade payables
Net Capital Turnover Ratio	Revenue	Working Capital	5.9492	6.1667	-3.5260%	Below Threshold of 25%
Net Profit Ratio	Net Profit	Revenue	0.0196	0.0144	36.3499%	increase in net profit in comparison to revenue
Return on Capital Employed	Earnings before interest and taxes	Capital Employed	0.2297	0.2019	13.7204%	Below Threshold of 25%
Return on Investment	Profit after Tax	Capital Employed	0.1157	0.0877	31.8695%	Increase in profit

**NOTE 31:**

In the Opinion of the Management, the current Assets and Loans and Advances as shown in the books are expected to realise at their Book Values in the normal course of business and adequate provision has been made in respect of all known liabilities.

**NOTE 32:**

**CORPORATE SOCIAL RESPONSIBILITY**

The Details of the Expenditure on activities of Corporate Social Responsibilities (CSR) in Pursuant to Provisions of Section 135 of the Companies Act 2013 are as under:

**(Amount in Lacs)**

Particulars	As at 31 March, 2024
a) The Gross Amount required to be spent by the company during the year	35.00
b) The amount spent during the year on CSR activities is as follows:	35.00



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**NOTE 33:**

The Company has issued 5,33,334 equity shares on various dates during the year to Mr. Karan Wilkhoo @ Price of Rs.750/- (Rs.10/- + Premium of Rs.740/-) based on Valuation report dated 24<sup>th</sup> March, 2023 issued by registered valuer Shilpang V Karia (Registration No. IBBI/RV/06/2019/11160).

**NOTE 34:**

As at March 31, 2024 the company has reviewed the future earnings of all the cash generating units in accordance with the Accounting Standard 28 "Impairment of Assets. As the carrying amount of assets does not exceed the future recoverable amount, consequently, no adjustment to carrying amount of assets is considered necessary by the Management.

**NOTE 35:**

Previous year's figures have been regrouped/ rearranged/ reclassified wherever necessary to conform to this year's presentation.

**Additional Regulatory information:**

- a. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- b. The company has no transactions during the year with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956,
- c. There were no registration of charges or satisfaction which is yet to be registered with Registrar of Companies beyond the statutory period.
- d. The Company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami Property.
- e. The company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- f. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Company (restriction on number of Layers) Rules, 2017.
- g. The company has not declared willful defaulter by the bank of financial institution or government or any government authority.
- h. The title deed of all the immovable properties is held in the name of companies.

AS PER OUR REPORT OF EVEN DATE ATTACHED.

**For: SUNDERLAL DESAI & KANODIA**  
CHARTERED ACCOUNTANTS  
FRN NO: 110560W



**Mukul B. Desai**  
Partner  
Mem. No. 033978

Place: MUMBAI  
Dated: 19<sup>th</sup> June, 2024



**For: SHIV TEXCHEM PRIVATE LTD.**

  
(Hemanshu Chokhani)

Director  
DIN No.00217029



(Vikas Pavankumar)  
Director

DIN No. 00323118