

# **VINOD COTFAB PRIVATE LIMITED**

## **ANNUAL REPORT**

Financial Year 2022-23

## **RAJIV SHAH & ASSOCIATES**

*(Chartered Accountants)*

1111-1112, Shivalik-Shilp-2,  
B/h Keshavbaug Party Plot,  
Mansi Tower Road, Vastrapur, Ahmedabad  
E-mail – [rajivshah1965@gmail.com](mailto:rajivshah1965@gmail.com)



## **Independent Auditor's Report**

**To the Members of VINOD COTFAB PRIVATE LIMITED**

**Report on the standalone Financial Statements**

### **Opinion**

We have audited the accompanying Standalone financial statements of **M/s. Vinod Cotfab Private Limited** which comprises the Balance Sheet as at March 31, 2023

, the Statement of Profit and Loss, and statement of cash flows for the year 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 standalone 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 March 31, 2023, and profit/loss, and its cash flows for the 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



## **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 of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity)<sup>1</sup> and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

## **Auditor's Responsibility for the Audit of the Financial Statements**

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

## **Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid standalone 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 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 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, refer to our separate Report in "**Annexure B**".<sup>ii</sup>
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 and rules amended thereafter 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 contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - iv. (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



(b) The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

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

- v. The dividend is not declared or paid during the year by the company so compliance of section 123 of the Companies Act, 2013 is not applicable to the company.

Place: Ahmedabad  
Date: 20/08/2023



For and on behalf of  
**Rajiv Shah & Associates**  
Chartered Accountants

*K. D. Shah*  
**Keyur D Shah** (Partner)  
M. No.: 140898  
FRN: 108454W  
UDIN: 23140898BGSVEY2664

## **“ANNEXURE A” TO THE INDEPENDENT AUDITORS’ REPORT**

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2023:

- 1)
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
  - (b) The Tangible Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
  - (c) According to information and explanation given to us and on the basis of our examination of the record of the company, the title deeds of immovable properties are held in the name of the company.
  - (d) The Company has not revalued its PPE (including Right of Use Assets) or intangible assets or both during the year, and hence reporting under clause 3(i)(d) of the order is not applicable to the Company.
  - (e) No proceedings have been initiated during the year or are pending against the company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act ,1988 (as amended in 2016) and rule made thereunder.
- 2)
  - a) The management has conducted the physical verification of inventory at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the management is appropriate having regard to the size of company and the nature of its operations. No discrepancies of 10% or more in the aggregate for each class of inventories were notice on such physical verification of inventories when compared with books of account.
  - b) According to the information and explanations given to us, the company has been sanctioned working capital limits for Rs. 20 Crores, in aggregate from banks and financial institutions on the basis of security of current assets (Hypothecation of Stock and Book Debts) of the company. The quarterly statements filed by the company with such banks and financial institutions are in agreement with the books of accounts of the company. (Refer Note 24 of the Financial Statement)
- 3) According to information and explanation given to us, the company has not made any investments in, provided any guarantee or security or granted any loans or advances in



the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the provisions of clause 3 (iii) (a) to 3(iii) (f) of the Order are not applicable to the Company and hence not commented upon.

- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and securities.
- 5) In our opinion and according to the information and explanation provided 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 Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) In our opinion and according to the information and explanation provided to us, the company is required to maintain the Cost Records pursuant to rules made by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company. We have not, however carried out detailed examination of the same.
- 7) In respect of statutory dues:
  - a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess or GST and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2023 for a period of more than six months from the date on which they become payable.
  - b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax or GST as at March 31, 2023 have not been deposited on account of any dispute.
- 8) According to the information and explanation given to us, there are no any assessment orders or notices issued by the income tax authorities and no any returns revised that can change the income tax return filed earlier by the company during the year.
- 9) Default in repayment of loan or other borrowings:
  - (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
  - (b) The Company has not been declared willful defaulter by any bank or financial institutions or government or any government authority.



- (c) To the best of our knowledge and belief, in our opinion, term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company
- (e) The company did not have any subsidiary or associate or joint venture during the year and hence clause 3(ix)(e) and Clause 3 (ix)(f) of the Order is not applicable .
- 10) (a) Based upon the audit procedures performed and the information and explanations given by the management, the company did not raised moneys by way of initial public offer or further public offer including debt instruments.
- (b) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- (11) (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and up to the date of this report.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order is not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) (a) In our opinion the company has an adequate internal audit system commensurate with the size and nature of its business.
- (b) We have considered, the internal audit reports issued to the company during the year and covering the period upto March 31, 2023 Based upon the audit procedures.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with



- directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) (a) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.
- (b) The Group does not have any CIC as part of the group and accordingly reporting under clause(xvi)(d) of the Order is not applicable.
- 17) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any cash loss during the year.
- 18) There has been no resignation of the statutory auditors of the company during the year and accordingly, requirement to report on clause 3(xviii) of the order is not applicable to Company.
- 19) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report which indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due
- 20) In our opinion and according to the information and explanation provided to us, as per section 135 of the companies act, 2013 Corporate Social Responsibility is not applicable to the company so Clause (xx) of the Order are not applicable to the Company.

Place: Ahmedabad  
Date:20/08/2023



For and on behalf of  
**Rajiv Shah & Associates**  
Chartered Accountants  
FRN No.: 108454W

*K. D. Shah*  
**Keyur D Shah (Partner)**  
M. No.: 140898  
UDIN: 23140898BGSVEY2664

## **“ANNEXURE B” TO THE INDEPENDENT AUDITOR’S REPORT**

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

We have audited the internal financial controls over financial reporting of M/s. VINOD COTFAB PRIVATE LIMITED as of March 31, 2023

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 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 Control over Financial Reporting issued by the Institute of Chartered Accountants of India”. 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.

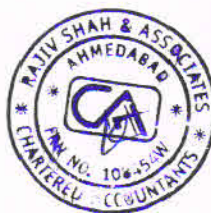
## Inherent Limitations of Internal Financial Controls over Financial Reporting

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 March 31, 2023, based on 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.

Place: Ahmedabad  
Date: 20/08/2023



For and on behalf of  
**Rajiv Shah & Associates**

Chartered Accountants

FRN No.: 108454W

*K. D. Shah*

**Keyur D Shah** (Partner)

M. No.: 140898

UDIN: 23140898BGSVEY2664

# VINOD COTFAB PRIVATE LIMITED

CIN: U17120GJ2008PTC072709

Balance Sheet as at 31st March 2023

(Rs. In Lakhs)

| Particulars                                                                                | Note No. | As at 31st March 2023 | As at 31st March 2022 |
|--------------------------------------------------------------------------------------------|----------|-----------------------|-----------------------|
| <b>I. EQUITY AND LIABILITIES</b>                                                           |          |                       |                       |
| <b>1 Shareholders' funds</b>                                                               |          |                       |                       |
| (a) Share capital                                                                          | 1        | 51.99                 | 51.99                 |
| (b) Reserves and surplus                                                                   | 2        | 3,163.62              | 2,751.34              |
| (c) Money received against share warrants                                                  |          |                       |                       |
|                                                                                            |          | <b>3,215.60</b>       | <b>2,803.32</b>       |
| <b>2 Share application money pending allotment</b>                                         |          |                       |                       |
| <b>3 Non-current liabilities</b>                                                           |          |                       |                       |
| (a) Long-term borrowings                                                                   | 3        | 3,418.08              | 4,625.66              |
| (b) Deferred tax liabilities (Net)                                                         |          | 218.85                | 169.59                |
| (c) Other Long term liabilities                                                            |          | -                     | -                     |
| (d) Long-term provisions                                                                   |          | -                     | -                     |
|                                                                                            |          | <b>3,636.93</b>       | <b>4,795.26</b>       |
| <b>4 Current liabilities</b>                                                               |          |                       |                       |
| (a) Short-term borrowings                                                                  | 4        | 2,802.34              | 1,859.86              |
| (b) Trade payables                                                                         | 5        |                       |                       |
| (A) total outstanding dues of micro Enterprises and small enterprises                      |          |                       |                       |
| (B) total outstanding dues of Creditors other than micro enterprises and small enterprises |          | 3,083.17              | 3,344.86              |
| (c) Other current liabilities                                                              | 6        | 104.82                | 266.96                |
| (d) Short term provisions                                                                  | 7        | 133.55                | 138.51                |
|                                                                                            |          | <b>6,123.88</b>       | <b>5,610.18</b>       |
| <b>TOTAL</b>                                                                               |          | <b>12,976.41</b>      | <b>13,208.76</b>      |
| <b>II. ASSETS</b>                                                                          |          |                       |                       |
| <b>Non-current assets</b>                                                                  |          |                       |                       |
| <b>1 (a) Fixed assets</b>                                                                  |          |                       |                       |
| Property, Plant and Equipment                                                              |          | 4,724.80              | 3,576.36              |
| Intangible assets                                                                          | 8        | 0.07                  | 0.13                  |
| Capital work-in-progress                                                                   |          | -                     | 1,602.95              |
| Intangible assets under development                                                        |          | -                     | -                     |
| (b) Non-current investments                                                                |          | -                     | -                     |
| (c) Deferred tax assets (net)                                                              |          | -                     | -                     |
| (d) Long-term loans and advances                                                           |          | -                     | -                     |
| (e) Other non-current assets                                                               |          | -                     | -                     |
|                                                                                            |          | <b>4,724.88</b>       | <b>5,179.43</b>       |
| <b>2 Current assets</b>                                                                    |          |                       |                       |
| (a) Current investments                                                                    |          |                       |                       |
| (b) Inventories                                                                            | 9        | 1,462.81              | 1,382.19              |
| (c) Trade receivables                                                                      | 10       | 6,094.78              | 5,713.30              |
| (d) Cash and cash equivalents                                                              | 11       | 1.85                  | 2.51                  |
| (e) Short-term loans and advances                                                          | 12       | 212.39                | 263.07                |
| (f) Other current assets                                                                   | 13       | 479.72                | 668.27                |
|                                                                                            |          | <b>8,251.53</b>       | <b>8,029.33</b>       |
| <b>TOTAL</b>                                                                               |          | <b>12,976.41</b>      | <b>13,208.76</b>      |

As per our Report of even date  
For RAJIV SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS

KEYUR .D. SHAH (PARTNER)  
M.No.: 140898  
FRN : 108454W  
UDIN: 23140898BGSVEY2664  
PLACE : AHMEDABAD  
Date: 20/08/2023



For and on behalf of the Board  
VINOD COTFAB PRIVATE LIMITED

DIRECTOR  
HARSH MITTAL  
DIN: 02333392

DIRECTOR  
VINOD MITTAL  
DIN: 01532215

Vinod Cotfab Private Limited  
Director

# VINOD COTFAB PRIVATE LIMITED

CIN: U17120GJ2008PTC072709

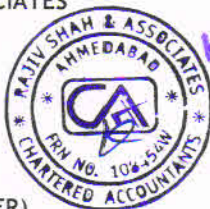
Statement of Profit and loss statement for the year ended on 31st March, 2023

(Rs. In Lakhs)

| Particulars                                                           | Note No. | As at 31st March 2023 | As at 31st March 2022 |
|-----------------------------------------------------------------------|----------|-----------------------|-----------------------|
| I. Revenue from operations                                            | 14       | 60,186.05             | 68,438.59             |
| II. Other income                                                      | 15       | 59.58                 | 29.28                 |
| III. Total Income (I + II)                                            |          | 60,245.63             | 68,467.87             |
| IV. Expenses:                                                         |          |                       |                       |
| Cost of Raw Material Consumed                                         | 16       | 56,799.99             | 66,299.09             |
| Changes in Inventory of Work- in -Progress and Finished Goods         | 17       | 26.02                 | -574.50               |
| Employee benefits expenses                                            | 18       | 310.84                | 306.65                |
| Finance cost                                                          | 19       | 505.04                | 413.40                |
| Depreciation and Amortization Expenses                                |          | 479.06                | 486.60                |
| Other expenses                                                        | 20       | 1,570.09              | 1,194.72              |
| Total expenses                                                        |          | 59,691.04             | 68,125.96             |
| V. Profit before exceptional and extraordinary items and tax (III-IV) |          | 554.59                | 341.91                |
| VI. Exceptional items                                                 |          | -                     | -                     |
| VII. Profit before extraordinary items and tax                        |          | 554.59                | 341.91                |
| VIII. Extraordinary Items                                             |          |                       |                       |
| IX. Profit before tax                                                 |          | 554.59                | 341.91                |
| X Tax expense:                                                        |          |                       |                       |
| (1) Current tax                                                       |          | 92.56                 | 99.81                 |
| (2) Earlier Year Tax                                                  |          | -                     | 21.68                 |
| (3) Deferred Tax                                                      |          | 49.25                 | -12.77                |
| Profit (Loss) for the period from continuing operations               |          | 141.81                | 108.72                |
| XI Profit/ (loss) from discontinuing operations                       |          | 412.78                | 233.19                |
| XII Tax expense of discontinuing operations                           |          | -                     | -                     |
| Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)    |          | -                     | -                     |
| XIV Profit (Loss) for the period (XI + XIV)                           |          | 412.78                | 233.19                |
| XV Earnings per equity share:                                         |          |                       |                       |
| (1) Basic                                                             |          | 94.55                 | 53.41                 |
| (2) Diluted                                                           |          | 94.55                 | 53.41                 |

As per our Report of even date  
For RAJIV SHAH & ASSOCIATES  
Chartered Accountants  
F.R. No : 108454W

K. D. Shah



KEYUR .D. SHAH (PARTNER)  
M.No.: 140898  
UDIN: 23140898BGSVEY2664  
Place: Ahmedabad  
Date: 20/08/2023

For and on behalf of the Board  
FOR VINOD COTFAB PRIVATE LIMITED

Vinod Cotfab Private Limited  
Director

DIRECTOR  
HARSH MITTAL  
DIN: 02333392

Vinod Cotfab Private Limited  
Director

DIRECTOR  
VINOD MITTAL  
DIN: 01532215

**VINOD COTFAB PRIVATE LIMITED**  
CASH FLOW STATEMENT FOR THE FINANCIAL YEAR 2022-23

(Rs. In Lakhs)

| Particulars                                                               | For the year ended<br>31 March 2023 | For the year ended<br>31 March 2022 |
|---------------------------------------------------------------------------|-------------------------------------|-------------------------------------|
| <b>A Cash flow from operating activities :</b>                            |                                     |                                     |
| Profit/(Loss) before tax                                                  | 554.59                              | 341.91                              |
| <u>Adjustments for:</u>                                                   |                                     |                                     |
| Depreciation                                                              | 479.06                              | 486.60                              |
| Profit on sale of fixed asset                                             | (0.83)                              | -                                   |
| Interest and finance expenses                                             | 505.04                              | 413.40                              |
| <b>Operating profit before working capital changes</b>                    | <b>1,537.86</b>                     | <b>1,241.91</b>                     |
| <u>Movement in working capital:</u>                                       |                                     |                                     |
| Increase/(decrease) in trade Payable                                      | (261.69)                            | 1,616.21                            |
| Increase/(decrease) in short-term provisions                              | (5.41)                              | 109.99                              |
| Increase/(decrease) in other current liabilities                          | (162.18)                            | 6.88                                |
| (Increase)/decrease in trade receivables                                  | (381.48)                            | (2,771.98)                          |
| (Increase)/decrease in inventories                                        | (80.62)                             | (936.26)                            |
| (Increase)/decrease in long-term loans and advances                       | -                                   | -                                   |
| (Increase)/decrease in short-term loans and advances                      | 50.68                               | (213.91)                            |
| (Increase)/decrease in other current assets                               | 188.55                              | (213.92)                            |
| <b>Cash generated from/(used in) operations</b>                           | <b>885.72</b>                       | <b>(1,161.08)</b>                   |
| Direct taxes paid                                                         | (92.56)                             | (121.50)                            |
| <b>Net cash flow from/(used in) operating activities (A)</b>              | <b>793.16</b>                       | <b>(1,282.57)</b>                   |
| <b>B Cash flow from investing activities :</b>                            |                                     |                                     |
| Purchase of fixed assets (including intangible, CWIP & Advances)          | (79.46)                             | (1,448.98)                          |
| Proceeds from sale of fixed assets                                        | 55.79                               | -                                   |
| Purchase Investments                                                      | -                                   | -                                   |
| Sale of Investments                                                       | -                                   | -                                   |
| <b>Net cash flow from/(used in) investing activities (B)</b>              | <b>(23.68)</b>                      | <b>(1,448.98)</b>                   |
| <b>C Cash flow from financing activities :</b>                            |                                     |                                     |
| Proceeds from issue of share capital (including share premium)            | -                                   | 1,048.18                            |
| Proceeds from share Application Money                                     | -                                   | -                                   |
| Proceeds from long-term borrowings                                        | -                                   | 1,011.02                            |
| Repayment of long-term borrowings                                         | (1,207.58)                          | -                                   |
| Proceeds from short-term borrowings                                       | 942.48                              | 1,086.80                            |
| Repayment of short-term borrowings                                        | -                                   | -                                   |
| Dividend Paid                                                             | -                                   | -                                   |
| Interest paid                                                             | (505.04)                            | (413.40)                            |
| <b>Net cash flow from/(used in) financing activities (C)</b>              | <b>(770.14)</b>                     | <b>2,732.60</b>                     |
| <b>Net increase/(decrease) in cash &amp; cash equivalents (A)+(B)+(C)</b> | <b>(0.66)</b>                       | <b>1.05</b>                         |
| Cash and cash equivalents at the beginning of the year                    | 2.51                                | 1.46                                |
| <b>Cash and cash equivalents at the end of the year</b>                   | <b>1.85</b>                         | <b>2.51</b>                         |
| Summary of significant accounting policies (note 2)                       |                                     |                                     |

For and on behalf of  
RAJIV SHAH & ASSOCIATES  
CHARTERED ACCOUNTANT

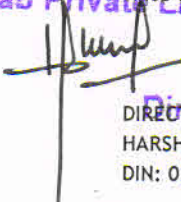
  
KEYUR D SHAH (PARTNER)  
M.NO.: 140898

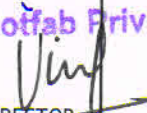


Date: 20/08/2023  
PLACE: AHMEDABAD  
UDIN: 23140898BGSVEY2664

For and on behalf of the Board  
VINOD COTFAB PRIVATE LIMITED

**Vinod Cotfab Private Limited**

  
DIRECTOR  
HARSH MITTAL  
DIN: 02333392

  
DIRECTOR  
VINOD MITTAL  
DIN: 01532215

**Director**

## 1 SHARE CAPITAL

| Particulars                                         | As at 31 March 2023 |        | As at 31 March 2022 |        |
|-----------------------------------------------------|---------------------|--------|---------------------|--------|
|                                                     | Number of Shares    | Amount | Number of Shares    | Amount |
| Authorised                                          |                     |        |                     |        |
| Equity Shares of Rs. 10 each                        | 5,00,000            | 50.00  | 5,00,000            | 50.00  |
| Preference Shares of Rs. 10 each                    | 83,300              | 8.33   | 83,300              | 8.33   |
|                                                     | 5,83,300            | 58.33  | 5,83,300            | 58.33  |
| Issued, Subscribed & Paid up                        |                     |        |                     |        |
| 4,36,576 Equity Shares of Rs. 10 each fully paid-up | 4,36,576            | 43.66  | 4,36,576            | 43.66  |
| 83,300 Preference Shares of Rs. 10 each             | 83,300              | 8.33   | 83,300              | 8.33   |
| Total                                               | 5,19,876            | 51.99  | 5,19,876            | 51.99  |

## 1.1 RECONCILIATION OF NUMBER OF SHARES OUTSTANDING

## a) Reconciliation of equity shares

| Particulars                                     | As on 31st March, 2023 |        | As on 31st March, 2022 |        |
|-------------------------------------------------|------------------------|--------|------------------------|--------|
|                                                 | Number of Shares       | Amount | Number of Shares       | Amount |
| Shares outstanding at the beginning of the year | 4,36,576               | 43.66  | 4,21,576               | 42.16  |
| Shares Issued during the year                   | -                      | -      | 15,000                 | 1.50   |
| Shares bought back during the year              | -                      | -      | -                      | -      |
| Shares outstanding at the end of the year       | 4,36,576               | 43.66  | 4,36,576               | 43.66  |

## (b) Reconciliation of Preference Shares

| Particulars                                     | As on 31st March, 2023 |        | As on 31st March, 2022 |        |
|-------------------------------------------------|------------------------|--------|------------------------|--------|
|                                                 | Number of Shares       | Amount | Number of Shares       | Amount |
| Shares outstanding at the beginning of the year | 83,300                 | 8.33   | 83,300                 | 8.33   |
| Shares Issued during the year                   | -                      | -      | -                      | -      |
| Shares bought back during the year              | -                      | -      | -                      | -      |
| Shares outstanding at the end of the year       | 83,300                 | 8.33   | 83,300                 | 8.33   |

## 1.2 Rights, preferences and restrictions attached to Equity shares :

- (i) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the residual assets of the Company, after distribution of all preferential amounts.
- (ii) The preference share issued by the company are 6% compulsory convertible Non-Cumulative Preference Share containing preferential rights, not more than 16.02 % total existing rights in the company.

## 1.3 The details of shareholder holding more than 5% shares as at 31 March, 2023

| Name of Shareholder              | As at 31 March 2023 |                | As at 31 March 2022 |                |
|----------------------------------|---------------------|----------------|---------------------|----------------|
|                                  | No. of Shares held  | (% of Holding) | No. of Shares held  | (% of Holding) |
| Sidhyug Textiles Private Limited | 50,000              | 11.45%         | 50,000              | 11.45%         |
| United Polyfab Pvt. Ltd.         | 48,000              | 10.99%         | 48,000              | 10.99%         |
| Meereen Textile Pvt. Ltd.        | 30,435              | 6.97%          | 30,435              | 6.97%          |
| Vinod M Mittal                   | 58,074              | 13.30%         | 58,074              | 13.30%         |
| Harsh V Mittal                   | 56,749              | 13.00%         | 56,749              | 13.00%         |
| Yash V Mittal                    | 53,749              | 12.31%         | 53,749              | 12.31%         |

## 1.4 Shares held by Promoter

## As at 31st March, 2023

| Promotor's Name     | No of shares | % of total shares | % Change during the year |
|---------------------|--------------|-------------------|--------------------------|
| Vinodkumar M Mittal | 58,074       | 13.30%            | -                        |
| Yash V Mittal       | 53,749       | 12.31%            | -                        |
| Harsh V Mittal      | 56,749       | 13.00%            | -                        |

## As at 31 March, 2022

| Promotor's Name     | No of shares | % of total shares | % Change during the year |
|---------------------|--------------|-------------------|--------------------------|
| Vinodkumar M Mittal | 58,074       | 13.30%            | 0.47%                    |
| Yash V Mittal       | 53,749       | 12.31%            | 0.44%                    |
| Harsh V Mittal      | 56,749       | 13.00%            | 0.46%                    |



## 2 Reserves & Surplus

| Particulars                                        | As at 31 March 2023 | As at 31 March 2022 |
|----------------------------------------------------|---------------------|---------------------|
| <b>Securities Premium Account</b>                  |                     |                     |
| Opening Balance                                    | 2,029.32            | 990.97              |
| Add : Sec. premium credited on Share issue         | -                   | 1,038.35            |
| Less : Premium Utilised for various reasons        |                     |                     |
| Premium on Redemption of Debentures                | -                   | -                   |
| For Issuing Bonus Shares                           | -                   | -                   |
| Closing Balance                                    | 2,029.32            | 2,029.32            |
| <b>Surplus</b>                                     |                     |                     |
| Opening balance                                    | 722.02              | 488.83              |
| (+) Net Profit for the current year as per P&L A/C | 412.78              | 233.19              |
| (-) Preference Dividend                            | 0.50                | -                   |
| Closing Balance                                    | 1,134.30            | 722.02              |
| <b>Total</b>                                       | <b>3,163.62</b>     | <b>2,751.34</b>     |

## 3 Long Term Borrowings

| Particulars                                        | As at 31 March 2023 | As at 31 March 2022 |
|----------------------------------------------------|---------------------|---------------------|
| <b>Secured Loan</b>                                |                     |                     |
| SBI Term Loan-1500                                 | 276.04              | 464.14              |
| HDFC Bank (Volvo)                                  | -                   | 39.95               |
| SBI Term Loan 2                                    | 518.51              | 680.93              |
| SBI Covid Loan                                     | -                   | 5.28                |
| SBI Term Loan 3                                    | 1,239.35            | 1,357.50            |
| SBI Term Loan 4                                    | 176.87              | 317.79              |
| Kotak Mahindra Bank Ltd (Truck)                    | -                   | 0.04                |
| SBI Term Loan GECL Extention                       | 531.14              | 530.31              |
| SBI Term Loan 1050                                 | 970.51              | 1,056.39            |
| SBI Term Loan (Solar)                              | 176.71              | 195.68              |
| Axis Bank (Porsche Car)                            | 41.17               | 56.25               |
| Tata Nexon                                         | 12.70               | -                   |
| <b>Sub-Total</b>                                   | <b>3,943.01</b>     | <b>4,704.26</b>     |
| <i>Less : Current Maturity of Long Term Debt</i>   | <i>886.96</i>       | <i>789.06</i>       |
| <b>Total of Secured Loan</b>                       | <b>3,056.05</b>     | <b>3,915.20</b>     |
| <b>Unsecured Loan From Directors and Relatives</b> | <b>40.45</b>        | <b>178.49</b>       |
| <b>Inter Corporate Deposit</b>                     | <b>321.58</b>       | <b>531.97</b>       |
| <b>Sub-Total</b>                                   | <b>362.03</b>       | <b>710.46</b>       |
| <b>Total</b>                                       | <b>3,418.08</b>     | <b>4,625.66</b>     |



### 3.1 Terms of Repayment

| Nature of Security                                                                                                                                                                                                                                                                                                                           | Name of the Facility                                 | Terms of Repayment |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------|--------------------|
| Primary Security: Hypothecation of companys' entire current assets including stocks of raw materials, Stock In-process, Finished Goods, Stores and Spares, etc, bill/books-debt/receivables and other current assets. Documents to title to goods and charge on the entire recurrent.                                                        | GECL and GECL Extension Loan                         | ROI: 9.25 % P.A.   |
| Primary Security: Factory land & building located at block no.679 (old survey no.144, 145, 146/1 143/3 and 143/4) total admeasuring 8094 sq.mtrs., of khata no133, situate, lying and being at village pald-kanjka, taluka dascroi, registration district ahmedabad and sub - distict ahmedabad11 (aslali) is owned by vinodcotfab pvt. ltd. | SBI Term Loan I, SBI Term Loan II, SBI Term Loan III | ROI: 9.40 % P.A.   |
| Primary Security: Hypothecation of entire plant & machinery purchased out of bank finance and other unencumbered plant and machinery both present and future.                                                                                                                                                                                |                                                      | ROI: 9.40 % P.A.   |
| Primary Security: Hypothecation of entire plant & machinery pertaining to the project purchased out of bank finance.                                                                                                                                                                                                                         | SBI Term Loan IV                                     | ROI: 9.40 % P.A.   |

### 3.2 Details of collateral Security for all the facilities of SBI

| Property for Collateral                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | Owner of the Asset         |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|
| Equitable Mortgage of private sub-plot No. 59 , admeasuring 678 sq.mtrs. i.e. admeasuring 812 sq.yards (together with undivided share in the roads) [net area admeasuring 495 sq.mtrs. i.e. admeasuring 593 sq.yards] in scheme known as "SHILPGRAM-5" of ankit co-op. Housing society Ltd., situated on the land bearing block no.64, situate lying and being at mouje: Vansajda, taluka- kalol , district - gandhinagar & sub -district -kalol                                                                                                                             | Mr. YashVinod Mittal       |
| Equitable Mortgage of private sub-plot No. 60 , admeasuring 727 sq.mtrs. i.e. admeasuring 870 sq.yards (together with undivided share in the roads) [net area admeasuring 530 sq.mtrs. i.e. admeasuring 635 sq.yards] in scheme known as "SHILPGRAM-5" of ankit co-op. Housing society Ltd., situated on the land bearing block no.64, situate lying and being at mouje: Vansajda, taluka- kalol , district - gandhinagar & sub -district -kalol                                                                                                                             | Mr. HarshVinod mittal      |
| Equitable mortgage of units No.16-b (As per approved plan block 'C') admeasuring 3151 sq.feet, i.e. 292.74 sq. mtrs. (super builtup area) in the scheme known as "SUMEL-5" along with right use undivided proportionate leasehold N.A. land bearing final plot No. 247/2 admeasuring about 29373.87 sq.mtrs.(Old survey nos. 571,518/1,518/2,571/1,571/2,572/1,572/2,576/1+3 & 576/2 ) of t.p. scheme no. 30 situate, lying and being at village asarwa , taluka asarwa ( earlier asarwa- east ) in the registration district ahmedabad & sub - distictahmedabad-6( naroda). | Mrs. RadhaVinod Mittal     |
| Extension of our charge over factory land & building belonging to and oened byVinodTexworldpvt ltd situated at survey No.185/2 admeasuring about 9915 sq.mtrs of town planning scheme no. 125 of final plot. 208/2 admeasuring about 5949 sq.mtrs. Plot area with 3285.72 sq.mtrs. Construction thereon sutuate lying and being at MoujeSaojpur -Gopalpur , taluka vatwa of district Ahmedabad.                                                                                                                                                                              | Vinod Texworld Private Ltd |
| Equitable mortgage of flat no K-302 on 3rd floor , phase -1 which is known as " Aakanksha" flat having super built up area admeasuring about 1210sq.ft. i.e. 112.53 sq.mts i.e. 67.70 sq.mts in the scheme knoen as "Savvy Swaraaj" on the free hold non agricultural residential use land bearing block no. 97,108,tp . no 65, f.p. no ( 202+211+212+213)/1 situate, lying and being at moujejagatpur , taluka ghatlodia of district sub - district Ahmedabad.                                                                                                              | Mrs. RadhaVinod Mittal     |

All loans are secured by personal Guarantee of Mr. Vinod Mittal, Mr. Harsh Mittal, Mr. Yash Mittal and Mrs. Radha Vinod Mittal accompanied by Corporate Guarantee of Vinod Texworld Private Limited



4 Short Term Borrowing

| Particulars                                      | As at 31 March 2023 | As at 31 March 2022 |
|--------------------------------------------------|---------------------|---------------------|
| State Bank of India(CC)                          | 1,915.38            | 1,070.80            |
| <b>Current Maturities of Long Term Debt:</b>     |                     |                     |
| Current Maturity for SBI Term Loan-1             | 189.87              | 187.50              |
| Current Maturity for SBI New Term Loan-2         | 166.92              | 162.50              |
| Current Maturity for HDFC Bank Ltd. (Volvo- New) | -                   | 39.95               |
| Current Maturity for SBI Covid Loan (New)        | -                   | 5.23                |
| Current Maturity for SBI GECL Extension Loan     | 58.56               | -                   |
| Current Maturity for SBI GECL Loan (New)         | 140.33              | 140.33              |
| Current Maturity for SBI Term Loan (New)         | 130.45              | 120.00              |
| Current Maturity for SBI Term Loan Solar         | 41.61               | 20.00               |
| Current Maturity for SBI Term Loan 4             | 139.48              | 98.46               |
| Current Maturity for Axis Bank                   | 16.25               | 15.09               |
| Current Maturity for Tata Nexon EV               | 3.49                | -                   |
|                                                  | 886.96              | 789.06              |
| <b>TOTAL</b>                                     | <b>2,802.34</b>     | <b>1,859.86</b>     |

5 Trade Payable

| Particulars                | As at 31 March 2023 | As at 31 March 2022 |
|----------------------------|---------------------|---------------------|
| Creditor for Goods         | 3,085.07            | 3,346.15            |
| Less: Advance to Creditors | -1.91               | -1.29               |
| <b>TOTAL</b>               | <b>3,083.17</b>     | <b>3,344.86</b>     |

5.1 Aging Schedule of Trade Payable

| Particulars<br>(Outstanding from due date of payment/from date of transaction) | As at               |                     |
|--------------------------------------------------------------------------------|---------------------|---------------------|
|                                                                                | As at 31 March 2023 | As at 31 March 2022 |
| (i) MSME                                                                       |                     |                     |
| Less than 1 year                                                               | -                   | -                   |
| 1-2 year                                                                       | -                   | -                   |
| 2-3 year                                                                       | -                   | -                   |
| More than 3 year                                                               | -                   | -                   |
| (ii) Others                                                                    |                     |                     |
| Less than 1 year                                                               | 3,084.26            | 3,581.82            |
| 1-2 year                                                                       | -                   | 5.17                |
| 2-3 year                                                                       | -                   | 1.77                |
| More than 3 year                                                               | 0.82                | 0.96                |
|                                                                                | 3,085.07            | 3,589.72            |
| (iii) Disputed dues -MSME                                                      |                     |                     |
| Less than 1 year                                                               | -                   | -                   |
| 1-2 year                                                                       | -                   | -                   |
| 2-3 year                                                                       | -                   | -                   |
| More than 3 year                                                               | -                   | -                   |
| (iv) Disputed dues -Others                                                     |                     |                     |
| Less than 1 year                                                               | -                   | -                   |
| 1-2 year                                                                       | -                   | -                   |
| 2-3 year                                                                       | -                   | -                   |
| More than 3 year                                                               | -                   | -                   |
| (v) Accruals                                                                   |                     |                     |
| Less than 1 year                                                               | -                   | -                   |
| 1-2 year                                                                       | -                   | -                   |
| 2-3 year                                                                       | -                   | -                   |
| More than 3 year                                                               | -                   | -                   |
| <b>Total</b>                                                                   | <b>3,085.07</b>     | <b>3,589.72</b>     |
| Less: Advance to Creditors                                                     | -1.91               | -1.29               |
| <b>Total</b>                                                                   | <b>3,083.17</b>     | <b>3,588.43</b>     |



6 Other Current Liabilities

| Particulars                                | As at 31 March 2023 | As at 31 March 2022 |
|--------------------------------------------|---------------------|---------------------|
| <b>Outstanding Administrative Expenses</b> |                     |                     |
| Salary Payable                             | 24.12               | 26.79               |
| Unpaid Dividend                            | -                   | 0.27                |
| <b>Outstanding Operating Expenses</b>      |                     |                     |
| Advance received from customers            | 1.37                | 1.39                |
| Creditors for Expenses                     | 64.73               | 224.40              |
| <b>Statutory Dues</b>                      |                     |                     |
| EPF/PT                                     | 0.20                | 0.04                |
| TDS Payable                                | 14.40               | 13.76               |
| GST Payable                                | -                   | 0.31                |
| <b>Total</b>                               | <b>104.82</b>       | <b>266.96</b>       |

7 Short Term Provisions

| Particulars                       | As at 31 March 2023 | As at 31 March 2022 |
|-----------------------------------|---------------------|---------------------|
| Provision for Audit Fee           | 0.60                | 0.65                |
| Provision for Expenses            | 39.94               | 38.05               |
| Provision for Preference Dividend | 0.45                | -                   |
| Income Tax Provision              | 92.56               | 99.81               |
| <b>Total</b>                      | <b>133.55</b>       | <b>138.51</b>       |



# NOTE 8: Property, Plant and Equipment

| Fixed Assets                           | Gross Block                |           |                           |                 | Accumulated Depreciation    |                            |                                  | Net Block                      |                             |                               |
|----------------------------------------|----------------------------|-----------|---------------------------|-----------------|-----------------------------|----------------------------|----------------------------------|--------------------------------|-----------------------------|-------------------------------|
|                                        | Balance as at 1 April 2022 | Additions | (Disposals/Sale/Transfer) | Capital Subsidy | Balance as at 31 March 2023 | Balance as at 1 April 2022 | Depreciation charge for the year | Adjustment due to revaluations | Balance as at 31 March 2023 | Balance as at 31st March 2022 |
| Factory Land (Survey No. 679)          | 83.55                      | -         | -                         | -               | 83.55                       | -                          | -                                | -                              | 83.55                       | 83.55                         |
| Factory Land (Survey No. 31 & 33)      | 102.18                     | -         | -                         | -               | 102.18                      | -                          | -                                | -                              | 102.18                      | 102.18                        |
| Factory Building                       | 940.68                     | 26.69     | -                         | -               | 967.37                      | 166.16                     | 30.14                            | -                              | 771.07                      | 774.53                        |
| Plant and Machinery (Phase-1)          | 1,205.59                   | 1.60      | -                         | -               | 1,207.19                    | 918.75                     | 76.41                            | -                              | 196.30                      | 995.15                        |
| Plant and Machinery(Phase-2)           | 1,510.06                   | -         | -                         | -               | 1,510.06                    | 875.45                     | 95.62                            | -                              | 971.07                      | 286.84                        |
| Plant and Machinery(Phase-3)           | 1,693.74                   | -         | -                         | -               | 1,693.74                    | 218.87                     | 160.91                           | -                              | 379.78                      | 538.99                        |
| Plant and Machinery (Phase-4)          | -                          | 1,392.03  | -                         | -               | 1,392.03                    | -                          | 67.75                            | -                              | 1,313.96                    | 1,474.87                      |
| Solar Power Plant                      | -                          | 233.89    | -                         | -               | 233.89                      | -                          | 10.93                            | -                              | 67.75                       | 1,324.28                      |
| Vehicle                                | 210.17                     | 15.98     | 54.96                     | -               | 281.11                      | 63.50                      | 17.70                            | -                              | 89.99                       | 146.66                        |
| Office Equipments (Including Computer) | 15.36                      | 3.17      | -                         | -               | 18.54                       | 10.75                      | 2.09                             | -                              | 12.84                       | 4.61                          |
| Air Conditioner                        | 3.44                       | -         | -                         | -               | 3.44                        | 3.27                       | -                                | -                              | 3.27                        | 0.17                          |
| Electrification                        | 167.57                     | -         | -                         | -               | 167.57                      | 105.66                     | 15.86                            | -                              | 121.52                      | 61.91                         |
| Office Furniture                       | 14.36                      | 8.94      | -                         | -               | 23.30                       | 8.40                       | 1.54                             | -                              | 9.94                        | 5.96                          |
| Weighing Scale                         | 0.70                       | 0.11      | -                         | -               | 0.80                        | 0.22                       | 0.07                             | -                              | 0.29                        | 0.48                          |
| Total A                                | 5,947.40                   | 1,682.41  | 54.96                     | -               | 7,574.85                    | 2,371.04                   | 479.00                           | -                              | 2,850.05                    | 3,576.36                      |
| Intangible Assets                      |                            |           |                           |                 |                             |                            |                                  |                                |                             |                               |
| Software                               | 0.30                       | -         | -                         | -               | 0.30                        | 0.17                       | 0.06                             | -                              | 0.23                        | 0.13                          |
| Total B                                | 0.30                       | -         | -                         | -               | 0.30                        | 5,700.00                   | 0.06                             | -                              | 0.23                        | 0.13                          |
| Capital work-in-progress               |                            |           |                           |                 |                             |                            |                                  |                                |                             |                               |
| Plant & machinery( Phase -4)           | 1,350.55                   | 41.47     | 1,392.03                  | -               | -                           | -                          | -                                | -                              | -                           | 1,350.55                      |
| Factory Building (WIP)                 | 18.50                      | 8.18      | 26.69                     | -               | -                           | -                          | -                                | -                              | -                           | 18.50                         |
| Solar Power Plant                      | 233.89                     | -         | 233.89                    | -               | -                           | -                          | -                                | -                              | -                           | 233.89                        |
| Total C                                | 1,602.95                   | 49.66     | 1,652.61                  | -               | -                           | -                          | -                                | -                              | -                           | 1,602.95                      |
| Grand Total (A+B+C)                    | 7,550.65                   | 1,732.07  | 1,707.57                  | -               | 7,575.15                    | 8,071.04                   | 479.06                           | -                              | 2,850.27                    | 5,179.43                      |

## Capital Work In Progress (CWIP)

(a) For Capital-work-in progress, Ageing schedule as below:

| CWIP                           | Amount in CWIP for a period of |           |           |                   | Total |
|--------------------------------|--------------------------------|-----------|-----------|-------------------|-------|
|                                | Less than 1 year               | 1-2 years | 2-3 Years | More than 3 years |       |
| Projects in progress           | -                              | -         | -         | -                 | -     |
| Projects temporarily suspended | -                              | -         | -         | -                 | -     |



9 Inventories

| Particulars                          | As at 31 March 2023 | As at 31 March 2022 |
|--------------------------------------|---------------------|---------------------|
| Raw Material                         | 689.95              | 583.31              |
| Work-in- Progress                    | 516.59              | 474.45              |
| Stores /Consumables/Packing Material | 5.59                | 5.59                |
| Finished Goods                       | 250.67              | 318.84              |
| <b>Total</b>                         | <b>1,462.81</b>     | <b>1,382.19</b>     |

10 Trade Receivable

| Particulars    | As at 31 March 2023 | As at 31 March 2022 |
|----------------|---------------------|---------------------|
| Sundry Debtors | 6,094.78            | 5,713.30            |
| <b>Total</b>   | <b>6,094.78</b>     | <b>5,713.30</b>     |

10.1 Ageing of Trade Receivables

| Particular<br>(outstanding from due date of payment/from date of transaction)   | As at               |                     |
|---------------------------------------------------------------------------------|---------------------|---------------------|
|                                                                                 | As at 31 March 2023 | As at 31 March 2022 |
| (i) Undisputed Trade Receivable-considered good                                 |                     |                     |
| Less than 6 months                                                              | 6,094.78            | 5,711.90            |
| 6 months- 1 year                                                                | -                   | -                   |
| 1-2 years                                                                       | -                   | -                   |
| 2-3 years                                                                       | -                   | -                   |
| More than 3 years                                                               | -                   | -                   |
|                                                                                 | 6,094.78            | 5,711.90            |
| (ii) Undisputed Trade Receivable-which have significant increase in credit risk |                     |                     |
| Less than 6 months                                                              | -                   | -                   |
| 6 months- 1 year                                                                | -                   | -                   |
| 1-2 years                                                                       | -                   | -                   |
| 2-3 years                                                                       | -                   | -                   |
| More than 3 years                                                               | -                   | -                   |
|                                                                                 | -                   | -                   |
| (iii) Disputed Trade Receivable-considered good                                 |                     |                     |
| Less than 6 months                                                              | -                   | -                   |
| 6 months- 1 year                                                                | -                   | -                   |
| 1-2 years                                                                       | -                   | -                   |
| 2-3 years                                                                       | -                   | -                   |
| More than 3 years                                                               | -                   | -                   |
|                                                                                 | -                   | -                   |
| (iv) Disputed Trade Receivable-which have significant increase in credit risk   |                     |                     |
| Less than 6 months                                                              | -                   | -                   |
| 6 months- 1 year                                                                | -                   | -                   |
| 1-2 years                                                                       | -                   | -                   |
| 2-3 years                                                                       | -                   | -                   |
| More than 3 years                                                               | -                   | -                   |
|                                                                                 | -                   | -                   |
| (v) Unbilled dues                                                               |                     |                     |
| Less than 6 months                                                              | -                   | -                   |
| 6 months- 1 year                                                                | -                   | -                   |
| 1-2 years                                                                       | -                   | -                   |
| 2-3 years                                                                       | -                   | -                   |
| More than 3 years                                                               | -                   | -                   |
|                                                                                 | -                   | -                   |
| <b>Total</b>                                                                    | <b>6,094.78</b>     | <b>5,711.90</b>     |



11 Cash and cash equivalents

| Particulars         | As at 31 March 2023 | As at 31 March 2022 |
|---------------------|---------------------|---------------------|
| Cash on hand        | 1.74                | 2.40                |
| Bank Balance:       | -                   | -                   |
| State Bank of India | 0.10                | 0.11                |
| <b>Total</b>        | <b>1.85</b>         | <b>2.51</b>         |

(Note: All the fixed deposit are held against the Bank Guarantee)

12 Short-term loans and advances

| Particulars                             | As at 31 March 2023 | As at 31 March 2022 |
|-----------------------------------------|---------------------|---------------------|
| <b>Balance with Revenue Authorities</b> |                     |                     |
| Income Tax (Advance Tax/TDS/TCS)        | 88.91               | 95.14               |
| Income Tax F.Y. 2011-12(Appeal)         | 2.01                | -                   |
| GST                                     | 112.51              | 159.84              |
| Advance paid to staff                   | 2.18                | 1.20                |
| Advance paid for Operating Expenses     | 6.78                | 6.89                |
| <b>Total</b>                            | <b>212.39</b>       | <b>263.07</b>       |

13 Other Current Assets

| Particulars                                                     | As at 31 March 2023 | As at 31 March 2022 |
|-----------------------------------------------------------------|---------------------|---------------------|
| Balances with Bank (FD against Bank Guarantee and Margin Money) | 53.49               | 104.01              |
| Prepaid Expenses                                                | 15.33               | 12.90               |
| Income Tax Receivable                                           | 25.32               | 25.32               |
| Power Traff Claim Receivable                                    | 26.63               | 121.87              |
| Interest Subsidy Receivable                                     | 12.29               | 85.15               |
| SGST Refundable (Textile Policy)                                | 346.66              | 319.02              |
| <b>Total</b>                                                    | <b>479.72</b>       | <b>668.27</b>       |



**NOTE: 14:- Revenue From Operation**

| Sales of fabric | For the year ended 31<br>March 2023 | For the year ended 31<br>March 2022 |
|-----------------|-------------------------------------|-------------------------------------|
| Sale of Goods   | 60,173.58                           | 68,437.22                           |
| Jobwork sale    | 12.47                               | 1.37                                |
| Total           | 60,186.05                           | 68,438.59                           |

**NOTE: 15:- Other Income**

| Particulars               | For the year ended 31<br>March 2023 | For the year ended 31<br>March 2022 |
|---------------------------|-------------------------------------|-------------------------------------|
| Discount                  | 0.09                                | 0.00                                |
| GOG Interest Subsidy      | 51.67                               | 22.94                               |
| Rent Income               | 4.25                                | -                                   |
| Accrued Interest on FD    | 2.75                                | 6.34                                |
| Profit on sale of vehicle | 0.83                                | -                                   |
| Total                     | 59.58                               | 29.28                               |

**NOTE 16:- Cost of Raw Material consumed**

| Particulars                         | For the year ended 31<br>March 2023 | For the year ended 31<br>March 2022 |
|-------------------------------------|-------------------------------------|-------------------------------------|
| Opening Stock of Raw Material       | 583.31                              | 226.26                              |
| Add: Purchase of Raw Material       | 56,906.63                           | 66,656.14                           |
| Less: Closing Stock of Raw Material | 689.95                              | 583.31                              |
| Total                               | 56,799.99                           | 66,299.09                           |

**NOTE: 17:- Change In Inventory**

| Particulars           | For the year ended 31<br>March 2023 | For the year ended 31<br>March 2022 |
|-----------------------|-------------------------------------|-------------------------------------|
| Work In Progress-Yarn |                                     |                                     |
| Opening Stock         | 474.45                              | 137.34                              |
| Closing Stock         | 516.59                              | 474.45                              |
|                       | -42.14                              | -337.11                             |
| Finished Goods-Grey   |                                     |                                     |
| Opening Stock         | 318.84                              | 81.45                               |
| Closing Stock         | 250.67                              | 318.84                              |
|                       | 68.16                               | 237.39                              |
| Total                 | 26.02                               | -574.50                             |



**NOTE: 18:- Employee Benefit Expenses**

| Particulars                 | For the year ended 31<br>March 2023 | For the year ended 31<br>March 2022 |
|-----------------------------|-------------------------------------|-------------------------------------|
| Director Remuneration       | 18.00                               | 18.00                               |
| Salary & Wages              | 250.58                              | 263.45                              |
| Bonus                       | 8.60                                | 7.13                                |
| Staff Welfare Expenses      | 19.60                               | 8.46                                |
| Provident Fund Contribution | 0.36                                | 0.72                                |
| Manpower Charges            | 13.70                               | 8.89                                |
| <b>Total</b>                | <b>310.84</b>                       | <b>306.65</b>                       |

**NOTE: 19:- Finance Cost**

| Particulars                   | For the year ended 31<br>March 2023 | For the year ended 31<br>March 2022 |
|-------------------------------|-------------------------------------|-------------------------------------|
| Interest Expenses             |                                     |                                     |
| Interest on Bank Loan         |                                     |                                     |
| Interest on Car Loan          | 4.87                                | 5.98                                |
| Interest on Bank Term Loan    | 333.72                              | 297.76                              |
| Interest on CC                | 113.16                              | 26.72                               |
| Interest on Unsecured Loan    | 33.29                               | 47.85                               |
| Interest on Preference Shares |                                     | 0.30                                |
| Bank Charges                  |                                     |                                     |
| Bank Guarantee Fees           | 2.03                                | 2.33                                |
| Bank Charges and Commission   | 17.98                               | 32.48                               |
| <b>Total</b>                  | <b>505.04</b>                       | <b>413.40</b>                       |



**NOTE: 20:- Other Expenses**

| Particulars                            | For the year ended 31<br>March 2023 | For the year ended 31<br>March 2022 |
|----------------------------------------|-------------------------------------|-------------------------------------|
| <b>Manufacturing Expenses</b>          |                                     |                                     |
| Electricity Expenses                   | 688.29                              | 563.11                              |
| Interest on Late Payment to Creditors  | 128.98                              | -                                   |
| Jobwork Charges                        | 543.87                              | 416.74                              |
| Loading & Transportation Charges       | 22.31                               | 19.40                               |
| Factory Exps                           | 7.57                                | 7.24                                |
| Factory repairs & maintenance          | 39.85                               | 67.02                               |
| <b>Sub-Total</b>                       | <b>1,430.88</b>                     | <b>1,073.50</b>                     |
| <b>Consumption of Material</b>         |                                     |                                     |
| Consumption of Packing Material        | 1.63                                | 0.93                                |
| Opening Stock                          | 0.17                                | 0.03                                |
| Add: Purchase of Packing Material      | 1.53                                | 1.07                                |
| Less: Closing Stock                    | -0.08                               | -0.17                               |
| Consumption of Stores and Spares       | 49.17                               | 38.24                               |
| Opening Stock                          | 5.42                                | 0.85                                |
| Add: Purchase of Stores                | 49.26                               | 42.82                               |
| Less: Closing Stock                    | -5.51                               | -5.42                               |
| <b>Sub-Total</b>                       | <b>50.80</b>                        | <b>39.17</b>                        |
| <b>Administrative Expenses</b>         |                                     |                                     |
| Audit Fees                             | 0.60                                | 0.65                                |
| Advertisement Exp                      | 0.09                                | -                                   |
| Balance Written off                    | -                                   | 0.78                                |
| Conveyance & Petrol Exps               | 9.24                                | 10.49                               |
| Discount Expenses                      | -                                   | 0.08                                |
| Electrical Exps.                       | 7.37                                | 5.22                                |
| Insurance Premium                      | 12.53                               | 11.31                               |
| Legal & Professional Charges           | 6.92                                | 11.93                               |
| Membership Fee & Subscription          | 0.10                                | 0.10                                |
| Rent, Rates & Taxes                    | 1.02                                | 4.72                                |
| Stationery Expenses                    | 1.53                                | 1.24                                |
| Security Expense                       | 8.54                                | 8.34                                |
| Telephone Expenses                     | 0.85                                | 0.26                                |
| Donation                               | 0.05                                | -                                   |
| Prior Period Expenses                  | 0.17                                | -                                   |
| <b>Sub-Total</b>                       | <b>49.00</b>                        | <b>55.13</b>                        |
| <b>Selling &amp; Distribution Exps</b> |                                     |                                     |
| Freight Outwards                       | 3.64                                | 4.02                                |
| Commission on Sales                    | 21.98                               | 15.57                               |
| Director Travelling Expense            | 10.65                               | 1.38                                |
| Repairs on Vehicle                     | 2.96                                | 3.38                                |
| Sales Promotion Expenses               | 0.18                                | 2.55                                |
| <b>Sub-Total</b>                       | <b>39.41</b>                        | <b>26.92</b>                        |
| <b>Total</b>                           | <b>1,570.09</b>                     | <b>1,194.72</b>                     |



## 21 Ratios

| Ratios                           | Numerator | Denominator | Current Reporting Period | Previous reporting period | % of Change | Reason for Change                                                                                                                                   |
|----------------------------------|-----------|-------------|--------------------------|---------------------------|-------------|-----------------------------------------------------------------------------------------------------------------------------------------------------|
| Current Ratio                    | 8,251.53  | 6,123.88    | 1.35                     | 1.43                      | -5.85%      |                                                                                                                                                     |
| Debt Equity Ratio                | 6,220.42  | 4,005.43    | 1.55                     | 1.65                      | -5.88%      |                                                                                                                                                     |
| Debt Service coverage ratio      | 1,518.68  | 1,274.09    | 1.19                     | 1.25                      | -4.83%      |                                                                                                                                                     |
| Return on Equity Ratio           | 412.78    | 3,215.60    | 12.84%                   | 8.32%                     | 54.32%      | During the year, the Gross Profit Margin have increased and thus there is a rise in Net Profit.                                                     |
| Inventory Turnover Ratio         | 56,826.01 | 1,422.50    | 39.95                    | 71.90                     | -44.44%     | Inventory Levels have substantially increased compared to previous year as sales during the year have decreased due to change in market conditions. |
| Trade Receivables turnover ratio | 60,186.05 | 5,904.04    | 10.19                    | 15.82                     | -35.55%     | As per market conditions credit period granted by the company had to be increased and thus receivables have increased during the year.              |
| Trade payables turnover ratio    | 56,906.63 | 3,214.02    | 17.71                    | 14.56                     | 21.56%      |                                                                                                                                                     |
| Net capital turnover ratio       | 60,186.05 | 2,273.40    | 26.47                    | 38.87                     | -31.90%     | Working Capitals have substantially increased due to sudden increase in inventory levels and trade receivables during the last two financial years. |
| Net profit ratio                 | 412.78    | 60,186.05   | 0.69%                    | 0.34%                     | 101.29%     | During the year, the Gross Profit Margin have increased and thus there is a rise in Net Profit.                                                     |



22 Details of Borrowings on the basis of Security of Current Assets

| Quarter                                                                  | Name Of Bank form which loan has taken | Particulars of securities provided    | Amount as per books of Account (A) | Amount as reported in the quarterly stock statement submitted to bank (B) | Amount of Difference (A-B) | Reasons for Material Discrepancies                                                                                                                                |
|--------------------------------------------------------------------------|----------------------------------------|---------------------------------------|------------------------------------|---------------------------------------------------------------------------|----------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Q1                                                                       | State of Bank of India                 | Hypothecation of Book Debts and Stock | 8,062.00                           | 8,065.28                                                                  | -3.27                      | The difference is due to difference in TDS amount of parties. On assessment of records the difference is immaterial. Such difference is within the tolerable rate |
| Q2                                                                       | State of Bank of India                 |                                       | 7,179.56                           | 7,174.58                                                                  | 4.98                       |                                                                                                                                                                   |
| Q3                                                                       | State of Bank of India                 |                                       | 5,652.70                           | 5,655.19                                                                  | -2.49                      |                                                                                                                                                                   |
| Q4                                                                       | State of Bank of India                 |                                       | 6,094.78                           | 6,088.69                                                                  | 6.09                       |                                                                                                                                                                   |
| Acceptable Tolerable rate of deviation is within 5% in general practice. |                                        |                                       |                                    |                                                                           |                            |                                                                                                                                                                   |

23 Related Party Disclosure

|                                                            | Entities where directors are interested | Key Managerial Person | Relatives of Key Management Personnel | Total    |
|------------------------------------------------------------|-----------------------------------------|-----------------------|---------------------------------------|----------|
| Purchases of goods                                         | 4,247.11                                | -                     | -                                     | 4,247.11 |
| Sale of goods                                              | 5,621.49                                | -                     | -                                     | 5,621.49 |
| Purchase of fixed assets                                   | -                                       | -                     | -                                     | -        |
| Sale of fixed assets                                       | -                                       | -                     | -                                     | -        |
| Availment of Services                                      | 4.25                                    | -                     | -                                     | 4.25     |
| Rendering of services                                      | 1.02                                    | 18.00                 | 12.00                                 | 31.02    |
| Agency arrangements                                        | -                                       | -                     | -                                     | -        |
| Leasing or hire purchase arrangements                      | -                                       | -                     | -                                     | -        |
| Dividend on Shares                                         | -                                       | -                     | -                                     | -        |
| Interest on loan availed                                   | -                                       | 0.50                  | -                                     | 0.50     |
| Guarantees and collaterals                                 | -                                       | 5.74                  | 9.80                                  | 15.54    |
| Management contracts including for deputation of employees | -                                       | -                     | -                                     | -        |

As per As -1 "Disclosure of Accounting Policies", any change in an accounting policy which has a material effect should be disclosed. If a change is made in the accounting policies which has no material effect on the financial statements for the current period but which is reasonably expected to have a material effect in later periods, the fact of such change should be appropriately disclosed in the period in which the change is adopted. There is a change in Accounting Policy during the financial year with respect to treatment of dividend. In the last year preference dividend was treated as in nature of Interest. Henceforth in current year the effect of preference dividend is given effect in Reserves and Surplus of the company thereby creating a provision of payment of such payment.

As per information given to us there were no amount overdue and remaining outstanding to small scale and /or ancillary Industrial suppliers on account of principal and /or interest as at the close of the year. Based on the information available with company, there are no dues outstanding to Micro and Small Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 for more than 45 days as at March 31, 2023.

In accordance with SA-710 Comparative Information - Corresponding Figures and Comparative Financial Statements, previous years figures have been regrouped/rearranged wherever necessary.



## VINOD COTFAB PRIVATE LIMITED

### NOTE NO.1 & 2

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2023

#### **1. Corporate Information**

Vinod Cotfab Private Limited is Private Limited Company and incorporated under the provisions of Company's Act. The company is engaged in textile business.

#### **2. Basis of Preparation of Financial Statements**

The financial statements are prepared under the historical cost convention and on accrual basis, in accordance with the generally accepted accounting principles (Indian GAAP) and the provisions of the Companies Act, 2013. The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Company Act, 2013, read together with paragraph 7m of the Companies (Account) Rules 2014.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, to the extent changed in note 23 of Balance Sheet. Although such change does not have material effect on the financial statements of the company as whole.

#### **2.1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### **a. Use of Estimates**

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

##### **b. Property, Plants and Equipments:**

Property, Plants and Equipments (except Factory Building) are stated at cost net of CENVAT / Value Added Tax, GST, etc less accumulated depreciation and impairment loss, if any. All directly attributable costs, including financing costs till commencement of commercial production, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the fixed assets are transferred to the Statement Profit & Loss Account.

Subsequently expenditure related to an item of fixed assets added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses of existing fixed assets, including day to day repair and maintenance expenses and cost of parts replaced are charged to the statement of Profit and Loss accounts for the period during which such expenses are incurred.

##### **c. Depreciation**

Depreciation on all fixed assets is provided on SLM basis at the rates and in the manner prescribed in Schedule II to the Companies Act, 2013.

##### **d. Investments**

Current investments are carried at cost value. Long Term Investments are stated at cost less



provision for diminution other than temporary. Company does not have any Investments on date.

#### **e. Inventories**

Items of inventories are measured at lower of cost and net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase and all costs incurred in bringing them to their respective present location and condition.

Cost has been determined as under:

1. Raw Material on FIFO basis
2. Finished Goods - at Raw material + conversion cost—as per the practice of the company finished goods are not being maintained.
3. Stock in process- Raw material cost and proportionate conversion cost
4. Stores, Spares and other trading goods on FIFO Basis.

#### **f. Revenue Recognition**

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Turnover includes sale of goods net of all the taxes.

Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.

**Sale of Goods:** Revenue from the sale of goods is recognized when the goods are delivered and the titles have passed, at which time all the following conditions are satisfied:

- The company has transferred to the buyer the significant risks and rewards of the ownership of the goods;
- The company retains neither continuing managerial involvement to degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the company; and the costs incurred or to be incurred in respect of the transaction can be measured reliably

**Interest Income:** Interest income is accrued on a time basis, by reference to the principle outstanding and at the effective interest rate applicable.

**Government Grant:** Government Grant means assistance by government in cash or kind for past or future compliance of certain conditions but does not include grants which cannot be reasonably measured or transactions with government which cannot be distinguished from normal trading transactions of an enterprise. Grant received as a interest subsidy being a revenue grant is deducted from the interest expenses in Profit & Loss Statement. These grants are recognized only where a certainty exists for the fulfillment of conditions and ultimate.

#### **g. Employee Benefits**

- Details of Employee Benefits as required by the AS-15 "Employee Benefits" are given below:



**Defined Contribution Plans:**

During the year, the company has recognized the following amounts in the Statement of Profit & Loss (Included in Contribution of Provident Fund & Others)

| Particulars                     | For the year<br>ended 31 <sup>st</sup><br>March, 2023                                                                                                                                       | For the year<br>ended 31 <sup>st</sup><br>March, 2022 |
|---------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------|
| Contribution to Provident Fund  | 0.36                                                                                                                                                                                        | 0.72                                                  |
| Employee State Insurance Scheme | The company is not liable to contribute to ESIC as per Employee State Insurance Act, 1948 under section 1(3) in the state of Gujarat, as the manufacturing unit is located in Paldi Kankaj. |                                                       |

- Provision for the other short term employees' benefit is not recognized. Post employment and other long term employee benefits like gratuity & other are not recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services. The expense is recognized as & when it is incurred at the time of actual payment.

**h. Borrowing Costs**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to Profit and Loss account.

**i. Provision for Current and Deferred Tax**

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-tax Act, 1961.

Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realized in future.

| Particulars                                                                                                                      | 2022-23  | 2021-22  |
|----------------------------------------------------------------------------------------------------------------------------------|----------|----------|
| Opening Balance Of Deferred Tax Liability                                                                                        | (169.59) | (182.36) |
| Deferred Tax Liability/ (Asset) (On Difference Of Closing Balance Of Fixed Assets In The Books Of Account And As Per Income Tax) | 50.65    | -        |
| Deferred Tax Asset ( Unabsorbed Depreciation Carried Forward Under The Income Tax Act)                                           | -        | 12.77    |
| Gross Deferred Tax (Liability)                                                                                                   | (220.24) | (169.59) |
| Gross Deferred Tax Asset                                                                                                         | -        | -        |
| Net Deferred Tax Asset/(Liability)                                                                                               | (220.24) | (169.59) |



#### j. Provisions

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the Balance sheet date. These are reviewed at each reporting date and adjusted to reflect the current best estimates.

#### k. Earnings pershare

The basic and diluted Earnings per share are computed by dividing the profit after tax for the year by the weighted average no. of equity shares outstanding during the year.

| Particulars                                                                  | 2022-23  | 2021-22  |
|------------------------------------------------------------------------------|----------|----------|
| Net Profit for the period attributable to equity shareholders (Rs. In Lakhs) | 412.77   | 233.19   |
| Weighted average number of equity Shares outstanding                         | 4,36,576 | 4,36,576 |
| Basic earnings per share (Face value of Rs.10 each) (Rs)                     | 94.55    | 53.79    |
| Weighted average number of equity Shares (incl. dilutive) outstanding        | 4,36,576 | 4,36,576 |
| Diluted earnings per share (Face value of Rs.100 each) (Rs)                  | 94.55    | 53.79    |

#### l. Payment to Auditors

| Particulars | 2022-23 | 2021-22 |
|-------------|---------|---------|
| Audit Fees  | 0.60    | 0.64    |

#### m. Cash Flow Statements

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

#### n. Cash & Cash Equivalent

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

For and on Behalf of  
Vinod Cotfab Private Limited

*Vinod*

(Director)  
Vinod Mittal  
DIN:01532215

Vinod Cotfab Private Limited

*Harsh*

(Director)  
Harsh Mittal  
DIN: 02333392

Director



For and on Behalf of  
Rajiv Shah and Associates  
Chartered Accountants

*K. D. Shah*

Keyur D Shah (Partner)  
M.No.: 140898  
FRN: 108454W  
UDIN: 23140898BGSVEY2664

Date: 20/08/2023  
Place: Ahemdabad