

SIDDHI COTSPIN PRIVATE LIMITED

Survey 279 & 280, Unit No.13, Sub Plot No. 18
Sector 3 of Dholi Integrated Spinning Park,
Ahmedabad Gujarat- 382240

SIXTH ANNUAL REPORT

2020-2021

*** AUDITORS***

A. O. AGRAWAL & CO.

Chartered Accountants
B-1006 Sankalp Iconic Tower
Opp. Double Tree by Hilton,
Bopal Ambli Road
Ahmedabad-380058



A. O. AGRAWAL & CO.

CHARTERED ACCOUNTANTS

B.O. : B/1006, Sankalp Iconic Tower, Opp. Double Tree by Hilter, Ambali Road, Ahmedabad-380058
Ph. : 079-66172121 | Email ID: aoagrawal.prahladnagar@gmail.com | Mo.: 98258 00193

INDEPENDENT AUDITOR'S REPORT

To
The Members
SIDDHI COTSPIN PRIVATE LIMITED

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of **SIDDHI COTSPIN PRIVATE LIMITED** ('the Company') CIN: **U17123GJ2015PTC085135** which comprises the Balance Sheet as at 31st March, 2021, the Statement of Profit & Loss, the Cash Flow Statement for the year then ended and a summary of the 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, 2021, and profit, (changes in equity) and its cash flows for the year ended on that date.

Basis of Opinion

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

Key audit matters

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

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



Management's responsibility for the financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

(1) As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of sub-section (11) of section 143 of the Act, we give in "Annexure A" a statement on matters specified in paragraphs 3 and 4 of the said order to the extent applicable.



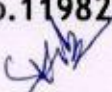
(2) As required by section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit & Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of written representations received from the directors, as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of section 164(2) of the Act.
- (f) With Respect to the adequacy of internal financial control over financial reporting of the company and operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Ahmedabad
Date: 20th September, 2021



For, A. O. AGRAWAL & CO.
Chartered Accountants
Firm Reg. No. 119827W


CA. Sanjay Agrawal
Partner

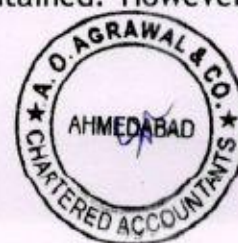
Membership No. 106246
UDIN: 21106246AAAAFY6140

ANNEXURE-A TO THE INDEPENDENT AUDITOR'S REPORT

SIDDHI COTSPIN PRIVATE LIMITED (FINANCIAL YEAR 2020-2021)

Annexure referred to in our Report of even date to the members of Siddhi Cotspin Private Limited on the financial statements for the year ended 31st March, 2021, we report that:

- (i) With regard to the Fixed Assets:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets and the same are updated regularly.
 - (b) All the assets have been physically verified by the management during the year. As informed to us, there is no material discrepancies were noticed on such verification.
 - (c) On the basis of our examination of the records of the Company, the Title deeds of immovable properties except Land (since it is acquired on lease basis) are held in the name of the company.
- (ii) With regard to Inventories:
As per the information & explanations given to us by the management, the inventory has been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification. However it is explained to us that, it is not possible to maintain day-to-day inventory in this industry due to specific nature of the business activity.
- (iii) As per the information furnished, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Accordingly, the provisions of clause (iii) (a) to (c) of the Order are not applicable to the company and hence not commented.
- (iv) On the basis of records produced before us and verified by us, and on the basis of 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 security.
- (v) The Company has not accepted any deposits during the year to which 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 rules made there under are not applicable.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148 of the Act, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not carried out a detailed examination of the same.



(vii) With regard to 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 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, 2021 for a period of more than six months from the date on when 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 outstanding on account of any dispute.

(viii) Based on our audit procedures and according to the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of loans or borrowings to a financial institutions, bank, Government or dues to Debenture Holders.

However, the company has opted for moratorium in accordance with RBI Notification No. RBI/2019-20/186 with respect to following Term Loan of which installment was due for the period from April 2020 to August 2020 due to COVID -19 Pandemic. The Interest component of such Installments has been repaid in current year except for Canara Bank since its interest has been paid in next financial year (i.e 2021-22) while the Principal Component has been added to Term Loan Balance:

Sr No	Particulars	Interest Amount Paid
1	Term Loan- Canara Bank	1,90,08,291
2	Term Loan- United Bank of India	1,37,13,072
3	Term Loan- Karnatka Bank Limited	1,18,73,793

Further, the Interest outstanding for the period from March 2020 to August 2020 on CC facility from following has been converted into loan by the Bank, since it was under moratorium, such loan has been repaid during the year 2020-21:

Sr No	Particulars	Amount
1	CC-Canara Bank	15,34,543
2	CC- State Bank of India	96,66,429

(ix) Based on our audit procedures and according to the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments during the year. In our opinion and according to the information and explanations given to us, term loans were applied for the purpose for which the loans were obtained.



- (x) During the course of our examination of the books of account and records of the Company, carried out in accordance with generally accepted auditing practices in India and according to the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (xi) Since, the Company being a Private Limited Company, provisions of section 197 read with Schedule V to the Companies Act is not Applicable.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause (xii) of the Order are not applicable to the Company.
- (xiii) Based on our audit procedures and according to the information and explanations given by the management, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements, as required by the applicable accounting standards.
- (xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made private placement of equity shares during the year under review by further issue of equity shares.
- (xv) 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.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.

Place: Ahmedabad
Date: 20th September, 2021



For, A. O. AGRAWAL & CO.
Chartered Accountants
Firm Reg. No. 119827W

A handwritten signature in blue ink, appearing to read "Sanjay Agrawal".

CA. Sanjay Agrawal
Partner
Membership No. 106246
UDIN: 21106246AAAAFY6140

SIDDHI COTSPIN PRIVATE LIMITED (FINANCIAL YEAR 2020-2021)

“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of Siddhi Cotspin Private limited

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

We have audited the internal financial controls over financial reporting of Siddhi Cotspin Private Limited (“the Company”) as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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.

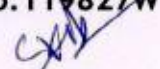
Opinion

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, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Ahmedabad
Date: 20th September, 2021



For, A. O. AGRAWAL & CO.
Chartered Accountants
Firm Reg. No. 119827W


CA. Sanjay Agrawal
Partner

Membership No. 106246
UDIN: 21106246AAAAFY6140

SIDDHI COTSPIN PRIVATE LIMITED

Balance Sheet as at 31st March, 2021

PARTICULARS	NOTE	As At		As At	
		31st March, 2021		31st March, 2020	
<u>EQUITY AND LIABILITIES</u>					
<u>Shareholder's Funds</u>					
a) Share Capital	1	4,42,32,940		4,37,71,440	
b) Reserve and Surplus	2	36,67,82,235	41,10,15,175	33,61,50,400	37,99,21,840
<u>Non-Current Liabilities</u>					
a) Long Term Borrowing	3	89,92,92,145		93,00,02,176	
b) Deferred Tax Liability	4	3,55,97,087		2,59,47,615	
c) Long Term Provisions	5	12,81,672	93,61,70,904	8,99,038	95,68,48,829
<u>Current Liabilities</u>					
a) Short-Term Borrowings	6	31,50,62,058		29,49,58,859	
b) Trade Payables	7	38,79,431		12,36,41,835	
c) Other Current Liabilities	8	15,02,04,917		11,26,72,190	
d) Short-Term Provisions	9	2,05,83,917	48,97,30,323	1,37,12,958	54,49,85,842
TOTAL			1,83,69,16,402		1,88,17,56,511
<u>ASSETS</u>					
<u>Non-Current Assets</u>					
a) Property Plant and Equipment	10	92,66,42,959		1,03,01,97,368	
Tangible Assets		-		-	
Intangible Assets		-		-	
Capital Work in Progress		-		-	
Leased Assets		6,01,84,843		6,08,15,849	
b) Non-current Investment		500		500	
b) Long-Term Loans and Advances		-		-	
c) Other Non Current Assets	11	60,58,588	99,28,86,890	31,51,000	1,09,41,64,717
<u>Current Assets</u>					
a) Inventories	12	18,74,04,654		16,82,64,923	
b) Trade Receivables	13	31,16,48,837		39,01,37,860	
c) Cash and Bank Balances	14	2,17,89,528		69,51,590	
d) Short Term Loans and Advances	15	13,74,75,688		8,56,46,948	
e) Other Current Assets	16	18,57,10,806	84,40,29,512	13,65,90,473	78,75,91,794
			1,83,69,16,402		1,88,17,56,511
SIGNIFICANT ACCOUNTING POLICY	25				
NOTES ON ACCOUNTS	26				

As per our report of even date attached

FOR AND ON BEHALF OF

A. O. AGRAWAL & CO.

Chartered Accountants

Firm Registration No. 119827W

CA. Sanjay Agrawal

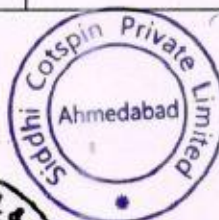
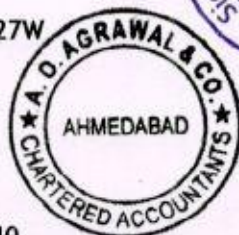
Partner

Membership No. 106246

UDIN: 21106246AAAAFY6140

Place: Ahmedabad

Date: 20th September, 2021



The above Balance Sheet alongwith notes thereon are hereby authenticated by us.

FOR SIDDHI COTSPIN PRIVATE LIMITED

Navin Saraogi

Director

DIN No: 00623331

Place: Ahmedabad

Date: 20th September, 2021

Sanjay Bindal

Director

DIN No: 00155204

SIDDHI COTSPIN PRIVATE LIMITED

Statement of Profit & Loss Account for the year ending on 31st March, 2021

PARTICULARS	NOTE	As at 31st March, 2021	As at 31st March, 2020
Revenue From Operations	17	1,37,44,99,741	1,77,67,10,220
Other Income	18	59,43,414	65,96,959
TOTAL		1,38,04,43,154	1,78,33,07,179
<u>EXPENDITURE</u>			
Cost of Raw Material Consumed	19	93,05,56,535	1,36,94,58,502
Purchase of Stock in Trade		-	-
Change in Quantity of Finished Goods, Stock in Process and Stock in Trade	20	2,17,50,083	(1,96,89,718)
Employee Benefits Expense	21	5,29,57,115	5,54,87,678
Financial Charges	22	8,68,56,944	7,68,38,018
Depreciation and Amortisation Expenses	23	12,70,25,316	12,66,80,959
Other Expenses	24	12,71,53,533	13,64,91,970
TOTAL		1,34,62,99,526	1,74,52,67,409
Profit Before Tax		3,41,43,628	3,80,39,770
Less:- Provision for Tax for Current Year		(57,00,451)	(63,50,795)
Less:- Deferred Tax Liability		(96,49,472)	(1,05,95,476)
- Short / (Excess) Provision of Earlier Years		-	7,170
Add: MAT credit Entitlement		57,00,451	63,50,795
Net profit for the year		2,44,94,155	2,74,51,464
Less: Preference Dividend		(270)	(270)
Less: DDT		-	(56)
Profit After Tax		2,44,93,885	2,74,51,138
Basic Earning Per Share	26.2	5.96	6.68
Significant Accounting Policies	25		
Notes forming part of accounts	26		

As per our report of even date attached
FOR AND ON BEHALF OF
A. O. AGRAWAL & CO.
 Chartered Accountants
 Firm Registration No. 119827W

The above Profit and Loss Account along with
 notes thereon are hereby authenticated by us.

FOR SIDDHI COTSPIN PRIVATE LIMITED

Sanjay Agrawal
CA. Sanjay Agrawal
 Partner
 Membership No. 106246
 UDIN: 21106246AAAAFY6140
 Place: Ahmedabad
 Date: 20th September, 2021



Navin Saraogi
Navin Saraogi
 Director
 DIN No: 00623331

Sanjay Bindal
Sanjay Bindal
 Director
 DIN No: 00155204



Place: Ahmedabad
 Date: 20th September, 2021

SIDDHI COTSPIN PRIVATE LIMITED
Cash Flow Statement for the year ended on March 31, 2021

Sr No.	Particulars	For the year ended on March 31, 2021	For the year ended on March 31, 2020
A	Cash flow from Operating Activities		
	Profit / (Loss) After tax	2,44,93,885	2,74,51,138
	Adjustments for :		
	Provision for Gratuity	3,90,984	9,03,297
	Depreciation & Amortisation	12,70,25,316	12,66,12,619
	Interest Income	(59,43,414)	(65,96,959)
	Preliminary Exp written off	-	68,340
	Deferred tax Liability	96,49,472	1,05,95,476
	Mat Credit	57,00,451	63,50,795
	Finance Charges Paid	8,68,56,944	7,76,00,212
	Operating Profit before Working Capital Changes	24,81,73,640	24,29,84,918
	Adjustment for:		
	(Increase)/ Decrease in Inventories	(1,91,39,731)	11,51,00,036
	(Increase)/ Decrease in Trade Receivables	7,84,89,023	(6,26,93,355)
	(Increase)/ Decrease in Short Term Loans & Advances	(5,18,28,740)	2,12,45,631
	(Increase)/ Decrease in Other Current Assets	(4,91,20,333)	2,14,77,156
	Increase/ (Decrease) in Trade Payables	(11,97,62,404)	(10,05,86,323)
	Increase/ (Decrease) in Short term Borrowings	2,01,03,199	(1,41,79,257)
	Increase/ (Decrease) in Short Term Provisions	68,62,609	(5,97,168)
	Increase/ (Decrease) in Other Current Liabilities	3,75,32,727	(4,14,37,691)
	Cash generated from Operations	(9,97,71,238)	(6,16,70,969)
	Direct Taxes paid/ Refund of Income Tax (Advance Tax & TDS)	(57,00,451)	(63,50,795)
	Net Cash from Operating Activities - A	14,27,01,950	17,49,63,154
B	Cash Flow from Investing Activities		
	Purchase of Fixed Assets (Excluding Capitalized work in progress)	(2,28,39,902)	(20,25,679)
	Capitalized work in progress	-	-
	Interest Received	59,43,414	65,96,959
	Preliminary Exp	-	(68,340)
	Net Cash from Investing Activities - B	(1,68,96,489)	45,02,940
C	Cash Flow from Financing Activities		
	Issue of Share Capital	-	-
	Issue of Preference Share Capital	4,61,500	-
	Security Premium	61,37,950	-
	Decrease in Long term borrowing	(3,07,10,031)	(9,54,97,985)
	Finance Cost	(8,68,56,944)	(7,76,00,212)
	Net Cash from Financing Activities - C	(11,09,67,525)	(17,30,98,197)
	Net Increase in Cash & Cash Equivalent (A + B + C)	1,48,37,936	63,67,895
	Cash & Cash Equivalents at the beginning of the year	69,51,591	5,83,696
	Cash & Cash Equivalents at the end of the year	2,17,89,527	69,51,591
	Closing Cash and Cash Equivalents comprise:	2,17,89,528	69,51,591
	Cash in hand	92,016	89,718
	Balances with Scheduled Banks	2,16,97,512	68,61,873

Note-1 The above Cash Flow Statement has been prepared under the 'Indirect Method' set out in Accounting Standard - 3 on 'Cash Flow Statements' specified under Section 133 of the Companies Act, 2013.

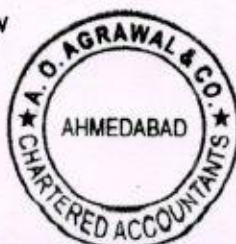
Note-2 Figures in bracket are in respect of cash outflows.

Note-3 Previous year figures have been regrouped and reclassified wherever considered necessary to conform to the CY figures

As per our report attached,

A. O. AGRAWAL & CO.
Chartered Accountants
Firm Registration No. 119827W

CA. Sanjay Agrawal
Partner
Membership No. 106246
UDIN: 21106246AAAAFY6140
Place: Ahmedabad
Date: 20th September, 2021



The above Cash Flow alongwith notes thereon has been authenticated by us
FOR SIDDHI COTSPIN PRIVATE LIMITED

Navin Saraogi
Director
DIN No: 00623331

Place: Ahmedabad
Date: 20th September, 2021

Sanjay Bindal
Director
DIN No: 00155204

NOTES FORMING PARTS OF ACCOUNTS FOR THE YEAR ENDED 31st March, 2021

PARTICULAR	As At 31 March, 2021	As At 31 March, 2020
NOTE "1" SHARE CAPITAL		
<u>Authorised Share Capital</u>		
Equity Share Capital		
45,65,000 Equity shares of Rs.10/- each	4,56,50,000	4,62,50,000
In Previous F.Y '46,25,000 Equity shares of Rs.10/- each		
Preference Share Capital	33,50,000	27,50,000
(Redeemable for 15 Years)		
3,35,000 Preference shares of Rs. 10/- each		
In Previous F.Y 2,75,000 Preference shares of Rs. 10/- each		
	4,90,00,000	4,90,00,000
<u>Issued,Subscribed & Paid Equity Share Capital</u>		
Equity Share Capital		
41,07,143 Equity shares of Rs.10/- each	4,10,71,430	4,10,71,430
fully paid-up		
Preference Share Capital	31,61,510	27,00,010
3,16,151 0.01% Preference Shares of Rs.10/- each fully paid-up		
TOTAL	4,42,32,940	4,37,71,440

The reconciliation of the number of shares outstanding is set out below:

Particulars	As At 31 March, 2021	As At 31 March, 2020
Equity Shares at the beginning of the year	41,07,143	41,07,143
Add: - Shares Issued during the year	-	-
Less: - Shares bought back during the year	-	-
Shares outstanding at the end of the year	41,07,143	41,07,143

The details of equity shareholders holding more than 5 % of issued equity share capital:

Name of shareholders	As At 31 March, 2021		As At 31 March, 2020	
	No. of shares	% held	No. of shares	% held
Navin Saraogi	19,89,286	48.43%	19,89,286	48.43%
Sanjay Bindal	15,08,012	36.72%	15,08,012	36.72%
Dashrath Patel	3,19,300	7.77%	3,19,300	7.77%

As per records of the company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

The reconciliation of the number of shares outstanding is set out below:

Particulars	As At 31 March, 2021	As At 31 March, 2020
Preference Shares at beginning of the year	2,70,001	2,70,001
Add: - Shares Issued during the year	46,150	-
Less: - Shares bought back during the year	-	-
Shares outstanding at end of the year	3,16,151	2,70,001

The details of preference shareholders holding more than 5 % of issued equity share capital:

Name of shareholders	As At 31 March, 2021		As At 31 March, 2020	
	No. of	% held	No. of	% held
Yogesh Manahartal Raval	36,429	11.52%	36,429	13.49%
Shallesh Babulal Patel	2,79,722	88.48%	2,33,572	86.51%

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Sanjay Bindal



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PARTICULAR	As At 31 March, 2021		As At 31 March, 2020	
NOTE "2" RESERVE & SURPLUS				
Security Premium				
Opening Balance	26,87,28,720		26,87,28,720	
Add: - Addition during the year	61,37,950		-	
Less: - Utilised During the year	-		-	
Closing Balance		27,48,66,670		26,87,28,720
Profit & Loss Account				
Opening Balance	6,74,21,680		3,99,70,542	
Add: - Addition during the year	2,44,93,885		2,74,51,138	
Less: - Utilised During the year	-		-	
Closing Balance		9,19,15,565		6,74,21,680
TOTAL		36,67,82,235		33,61,50,400
NOTE "3" LONG-TERM BORROWINGS				
Secured Loan				
ICICI Bank	-		-	1,92,634
United Bank of India	-		-	11,38,752
Term Loan from Banks:-				
Consortium Finance (Lead Bank - Canara Bank)				-
Punjab National Bank TL- 1	17,70,75,036		-	-
Punjab National Bank TL- 2	21,61,00,000		23,69,56,975	
Canara Bank	32,85,12,484		33,85,00,000	
Karnataka Bank	-		19,48,38,410	
GECL				
State Bank of India	3,96,08,300		-	-
Punjab National Bank	3,43,841		-	-
	76,16,39,661		77,16,26,771	
Less: Transfer to Other Current Liability	12,11,12,179		9,19,00,000	
TOTAL	64,05,27,482		67,97,26,771	
Unsecured Loans				
Loan From Directors, Associates & Relatives	18,28,77,204		19,83,77,204	
Loan From Share Holder	-		65,78,000	
Inter Corporate Loan	6,50,33,352		3,32,90,122	
Corporate Loan from Other	1,08,54,107		1,20,30,079	
TOTAL	89,92,92,145		93,00,02,176	



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Note 3.1:

Term Loan from Canara Bank, Punjab National Bank TL 1 (Term loan of Karnataka Bank take over by Punjab National Bank in 2020-21) & Punjab National Bank TL 2 (Term loan of United Bank Of India merged into Punjab National Bank in 2020-21) is under Consortium and same is secured by equitable mortgage / hypothecation on all immovable and movable properties of the company, both present and future including Land under leased hold right of 99 years in favour of the company and personal guarantee of promoter directors.

Term Loan From Punjab National Bank (Earlier United Bank Of India)	The total of 8 Equal Quarterly installments of Rs 696 Lacs from June 2021 to March 2023, total of 4 Equal Quarterly installments of Rs 377 Lacs from June 2023 to March 2024, total of 4 Equal Quarterly installments of Rs 406 Lacs from June 2024 to March 2025, total of 3 Equal Quarterly installments of Rs 326 lacs from June 2025 to December 2025, total of 1 Quarterly installment of Rs 107 lacs on March 2026 and total of 2 Equal Quarterly installments of Rs 174 lacs from June 2026 to September 2026.
Term Loan From Punjab National Bank (Earlier Karnataka Bank Limited)	The total of 2 Equal Quarterly installments of Rs 144 Lacs from June 2021 to September 2021, total of 4 Equal Quarterly installments of Rs 264 Lacs from December 2021 to September 2022, total of 4 Equal Quarterly installments of Rs 300 Lacs from December 2022 to September 2023, total of 4 Equal Quarterly installments of Rs 320 lacs from December 2023 to September 2024, total of 4 Equal Quarterly installments of Rs 336 lacs from December 2024 to September 2025, total of 2 Equal Quarterly installments of Rs 182 lacs from June 2025 to September 2025, and total of 2 Equal Quarterly installments of Rs 158 lacs from December 2025 to March 2026.
Term Loan From Canara Bank	The total of 3 Start Quarterly installments of Rs 435 Lacs from September 2018 to March 2019, total of 6 Equal Quarterly installments of Rs 870 Lacs from April 2019 to September 2020, total of 4 Equal Quarterly installments for 2 year of respectively Rs 580 Lacs & 580 Lacs from October 2020 to September 2022, total of 2 Equal quarterly installments for every half year respectively of Rs 290 Lacs, 290 Lacs, 290 Lacs, 290 Lacs, 290 Lacs, 292.5 Lacs from October 2022 to September 2025 & the total of Last 2 Quarterly Installments of Rs 192.5 Lacs from Oct 2025 to March 2026.

PARTICULAR	As At 31 March, 2021	As At 31 March, 2020
NOTE "4" DEFERRED TAX LIABILITIES		
Deferred Tax Liability	3,55,97,087	2,59,47,615
TOTAL	3,55,97,087	2,59,47,615
NOTE "5" LONG TERM PROVISIONS		
Provision for Gratuity	12,81,672	8,99,038
TOTAL	12,81,672	8,99,038



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N.S. [Signature]

PARTICULAR	As At 31 March, 2021	As At 31 March, 2020
NOTE "6" SHORT-TERM BORROWINGS		
Working Capital Loan		
SBI Cash Credit	21,57,61,958	18,83,77,876
Canara Bank Cash Credit	3,03,28,732	2,92,91,330
Punjab National Bank Cash Credit	6,89,71,368	-
Karnataka Bank Cash Credit	-	6,78,56,898
UBI CC WHR	-	94,32,755
TOTAL	31,50,62,058	29,49,58,859
NOTE "7" TRADE PAYABLE		
Creditor for trade payable	38,79,431	12,36,41,835
TOTAL	38,79,431	12,36,41,835
NOTE "8" OTHER CURRENT LIABILITIES		
Current Maturities of Long Term Loan (Installments payable within 12 months)	12,11,12,179	9,19,00,000
Creditors for Expenses	1,39,03,186	1,99,70,694
Creditors for capital assets	1,37,21,004	26,786
Advance from Trade Receivable	4,08,104	1,17,567
Statutory Dues Payable	10,60,444	6,57,143
TOTAL	15,02,04,917	11,26,72,190
NOTE "9" SHORT TERM PROVISION		
Provision for Income Tax	57,00,451	63,50,795
Provision for Expenses	1,48,70,857	73,57,904
Provision for Gratuity	12,609	4,259
TOTAL	2,05,83,917	1,37,12,958
NOTE "11" OTHER NON CURRENT ASSETS		
Trade Receivables (Exceeding 12 Months)		
Unsecured, considered good	1,09,588	-
Deposits with Bank (Refer Note 12.1 Below)	59,49,000	31,51,000
TOTAL	60,58,588	31,51,000
Note:- "11.1"		
FD Marked Lien against Margin Money for EPCG	59,49,000	31,51,000
TOTAL	59,49,000	31,51,000



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Jasbir Bhatt

N. S.
Nand Lal

SIDDHI COTSPIN PRIVATE LIMITED
Property & Plant and Equipment As At 31st March 2021

Note - "10"

Sr No	Particulars	Gross Block				Depreciation				Net Block	
		As At	Addition	As At	As At	For the	As At	As At	As At	As At	
		01-Apr-20	31-Mar-21	01-Apr-20	31-Mar-21	Year	31-Mar-21	31-Mar-21	31-Mar-20		
	TANGIBLE ASSETS										
	Own Assets										
1	Computer	9,68,005	84,958	6,68,771	10,52,963	2,33,550	9,02,321	1,50,641	2,99,234		
2	Office Equipments	2,11,639	17,187	83,436	2,28,826	42,063	1,25,499	1,03,327	1,28,203		
3	Furniture and Fixtures	47,57,792	50,300	10,07,707	48,08,092	4,55,013	14,62,720	33,45,372	37,50,085		
4	Factory Building	35,58,72,644	6,54,900	2,90,03,563	35,65,27,544	1,12,69,357	4,02,72,920	31,62,54,623	32,68,69,081		
5	Plant and Machinery	95,86,53,046	2,20,32,558	26,13,80,410	98,06,85,604	11,40,51,683	37,54,32,092	60,52,53,511	69,72,72,636		
6	Vehicle	28,85,423	-	10,07,295	28,85,423	3,42,644	13,49,939	15,35,484	18,78,128		
	Total - A	1,32,33,48,549	2,28,39,902	29,31,51,182	1,34,61,88,451	12,63,94,310	41,95,45,491	92,66,42,959	1,03,01,97,367		
	Leased Assets										
1	Land	6,24,69,636	-	16,53,787	6,24,69,636	6,31,006	22,84,793	6,01,84,843	6,08,15,849		
	Total - B	6,24,69,636	-	16,53,787	6,24,69,636	6,31,006	22,84,793	6,01,84,843	6,08,15,849		
	Total - (A+B)	1,38,58,18,185	2,28,39,902	29,48,04,969	1,40,86,58,087	12,70,25,316	42,18,30,285	98,68,27,802	1,09,10,13,216		
	Previous Year	1,38,37,92,506	20,25,679	16,81,92,349	1,38,58,18,185	12,66,12,619	29,48,04,968	1,09,10,13,217	1,21,56,00,157		



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PARTICULAR	As At 31 March, 2021	As At 31 March, 2020
NOTE "12" INVENTORY		
Raw Material	12,32,33,304	8,23,40,145
Work in Process	1,98,51,950	1,79,38,923
Finished Goods	3,71,31,455	6,07,94,565
Packing Material & Stores & Spares material	71,87,945	71,91,290
TOTAL	18,74,04,654	16,82,64,923
NOTE "13" TRADE RECEIVABLE (Unsecured considered goods)		
Outstanding for a period exceeding six months	88,36,082	32,00,953
Other Trade receivables	30,28,12,755	38,69,36,907
TOTAL	31,16,48,837	39,01,37,860
NOTE "14" CASH AND BANK BALANCE		
Cash on hand	92,016	89,718
Balance with Schedule Bank:		
- In Current Account	2,16,81,420	68,45,101
- In Deposit Account	16,092	16,771
TOTAL	2,17,89,528	69,51,590
NOTE "15" SHORT TERM LOANS & ADVANCES		
MAT Credit Entitlement	2,34,68,434	1,77,67,983
Advances to Suppliers	6,75,39,682	1,03,70,824
Balance With Government Authorities	4,63,56,778	5,74,98,140
Loan to Employees	1,10,794	10,000
TOTAL	13,74,75,688	8,56,46,947
NOTE "16" OTHER CURRENT ASSETS		
Prepaid Expenses	11,01,592	11,56,716
EPCG Receivable	2,89,250	2,89,250
Interest Subsidy Receivable	5,06,92,798	1,76,80,287
Electricity Subsidy	1,16,44,305	31,32,011
GST Subsidy Receivable	2,08,28,694	1,51,82,344
Deposit with Bank (Refer Note 17.1 Below)	9,46,50,653	9,37,57,172
Interest on Fixed Deposit Receivable	65,03,514	53,92,693
TOTAL	18,57,10,806	13,65,90,473
Note:- "16.1"		
FD under Lien Mark against Security/ Bank Guarantee	9,46,50,653	9,37,57,172
TOTAL	9,46,50,653	9,37,57,172



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PARTICULAR	As At 31 March, 2021	As At 31 March, 2020
NOTE "17" REVENUE FROM OPERATIONS		
Sales	1,14,46,63,515	1,67,50,21,565
Export Sales	22,98,36,226	10,16,88,654
TOTAL	1,37,44,99,741	1,77,67,10,220
NOTE "18" Other Income		
Interest Income	58,38,386	63,92,487
Interest from Trade Receivables	-	59,631
Duty Drawback on Export	1,05,028	72,907
Interest on IT Refund	-	14,796
Foreign Exchange Fluctuation	-	20,051
Claim (Damage Goods & Shortage)	-	37,086
TOTAL	59,43,414	65,96,959
NOTE "19" COST OF RAW MATERIAL CONSUMED		
Raw Material goods		
Opening stock	8,23,40,145	22,02,89,540
ADD: Purchase	94,61,64,427	1,19,48,40,353
LESS: Closing Stock	12,32,33,304	8,23,40,145
	90,52,71,268	1,33,27,89,748
Packing & Store Material		
Opening stock	71,91,290	40,31,649
ADD: Purchase & Labour Charge	2,52,81,922	3,98,28,395
LESS: Closing Stock	71,87,945	71,91,290
	2,52,85,267	3,66,68,754
TOTAL	93,05,56,535	1,36,94,58,502
NOTE "20" CHANGE IN QUANTY OF FINISHED GOODS, STOCK IN PROCESS & STOCK IN TRADE		
Work in process	19,13,027	(92,10,507)
Finished Goods	(2,36,63,110)	2,89,00,225
TOTAL	(2,17,50,083)	1,96,89,718
NOTE "21" EMPLOYEE BENEFIT EXPENSE		
Salaries	5,25,66,131	5,45,84,381
Defined Benefit Liability- Gratuity	3,90,984	9,03,297
TOTAL	5,29,57,115	5,54,87,678



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PARTICULAR	As At 31 March, 2021	As At 31 March, 2020
NOTE "22" FINANCIAL CHARGES		
Bank Charges and Commission	1,17,33,453	38,53,349
Interest on Term Loan	4,07,03,077	4,02,40,019
Interest on Cash Credit	2,81,30,139	3,04,76,996
Interest-Others	50,42,566	9,01,881
Interest on secured loan	83,106	1,39,322
Interest on unsecured loan	11,64,603	12,26,451
TOTAL	8,68,56,944	7,68,38,018
NOTE "23" DEPRECIATION & AMORTISATION		
Preliminary Expenses W/o	-	68,340
Depreciation	12,63,94,310	12,59,72,430
Amortisation of Lease Hold Land	6,31,006	6,40,189
TOTAL	12,70,25,316	12,66,80,959
NOTE "24" OTHER EXPENSES		
Manufacturing Expenses		
Power and Fuel	9,07,77,747	10,62,15,182
Oil & Lubricants	10,73,823	10,87,764
Repairs & Maintenance	32,13,405	32,25,950
Testing & Inspection	37,231	16,527
Administrative Expenses		
Auditor Remuneration	90,000	90,000
Rent, Rates & Taxes	5,65,528	7,48,238
Interest on TDS	16,700	534
Interest on Income Tax	5,16,544	7,62,194
Insurance	43,44,581	23,23,744
Stationary & Printing	1,12,114	1,38,329
Late Fees	500	-
Legal & Professional Charges	67,73,839	12,27,985
Telephone & Communication	5,12,221	2,19,044
General Office Expense	10,27,599	11,13,965
Security Service Charges	18,53,569	16,64,940
House Keeping	16,36,989	19,73,866
Conveyance & Travelling	2,96,389	1,14,612
Donation	-	1,00,000
Transportation Expenses for Staff	15,69,654	10,09,938
Selling and Distribution Expenses		
Rebate & Discount	7,71,804	10,49,886
Commission	44,66,888	54,93,015
Hotel & Business Promotion	5,48,295	3,60,827
Shipping & Forwarding	2,68,338	-
Transportation Expenses	65,37,272	75,55,431
Foreign Currency Fluctuation Expense	1,42,502	-
TOTAL	12,71,53,533	13,64,91,970



Abhinav Agrawal

S. J. B. B.

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Notes Forming part of the financial statements:

Significant accounting policies and notes forming part of the financial statements for the year ended 31st March, 2021.

CORPORATE INFORMATION

Siddhi Cotspin Private Limited (referred to as "Company") was incorporated on 23rd November, 2015. The Company is engaged in manufacturing and trading of Fabrics.

Note 25 Significant Accounting Policies

1. Basis of Preparation of Financial Statements

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India on accrual basis under the historical cost convention.

These financial statements have been prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

All the assets and liabilities are classified as current and non-current as per company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalent, 12 months has been considered by the company for the purpose of current-noncurrent classification of assets and liabilities.

The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except those with significant uncertainties.

Previous year figure have been regrouped/rearranged to confirm to the current year classification.

The Financial Statements are presented in Indian rupees rounded off to the nearest rupees.



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2. Significant Accounting Policies

a) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. The management believes that the estimates used in the preparation of financial statement are prudent and reasonable. Actual results could differ from these estimates.

Estimates and underlying assumptions are reviewed on a going concern basis. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

b) Tangible Assets

Fixed Assets are stated at cost of acquisition as reduced accumulated depreciation. Cost includes purchase price and all other attributable cost of bringing the asset to working condition for intended use. The expenses for asset which are not ready for commercial production has been recognized as Capital Work-in Progress.

c) Intangible Assets

Intangible assets are amortized as per Straight Line Method over their useful life in accordance with the Accounting Standards as applicable.

d) Depreciation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation / amortization on fixed assets is charged based on "Straight Line Method (SLM)" on an estimated useful life as prescribed in Schedule II to the Companies Act, 2013 except where the life of the assets has been assessed as under based on technical advice, considering the nature of the asset, estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc. Further, during the year concerned, the company has claimed depreciation under double shift as allowed by Schedule II of Companies Act, 2013.

Depreciation has been charged on the basis of double shift working i.e. @ 150% of the original amount since the company is working on double shift basis as per the explanation and information given by the management and documents produced before us in this respect. Lease Hold Land has been amortized over the period of 99 years from the date of Lease Deed.



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e) **Investments**

Non-Current Investment are stated at cost unless there is a diminution in the value of investment other than temporary.

f) **Inventories**

Inventories are valued at lower of cost or net realizable value. Cost is computed on the basis of cost of purchase on "FIFO" basis. For the purpose of valuation of Manufacturing Work in Progress, value is determined on a specific identification basis which includes material cost, freight and other incidental expenses incurred in bringing the inventory to the present location / condition.

g) **Contingent Liabilities**

As per the information available and explanations made by the management, the details of contingent liability is as under:

Particulars	As at 31.03.2021
Bank Guarantee given to Government under EPCG scheme	1,91,35,080
Bank Guarantee given to UGVCL	1,80,50,845
Export Obligation	44,48,20,034
Total Contingent Liability as on 31.03.2021	48,20,05,959

h) **Government Grants**

Government grants are recognized when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants will be received. Revenue grants are recognized in the statement of profit and loss as a deduction from the expenses related to it. During the said financial year, the SGST subsidy has been reduced from the Purchases of Raw Materials. Further during the said year, the Power subsidy has been deducted from Electricity Expenses reported under the head Direct Expense. With respect to Interest Subsidy, it has been accounted as a reduction from Interest on Term Loan under the head Finance cost.

Particulars	2020-21	2019-20
SGST Subsidy	2,59,68,926/-	1,38,78,263/-
Power Subsidy	1,40,44,605/-	1,75,86,987/-
Interest Subsidy	4,60,57,111/-	5,49,96,207/-
Total	8,60,70,642 /-	8,64,61,457/-

i) **Revenue Recognition**

The revenue is accounted for to the extent that the economic benefits will flow to the company and revenue can reliably measure. Therefore, all revenues from manufacturing and trading of Textiles products are recognized on the basis of the invoices raised. Interest income from fixed deposits are accounted on accrual basis. Other Incomes is recognized on accrual basis.



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j) **Expenditure**

Expenditure is accounted on accrual basis and provisions are made for all known liabilities except otherwise stated.

k) **Foreign Currency Transactions**

Particulars	Amount in Rs	
	As at 31.03.2021	As at 31.03.2020
CIF Value of Imports		
Machinery	22,68,755/-	-
Stores & Parts of Machinery	86,961/-	5,94,766/-
FOB Value of Exports		
Export of Yarn	60,11,863/-	-

The Net Foreign Currency Fluctuation Expense debited to the Statement of Profit & Loss during the current year is Rs 1,42,502/-

l) **Current Income Tax / Minimum Alternate Tax:**

Tax expense comprises of current and deferred taxes. Provision for current Income tax / MAT is made on the basis of the estimated taxable profits / book profits computed for the current accounting period in accordance with the Income Tax Act, 1961. Deferred tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

m) **Employee Benefits:**

Employee benefits are all forms of consideration given by an enterprise in exchange for service rendered by employees.

Post-employment benefits are employee benefits (other than termination benefits) which are payable after the completion of employment. It includes employment benefits such as gratuity.

Short-term employee benefits include items such as wages, salaries and bonuses payable within twelve months after the end of the period in which the employees render the related service; and non-monetary benefits (such as medical care, housing, cars and free or subsidized goods or services) for current employees.

The Company has accounted the Obligation under defined benefit plan - Provision for Gratuity of Rs. 3,90,984/- (i.e Post Employment benefit obligation) which is derived on the basis of actuarial valuation in accordance with Accounting Standard 15.



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The calculation of Defined Benefit liability is as under:

Particulars	Amount
(A) Present value of the defined benefit obligation at the balance sheet date	12,94,281
(B) Past Service Cost not yet recognized	-
(C) FV of planned assets, (if any) out of which obligation are to be settled directly	-
Amount recognized as Defined Benefit Liability(A-B-C)	12,94,281

The Company has duly accounted the Short-term employee benefits at the actual cost incurred during the financial year 2020-21 as per AS-15.

Note 26 Other notes to financial statement

Note 26.1 Details of Payment to Auditors

Particulars	Amount in Rs.	
	As at 31 March 2021	As at 31 March 2020
Amount paid / payable to Auditors:		
As Auditor		
Statutory Audit Fees & Tax Audit Fees	90,000	90,000
Total	90,000	90,000

Note 26.2 Earning Per Shares (EPS)

Particulars	As at 31 March 2021	As at 31 March 2020
Profit/(Loss) after Tax attributable to Equity Shareholders	2,44,93,885	2,74,51,138
Weighted Average number of Equity Share Outstanding	41,07,143	41,07,143
EPS-Basic & Diluted	5.96	6.68



Sanjiv Bhandari

W. [Signature]

Note 26.3 Deferred Tax (Asset) / Liabilities

Particulars	As at 31 March 2021	As at 31 March 2020
Opening Balance	(2,59,47,616)	(1,53,52,139)
Add/(Less):		
WDV as per Income Tax Act (a)	64,26,20,768	71,88,49,018
WDV as per Books of Accounts (b)	92,66,42,959	1,03,01,97,368
Difference (a-b)	28,40,22,191	31,13,48,350
Deferred Tax Liability (A)	(7,38,45,770)	(8,09,50,571)
Business Loss	-	-
Unabsorbed Depreciation	14,71,10,315	21,15,49,828
Deferred Tax Asset on Unabsorbed Depreciation and on Business Loss (B)	3,82,48,682	5,50,02,955
Deferred Tax Liability (Net of DTA) during the year (A-B)	(96,49,472)	(1,05,95,476)
Closing Net Deferred Tax Liability	(3,55,97,088)	(2,59,47,616)

Note 26.4 Disclosures of Related Parties / Related Party Transactions

Name of the Related Parties with whom transactions were carried out during the year and description of relationship:

Nature of Relationship	Name of Related Party	Nature of Relationship
Key Management Personnel & their relatives	1. Sanjay Bindal 2. Navin Saraogi 3. Pushpa Bindal 4. Rajesh Bindal	Director Director Director's Relative Director's Relative
Enterprises owned / significantly influenced by Key Management Personnel / their relatives/ Associate Companies	1. Basant TexFeb Private Limited 2. Siddhi Weaves Pvt Ltd 3. Krishna Fabrics 4. Shivtex Spinning Pvt Ltd 5. Bindal Worldwide Private Limited	



Navin Saraogi
2

S. J. Bindal

Disclosure of Related Party Transactions:

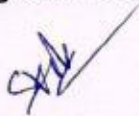
Nature of Transaction	As at 31 st March 2021		As at 31 st March 2020	
	Enterprises owned by Key Management Personnel & their relatives	Key Management Personnel & relatives	Enterprises owned by Key Management Personnel & their relatives	Key Management Personnel & relatives
Purchase of Goods / Services	-	99,689	24,240	18,65,705
Loans Taken During the Year	-	-	51,50,000	1,25,00,000
Loan Repaid During the Year	25,00,000	1,55,00,000	45,00,000	3,20,57,522
Loan Outstanding	3,07,90,122	18,28,77,204	3,32,90,122	19,83,77,204
Salary Paid	-	15,75,000	-	15,00,000
Rent Paid	-	4,80,000	-	4,80,000
Sales of Goods / Service	75,76,895	-	-	-

Note 26.5

- Confirmation letter/ contra accounts of debit and credit balances are not received by the Company. Balance due to or due by various parties / GST etc. are therefore, subject to adjustment, if any, on receipt of confirmation letters / contra accounts.
- In the opinion of Board of Directors, the Current Assets, loans and advances are approximately of the value stated if realized in the ordinary course of business. The provisions for all known liabilities are adequate.
- As explained to us, there are no dues outstanding to Micro, Small and Medium Enterprises outstanding for more than 30 days.

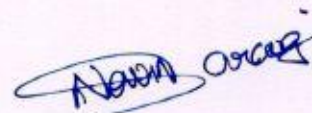
Signatures to Notes 1 to 26

For, A. O. AGRAWAL & CO.
Chartered Accountants
Firm Reg. No.119827W

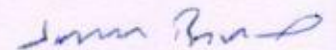



CA. SANJAY AGRAWAL
Partner
Membership No. 106246
UDIN: 21106246AAAFY6140
Place: Ahmedabad
Date: 20th September, 2021

For, SIDDHI COTSPIN PVT. LTD.



NAVIN SARAOGI
Director
DIN: 00623331



SANJAY BINDAL
Director
DIN: 00155204

