

The Financial details of Natroyal Industries Private Limited (“NIPL”) for previous 3 years as per the audited statement of accounts:

Name of the Company: Natroyal Industries Private Limited (“NIPL”)

(Rs. in Lakhs unless otherwise stated)

Particulars	As per latest financials as on 31 st Dec, 2024	As per the Audited Financials for the Financial Year ended:		
		2023-24	2022-23	2021-2022
Equity Paid up Capital	722.17	722.17	640.57	640.57
Reserves and surplus	2191.61	1,983.16	1,312.14	1,186.89
Carry forward losses	-	-	-	-
Net Worth	2,913.78	2,705.33	1,952.71	1,827.46
Miscellaneous Expenditure		-	-	-
Secured Loans	1476.75	2,200.89	2,232.50	4,445.64
Unsecured Loans	1061.56	986.56	1,770.55	1,367.27
Fixed Assets	2579.85	2,730.69	2,875.69	3,082.61
Income from Operations	8283.39	11,331.06	11,724.48	15,342.88
Total Income	8442.94	11,484.00	12,018.34	15,690.29
Total Expenditure	8234.22	11,241.52	11,893.44	15,748.02
Profit before Tax	208.72	242.48	124.90	(57.72)
Profit after Tax	208.46	242.62	125.26	(64.08)
Cash Profit	427.12	536.67	417.16	213.78
EPS	28.86	37.90	19.55	(10.00)
Book Value (in Rs.) (Net worth/ No of shares)	403.48	374.57	304.84	285.29

For Natroyal Industries Private Limited.


Suvrat Shah
Director
02833798



Place:-Mumbai,
Date: 27th March, 2025



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

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Independent Auditors' Report

To,
Board of Directors,
M/s.Natroyal Industries Private Limited

Report on the Audit of Special Purpose Financial Statements

Opinion

We have audited the accompanying Special Purpose Financial Statements of **M/s.Natroyal Industries Private Limited ("Company")**, which comprise the balance sheet as at December 31, 2024, and the statement of Profit and Loss and statement of Cash Flows for the period from April 01, 2024 to December 31, 2024 and a summary of significant accounting policies ("**Special Purpose Financial Statements**").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Special Purpose Financial Statements 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 December 31, 2024, its profit and loss and cash flows for the period April 01, 2024 to December 31, 2024.

Management's responsibility for the financial statements

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("**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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's responsibility

Our objectives are to obtain reasonable assurance about whether the Special Purpose Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 Standards on Auditing ("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 scepticism throughout the audit. We also:

- a) Identify and assess the risks of material misstatement of the Special Purpose 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 controls.
- b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- d) Conclude on the appropriateness of the 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 auditors' report to the related disclosures in the Special Purpose 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern; and
- e) Evaluate the overall presentation, structure and content of the Special Purpose Financial Statements, including the disclosures, and whether the Special Purpose Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

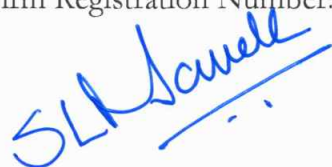
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Restriction on distribution and use

This audit report on Special Purpose Financial Statements is intended for limited purpose specifically in relation to matters concerning the proposed Scheme of Arrangement between the Company and **M/s.Royal Cushion Vinyl Products Limited("RCVPL")**, a group company / a company forming part of promoter and promoter group of the Company in terms of provisions of section 230 to 232 of the Companies Act, 2013, and other applicable laws ("Purpose"). Accordingly, this report should not be used, referred to or distributed for any other purpose or to any other party for any matter not relating to or concerning the Purpose, without our prior written consent. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the management of the Company, for this report, or for the opinions we have formed.

For **MANEK AND ASSOCIATES,**
CHARTERED ACCOUNTANTS

Firm Registration Number: **0126679W**



SHAILESH MANEK

Partner

Membership Number: **034925**

UDIN:**25034925BMOEIS8888**



Mumbai

Date: March 20, 2025

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Natroyal Industries Private Limited

ANNUAL REPORT

**For the Period
01-04-2024 till 31-12-2024**

NATROYAL INDUSTRIES PRIVATE LIMITED
BALANCE SHEET AS AT 31st December, 2024

	NOTE		as at 31-12-2024	(Rs. In Lacs) as at 31-03-2024
EQUITY AND LIABILITIES				
SHAREHOLDERS' FUND				
Share Capital	3	722.17		722.17
Reserves and Surplus	4	2,191.61	2,913.78	1,983.16
				2,705.33
NON CURRENT LIABILITIES				
Long - Term Borrowings	5	324.43		330.97
Long Term Provision	6	356.62		320.18
			681.05	651.15
CURRENT LIABILITIES				
Short - Term Borrowings	7	2,213.88		2,856.48
Trade Payable :	8			
To - Micro and Small Enterprises		214.48		246.16
To - Others than Micro and Small Enterprises		2,333.56		2,006.73
Other Current Liabilities	9	227.24		157.67
Short - Term Provisions	10	61.16		95.73
			5,050.32	5,362.78
			8,645.16	8,719.26
ASSETS				
NON CURRENT ASSETS				
PROPERTY, PLANT & EQUIPMENT				
Tangible Assets	11	2,579.85		2,730.69
Intangible Assets		10.12		12.00
Capital Work In Progress		-		50.10
			2,589.98	2,792.79
Non Current Investment	12		2.64	2.64
Deferred tax Assets	13		-	-
Long Term Loans and Advances	14		7.46	13.67
Other Non current Assets	15		122.50	98.61
Short-term Loans and Advances				
Inventories	16	1,803.87		1,732.40
Trade Receivable	17	3,284.64		3,262.14
Cash and Cash equivalents	18	279.90		144.11
Short-term Loans and Advances	19	533.52		643.29
Other Current Assets	20	20.65		29.61
			5,922.58	5,812
			8,645.16	8,719.26

The accompanying are an intergal part of the financial statement.

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As per our audit report of even date

For Manek & Associates
Chartered Accountants
Firm No. 126679W

(Shailesh Manek)
Partner
Membership No. 034925



For and on behalf of Board of Directors

(Suyrat Shah)
Director
02833798

(Rahul Motasha)
Director
02080806

PLACE : MUMBAI

Date :

20 MAR 2025

NATROYAL INDUSTRIES PRIVATE LIMITED

Statement of Profit and Loss for the period ended 31st December, 2024

	NOTE		Period ended 31-12-2024	(Rs. In Lacs) Year ended 31-03-2024
INCOME				
Revenue From Operations	21		8,283.39	11,331.06
Other Income	22		159.56	152.94
			<u>8,442.94</u>	<u>11,484.00</u>
EXPENDITURE				
Cost of Raw Material Consumed	23	4,853.07		6,835.83
Changes in Inventories of Finished goods and Work in Progress	24	68.26		170.73
Employee Benefit Expenses	25	1,300.68		1,632.80
Finance Cost	26	248.07		325.65
Other Expenses	27	1,545.49		1,982.45
Depreciation	11	218.66		294.05
			<u>8,234.22</u>	<u>11,241.52</u>
Profit/(loss) after tax			<u>208.72</u>	<u>242.48</u>
Taxes on Earlier year			0.27	(0.14)
			<u>208.45</u>	<u>242.62</u>
Earning per Share			28.86	37.90
Basic & Diluted				

The accompanying are an intergal part of the financial statement.

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As per audit report of even date

For Manek & Associates
Chartered Accountants
Firm No. 126679W

(Shailesh Manek)
Partner
Membership No. 034925



For and on behalf of Board of Directors


(Suvrat Shah)
Director
02833798

(Rahul Motasha)
Director
02080806

PLACE : MUMBAI

Date :

20 MAR 2025

NATROYAL INDUSTRIES PRIVATE LIMITED		
CASH FLOW STATEMENT FOR THE PERIOD ENDED		
	Period ended 31-12-2024 (in Lacs)	Year ended 31-12-2024 (in Lacs)
CASH FLOW FROM OPERATING ACTIVITIES.		
Net Profit Before taxation	208.45	242.48
Adjustment for :		
Provision for Taxation	-	-
Depreciation	218.66	294.05
Interest Income	(5.38)	(6.87)
Loss / (Profit) on sales of Fixed assets	-	0.91
Interest Expense	235.14	310.12
Operating Profit before Working Capital changes	656.88	840.69
Changes in Working Capital		
Decrease/(Increase) in Trade Receivable	(22.50)	166.02
Decrease/(increase) in Inventories	(71.46)	(59.94)
Decrease/(increase) in other non Current Assets	(23.89)	(17.41)
Decrease/(Increase) in Short Term Loans and Advances	109.77	(134.51)
Decrease/(Increase) in long Term Loans and Advances	6.21	(9.47)
Decrease/(increase) in other Current Assets	8.97	(1.40)
Increase/(Decrease) in Trade Payable	295.15	100.48
Increase / (Decrease) in Other Current Liability	69.57	(5.12)
Increase/(Decrease) in Short Term Provision	(34.57)	(23.66)
Increase /(Decrease) in Long Term Provision	36.44	54.05
Cash generated from operations	373.68	69.04
Cash flow before prior period items	1,030.56	909.73
Prior Period items	-	-
Taxes of Earlier years	-	-
Net cash from operating activities	1,030.56	909.73
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase/ Sale of fixed assets (net)	(15.85)	(203.71)
Issue of share Amount Received	-	510.00
Interest received	5.38	6.87
Net cash from investing activities	(10.47)	313.16
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	(6.55)	(21.03)
Proceeds from short term borrowings	(642.61)	(794.56)
Interest paid	(235.14)	(310.12)
Net cash used in financing activities	(884.29)	(1,125.71)
NET INCREASE IN CASH AND CASH EQUIVALENT	135.79	97.18
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	144.11	46.93
CASH AND CASH EQUIVALENT AT THE END OF PERIOD	279.90	144.11
<div> <div> For Manek & Associates Chartered Accountants Firm No. 126679W (Shailesh Manek) Partner Membership No. 034925 PLACE : MUMBAI Date : 20 MAR 2025 </div> <div>  </div> </div> <div> For and on behalf of Board of Directors (Suvrat Shah) (Director) 02833798 (Rahul Motasha) (Director) 02080806 PLACE : MUMBAI Date : 20 MAR 2025 </div>		

NATROYAL INDUSTRIES PRIVATE LIMITED**NOTE- 1 : Corporate Information**

Natroyal Industries Private Limited (NIPL), CIN U74210MH1989PTC053554 having registered office at 60 CD, Shlok, Govt. Indu. Estate, Charkop Kandivali - West, Mumbai-400067 and plant at Plot no.318/319, Village Baska, Taluka Halol, District Panchmahal Gujarat-389350 is a private limited Company. It is engaged in the business of Manufacturing of Seating components , Coated textile fabrics, Knitted fabrics and Trading of PVC Vinyl Flooring / Chemical items.

NOTE- 2 : Significant Accounting policies**a. CONVENTION**

The accompanying financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting and comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 to the extent applicable. The financial statements are presented in Indian Rupees.

b. USE OF ESTIMATE

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

c. REVENUE RECOGNITION**Sale of goods**

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales are excluding GST.

Income from services

Revenues from contracts priced on a time and material basis are recognised when services are rendered and related costs are incurred. Foreseeable losses on such contracts are recognised when probable.

Other income

Interest income is accounted on time proportion basis. Dividend income is accounted for when the right to receive it is established.

All other Revenues and Expenses are accounted on Accrual basis,

d. PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION

Property, Plant & Equipment are stated at cost (Net of Input Tax Credit) and include incidental and/or installation expenses.

Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any.

Depreciation on property, plant & Equipment are provided on straight line method, over the estimated useful life of the assets, in the manner prescribed in Schedule II of the Companies Act 2013.

Intangible assets are amortised over their estimated useful life of five years,

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern.

e. IMPAIRMENT OF ASSETS

Impairment loss is provided to the extent the carrying amount of assets exceeds the recoverable amount. Recoverable amount is the higher of an assets net selling price & its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the assets and from its disposal at the end of its useful life. Net selling price is the amount obtainable from the sale value of the assets in an arm's length transaction between knowledgeable willing parties less the costs of disposal. If at the Balance Sheet date there is an indication that the previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

f. CUSTOM DUTY AND GOODS AND SERVICE TAX

i) Custom duty is accounted upon clearance of goods.

ii) Goods and Services tax (GST) is accounted upon clearance of goods and providing of services. Input Tax credit (ITC) is accounted by adjustment against cost immediately upon receipt of the relevant input and booking of the invoices in respect there.

g. INVENTORIES

(i) Raw Materials and Packing Materials are valued at cost, computed on weighted average basis.

(ii) Stores and spares are valued at cost, computed on FIFO basis.

(iii) Semi-finished goods are valued at cost. For this purpose costs includes cost of Material, Direct Labour and related Factory / Other Overheads upto the stage of completion.

(iv) Finished Goods are valued at lower of Cost and Net Realisable Value.

h. INVESTMENTS

Investments, classified as Long-Term investments, are stated at cost.

i. RETIREMENT BENEFITS

Employee benefits include provident fund, gratuity fund and compensated absences .

Defined contribution plans

The Company's contribution to provident fund is considered as defined contribution plan and are charged as an expense as they fall due based on the amount of contribution required to be made.



Defined benefit plans

During the period Leave encashment and Gratuity provisions made on actual basis.

j. FOREIGN CURRENCY TRANSACTIONS**Initial recognition**

Transactions in foreign currencies entered into by the Company and its integral foreign operations are accounted at the exchange rates as on date of transaction.

Measurement of foreign currency monetary items at the**Balance Sheet date**

Foreign currency monetary items (other than derivative contracts) of the Company and its net investment in non-integral foreign operations outstanding at the Balance Sheet date are restated at the year-end rates.

In the case of integral operations, assets and liabilities (other than non-monetary items), are translated at the exchange rates prevailing on the Balance Sheet date. Non-monetary items are carried at historical cost. Revenue and expenses are translated at the exchange rate as on date of transaction. Exchange differences arising out of these translations are charged to the Statement of Profit and Loss.

Treatment of exchange differences

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company and its integral foreign operations are recognised as income or expense in the Statement of Profit and Loss. The exchange differences on restatement / settlement of loans to non-integral foreign operations that are considered as net investment in such operations are accumulated in a "Foreign currency translation reserve" until disposal / recovery of the net investment.

k. CLAIMS, DEMANDS & UTILITIES

Disputed and / or Contingent Liabilities are either provided for or disclosed depending on management's judgment of the outcome. These are disclosed by way of notes appended to the balance sheet.

Claims by or against the company are accounted when Acknowledged / Accepted / Settled / Revived.

l. TAXATION

Provision for current tax is computed in accordance with the relevant tax regulation.

Deferred Tax is recognised for all timing differences between accounting income and taxable income and quantified using the enacted / substantially enacted tax rates as at the balance sheet date.

Deferred Tax Assets are recognised where realisations are reasonably certain whereas in case of carried forward losses or unabsorbed depreciation, deferred tax assets are recognised only if there is a virtual certainty of realisation backed by convincing evidence. Deferred tax assets are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.

m. SEGMENT REPORTING

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.

Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on a reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".

n. LEASE

Operating Lease : Lease payments for operating leases are recognized as expenses on a straight line basis over the lease term.

o. RESEARCH AND DEVELOPMENT :

All revenue expenses pertaining to research and development are charged to Statement of Profit & Loss in the year in which they are incurred and all expenditure of capital nature is capitalized as Property, Plant & Equipment , and depreciated as per the company's policy.

p. PROVISIONS ,CONTINGENT LIABILITIES & CONTINGENT ASSETS.

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, and in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimation. Contingent liabilities are disclosed in the notes



				(Rs.in lacs)			
NOTE- 3 : SHARE CAPITAL				As at 31st Dec. 24		As at 31st March 24	
Authorized				No. of shares		No. of shares	
Equity Shares of ₹ 100 each.				10,90,000	1,090.00	10,90,000	1,090.00
Total				10,90,000	1,090.00	10,90,000	1,090.00
Issued, subscribed and paid - up							
Equity Shares of ₹ 100 each fully paid up				7,22,170	722.17	7,22,170	722.17
Total				7,22,170	722.17	7,22,170	722.17
a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year.							
				As at 31st Dec.24		As at 31st March 24	
Equity Share				No. of shares		No. of shares	
At the beginning of the year				7,22,170	722.17	6,40,570	640.57
Issued during the year				-	-	81,600	81.60
Outstanding at the end of the year				7,22,170	722.17	7,22,170	722.17
b. Terms / rights attached to equity shares							
The company has only one class of Equity Shares having Par Value of ₹ 100 per Share. Each holder of the Equity is entitled to one vote per share. In the event of the liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company which will be in proportion to the number of equity shares held by the shareholders after distribution of all the preferential amounts.							
During FY 2023-24, the Company has completed Right issue of 81,600 equity shares of the Company having face value of INR 100/- each, at an issue price of INR 625/- per equity share including premium of INR 525/- per equity share. Further, these shareholders will have voting rights at par with existing shareholders. The above shares are allotted in the meeting of Board of Directors on the Company on 02.03.2024.							
c. Details of share holding more than 5% shares in the company							
				As at 31st Dec. 24		As at 31st March 24	
				No. of shares	% holding in the class	No. of shares	% holding in the class
Equity Shares of ₹ 100 each fully paid up							
Sugshosh Trading & Consultancy Services LLP				63,610	8.81	63,610	8.81
Trilokatma Trading & Consultancy Services LLP				62,955	8.72	62,955	8.72
Sahishnu Trading & Consultancy Services LLP				61,930	8.58	61,930	8.58
Shreeshaha Trading & Consultancy Services LLP				61,250	8.48	61,250	8.48
Bhaktavatsala Trading & Consultancy Services LLP				60,287	8.35	60,287	8.35
Shreedaha Trading & Consultancy Services LLP				53,601	7.42	53,601	7.42
Suvrat Shah				46,403	6.43	46,403	6.43
Jay Vinod Shah				36,418	5.04	36,418	5.04
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 ownerships of shares.							
d. Shareholding of Promoters as below :							
Promoters Name	No. of Shares (31/12/2024)	% of Total Shares	% of Change	No. of Shares (31/03/2024)	% of Total Shares	% of Change	
Vinod Kantilal Shah	18,692	2.59	-	18,692	2.59	20.66	
Vinod Kantilal Shah HUF	32,242	4.46	-	32,242	4.46	59.28	
Jayesh Amritlal Motasha	491	0.07	0.41	489	0.07	-	
Jayesh Amritlal Motasha HUF	241	0.03	-	241	0.03	-	
Arvind Vadilal Motasha	400	0.06	33.33	300	0.04	-	
Arvind Vadilal Motasha HUF	100	0.01	-	100	0.01	-	
Suvrat Shah	46,403	6.43	-	46,403	6.43	75.75	
Rahul Motasha	8,058	1.12	-	8,058	1.12	13,793.10	
Mahesh Kantilal Shah	12,042	1.67	-	12,042	1.67	-	
Mahesh Kantilal Shah HUF	20,241	2.80	-	20,241	2.80	-	
Jayshree Mahesh Shah	13,784	1.91	-	13,784	1.91	30.23	
Mahesh Kantilal Shah	26,701	3.70	-	26,701	3.70	-	
Meena Vinod Shah	25,084	3.47	-	25,084	3.47	-	
Jhanvi Vinod Shah	8,101	1.12	-	8,101	1.12	-	
Jay Vinod Shah	36,418	5.04	-	36,418	5.04	4.60	
Dipti Jayesh Motasha	291	0.04	-	291	0.04	-	
Varun Jayesh Motasha	58	0.01	-	58	0.01	-	
Mukesh Amritlal Motasha	341	0.05	-	341	0.05	-	
Mukesh Amritlal Motasha HUF	241	0.03	-	241	0.03	-	
Bhavana Mukesh Motasha	291	0.04	-	291	0.04	-	
Deepak Amritlal Motasha	341	0.05	-	341	0.05	-	
Deepak Amritlal Motasha HUF	241	0.03	-	241	0.03	-	
Anjana Deepak Motasha	291	0.04	-	291	0.04	-	
Vivek Deepak Motasha	58	0.01	-	58	0.01	-	
Hansa Arvind Motasha	-	-	-	100	0.01	-	
Anuradha Arvind Motasha	100	0.01	-	100	0.01	-	
Pradip Muchhala	-	-	-	2	0.00	-	
Bhaktavatsala Trading & Consultancy Services LLP	60,287	8.35	-	60,287	8.35	-	
Trilokatma Trading & Consultancy Services LLP	62,955	8.72	-	62,955	8.72	-	
Shreeshaha Trading & Consultancy Services LLP	61,250	8.48	-	61,250	8.48	-	
Trilokesh Trading & Consultancy Services LLP	25,000	3.46	-	25,000	3.46	-	
Sugshosh Trading & Consultancy Services LLP	63,610	8.81	-	63,610	8.81	-	
Shreedaha Trading & Consultancy Services LLP	53,601	7.42	-	53,601	7.42	-	
Sahishnu Trading & Consultancy Services LLP	61,930	8.58	-	61,930	8.58	-	
Sumukh Trading & Consultancy Services LLP	20,833	2.88	-	20,833	2.88	-	
Suhruda Trading & Consultancy Services LLP	6,250	0.87	-	6,250	0.87	-	
Lokswami Trading & Consultancy Services LLP	21,603	2.99	-	21,603	2.99	-	
Moneybee Securities Private Limited	23,795	3.29	-	23,795	3.29	100.00	
Moneshi Sahil Shah	9,805	1.36	-	9,805	1.36	100.00	
	7,22,170	100		7,22,170	100		



	as at 31-12-2024	(Rs.in lacs) as at 31-03-2024
NOTE - 4 : RESERVES AND SURPLUS		
(a) Capital Reserve		
Balance as per last financial statements	235.53	235.53
	235.53	235.53
(b) Securities Premium Account		
Balance as per last financial statements	728.40	300.00
Add: Premium on shares issued during the year	-	428.40
Closing balance	728.40	728.40
(c) Surplus in the statement of profit and loss		
Balance as per last financial statements	1,019.23	776.61
Add: Profit / (Loss) for the year	208.45	242.62
Closing balance	1,227.68	1,019.23
Total Reserve and Surplus	2,191.61	1,983.16
NOTE - 5 : LONG TERM BORROWINGS		
Secured Loans		
a) Term Loans		
(A) from banks. (Refer Note 5.1 below)	-	-
(B) from other parties. (Refer Note 5.2 below)	-	-
From Financial Institutions :		
Against Hypothecation of Vehicles	6.81	9.70
(Refer note no 5.2 below)		
Against Hypothecation of Plant & Machinery	-	3.66
(Refer note no 5.2 below)		
Unsecured Considered good :		
(c) Security Deposit	317.62	317.62
Note 5.1 TERM LOAN FROM BANKS		
From banks	1,181.88	1,630.45
Less: Loan obligations to be serviced by RCVPL	(1,181.88)	(1,630.45)
Sub-Total	324.43	330.97
Note :		
<p>5.1.1 The Company namely, Royal Cushion Vinyl Products Limited (RCVPL), having same promoters, was under revival / rehabilitation in terms of the provisions of the Sick Industrial Companies Act, (SICA) 1985 and its reference was pending before Hon'ble Board for Industrial and Financial Reconstruction (BIFR). In order to ensure its continuity and survival, RCVPL was in pressing need of financial support for its working capital requirements. However, since RCVPL was under SICA, it was not able to raise funds from banks/FIs on its own. In view thereof, RCVPL through its directors had requested the directors of the Company and other family members and promoters companies/ entities, which are part of same promoters group ("Promoter Group Persons"), to extend requisite support in securing financial support from banks/FIs. In view thereof, the Promoters Group Persons, by giving personal/family properties as collateral security, arranged Loans from banks/ FIs on behalf of and for the sole benefit of RCVPL and such loan funds were initially disbursed to the Company, as the Company was also a borrower to such loan arrangement along with other co-borrower. As part of agreed arrangement between the Promoter Group Persons and RCVPL, such loan funds were transferred by the Company to RCVPL and since then, RCVPL has been discharging all obligations in relation to said loan funds, including payment of EMIs, principal repayment, interest and all other charges to the said banks/FIs. As part of agreed arrangement, RCVPL and Promoter Group Persons are primarily responsible for ensuring fulfilment of all obligations in relation to such loan funds, including in case of default in repayment by RCVPL. In view thereof, as the Company is also a party to arrangement of such loan funds, the same has been shown above under "Term Loans from Banks" and at the same time, since the said borrowings, in substance, was pass through, and as RCVPL and Promoter Group Persons are primarily responsible to discharge all obligations in respect of such loan funds, a reduction from the aforesaid borrowings as "Loan obligations to be serviced by RCVPL".</p>		
<p>5.2. The above/below secured loans are repayable in EMI of 48 to 60 months, the last EMI due in Sept 2028. The rate of interest on these loans range from 9.5 % to 12.20% P.A.) (P.Y. from 9.5 % to 12.20%). (The above/below loans against plant & machinery are secured by hypothecation or lien made of respective plant & machinery and personal guarantee of Directors & loan against vehicles are secured by lien on vehicles, loan against securities are secured by pledge of shares held by directors and promoters).</p>		
5.3 Loans and advances from related parties		
a) Loan from directors and there relatives are payable on demand.		
b) Loan from one share holder (Previous year one share holders), carries interest @18%, carriers interest @18% This loan is repayable on 31-03-2025. (Previous year repayable on 28-06-2024).		
c) Intercompany deposit carried interest @18% per annum. This loan is repayable on 31-03-2025. (Previous year repayable on 30-06-2024).		
NOTE - 6 : LONG TERM PROVISION		
Provision for Gratuity	314.05	270.94
Provision for Leave Encashment	42.57	49.24
	356.62	320.18



	as at 31-12-2024	(Rs.in lacs) as at 31-03-2024			
NOTE - 7 : SHORT TERM BORROWINGS					
Secured Loan : (Refer note below)					
Cash Credit Facility from State Bank of India (Refer note 7.1 below) (The rate of interest is 8.75 % P.A. (Previous Year 8.75% P.A.))	1,038.56	1,848.00			
Current maturities of long term debt					
Secured Loan					
(A) from banks. (Refer Note 7.2 below)	-	-			
(B) from other parties. (Refer Note 5.2 above)	431.38	339.54			
Unsecured Loan					
From Banks					
(a) Loans and advances from Directors and their relatives (Refer Note 5.3 below)	143.94	68.94			
(b) Loan from Share Holders (Refer Note 5.3 above)	400.00	400.00			
(c) Inter corporate Deposit (Refer Note 5.3 above)	200.00	200.00			
* (Deposits repayable within a period of three months and its carries interest @18%)	<u>2,213.88</u>	<u>2,856.48</u>			
Note:					
7.1 Cash Credit facility from Bank is secured by hypothecation of stocks including packing material and stores & spares for manufacturing , hypothecation of book debts and first charge on Property, Land, Building and unencumbered Plant & Machineries of the Company. Its further secured by personal guarantee of Directors , Promoters and Promoters group entities.					
Note 7.2 Term Loan from Banks					
From banks	267.95	247.33			
Less: Loan obligations to be serviced by RCVPL (Ref. Note No. 5.1.1 above)	<u>(267.95)</u>	<u>(247.33)</u>			
Sub-Total	<u>-</u>	<u>-</u>			
NOTE - 8 : TRADE PAYABLES					
Other than Acceptances :					
Trade Payable for Goods :					
To Micro and Small Enterprises	162.90	185.41			
To Other than Micro and Small Enterprises	<u>1,557.10</u>	<u>1,370.55</u>			
	1,720.00	1,555.96			
Trade Payable for Others :					
To Micro and Small Enterprises	51.58	60.75			
To Other than Micro and Small Enterprises	<u>776.45</u>	<u>636.18</u>			
	<u>828.03</u>	<u>696.93</u>			
	<u>2,548.04</u>	<u>2,252.89</u>			
Trade Payable ageing Schedule :					
Particulars					
	Outstanding as at 31/12/2024 from due date of payment				
	Less Than 1 Year	1-2 Year	2-3 year	More than 3 Year	Total
(i) MSME	206.30	7.00	0.03	1.15	214.48
(ii) Others	2,125.08	25.56	17.82	165.11	2,333.56
(iii) Disputed Dues	-	-	-	-	-
MSME	-	-	-	-	-
(iv) Disputed Dues	-	-	-	-	-
others	-	-	-	-	-
Total	2,331.37	32.56	17.85	166.26	2,548.04
Particulars					
	Outstanding as at 31/03/2024 from due date of payment				
	Less Than 1 Year	1-2 Year	2-3 year	More than 3 Year	Total
(i) MSME	245.26	0.20	-	0.70	246.16
(ii) Others	1,752.92	27.32	11.41	215.08	2,006.73
(iii) Disputed Dues	-	-	-	-	-
MSME	-	-	-	-	-
(iv) Disputed Dues	-	-	-	-	-
others	-	-	-	-	-
Total	1,998.18	27.52	11.41	215.78	2,262.89
Note : Interest accrued on overdue outstanding has not been provided for Rs.23.14 lacs .(Previous Year Rs.15.65 lacs)					
NOTE - 9 : OTHERS CURRENT LIABILITIES					
Statutory Remittances	8.24	9.99			
Advances from Customers	75.13	57.65			
Other liabilities	<u>143.87</u>	<u>90.03</u>			
	<u>227.24</u>	<u>157.67</u>			
NOTE - 10 : SHORT TERM PROVISION					
Provision for Employee Benefit	9.09	11.02			
Provision for Gratuity	41.42	72.26			
Provision for Leave Encashment	<u>10.64</u>	<u>12.45</u>			
	<u>61.16</u>	<u>95.73</u>			



NATROYAL INDUSTRIES PRIVATE LIMITED

Notes Forming Part of Balance Sheet

NOTE- 11 : PROPERTY , PLANT & EQUIPMENT

PARTICULAR	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At 01-04-2024	Addition	Deduction/ Sales	As At 31-12-2024	Up To 04-2024	01- For The Period	Deduction / Sales	As At 31-12-2024	As At 31-12-2024	As At 31-03-2024
TANGIBLE ASSETS :										
LAND & LAND DEVELOPMENT	70.84 (14.22)	- (56.62)	- -	70.84 (70.84)	- -	- -	- -	- -	70.84 (70.84)	70.84 (14.22)
BUILDINGS	867.45 (867.45)	- -	- -	867.45 (867.45)	546.18 (533.84)	8.95 (12.34)	- -	555.14 (546.18)	312.32 (321.27)	321.27 (333.61)
INTERNAL ROAD & TUBE WELL	28.41 (28.41)	- -	- -	28.41 (28.41)	26.99 (26.99)	- -	- -	26.99 (26.99)	1.42 (1.42)	1.42 (1.42)
PLANT & MACHINERY	5,468.64 (5,407.02)	55.74 (61.62)	- -	5,524.37 (5,468.64)	3,268.36 (3,022.31)	187.61 (246.05)	- -	3,455.97 (3,268.36)	2,068.41 (2,200.28)	2,200.28 (2,384.71)
FURNITURE & FIXTURE :	27.81 (27.81)	- -	- -	27.81 (27.81)	22.00 (19.84)	1.34 (2.16)	- -	23.34 (22.00)	4.48 (5.82)	5.82 (7.97)
VEHICLES	332.15 (348.99)	- (7.73)	- (24.57)	332.15 (332.15)	295.91 (307.91)	3.51 (11.34)	- (23.35)	299.42 (295.91)	32.74 (36.25)	36.25 (41.08)
OFFICE & OTHERS EQUIPMENTS	254.95 (233.69)	9.97 (21.26)	- -	264.92 (254.95)	184.24 (169.72)	11.65 (14.52)	- -	195.90 (184.24)	69.02 (70.71)	70.71 (63.97)
LABORATORY EQUIPMENT	63.14 (63.14)	- -	- -	63.14 (63.14)	39.04 (34.44)	3.47 (4.60)	- -	42.51 (39.04)	20.64 (24.10)	24.10 (28.71)
INTANGIBLE ASSETS :										
Computer Software	46.40 (31.43)	0.25 (14.97)	- -	46.65 (46.40)	34.40 (31.35)	2.13 (3.05)	- -	36.52 (34.40)	10.12 (12.00)	12.00 (0.08)
Goodwill	80.83 (80.83)	- -	- -	80.83 (80.83)	80.83 (80.83)	- -	- -	80.83 (80.83)	- -	- -
Total	7,240.62	65.95	-	7,306.57	4,497.93	218.66	-	4,716.60	2,589.98	2,742.69
Previous Year Balance	(7,102.99)	(162.20)	(24.57)	(7,240.02)	(4,227.22)	(294.05)	(23.35)	(4,497.93)	(2,742.69)	(2,875.77)

Note :

12.1) Figures in bracket are of previous year.

CWIP Ageing Schedule :

CWIP	Amount in CWIP as at 31-12-2024				
	Less than 1 year	1 - 2 year	2 - 3 year	More than 3 years	Total
Projects in Progress	-				-
Projects temporarily suspended					-

CWIP	Amount in CWIP for aperiod of FY 2023-24				
	Less than 1 year	1 - 2 year	2 - 3 year	More than 3 years	Total
Projects in Progress	50.10	-			50.10
Projects temporarily suspended					



	as at 31-12-2024	(Rs.in lacs) as at 31-03-2024
NOTE - 12 : NON CURRENT INVESTMENT		
Investment in equity instruments Quoted :		
858 Equity shares of Bank of Baroda ` 2 Each fully paid up	2.34	2.34
2,000 Equity Shares of Development Credit Bank Ltd ` 10 each fully paid up	0.20	0.20
Investment in equity instruments Unquoted :		
400 Equity Shares of Halol Urban Co-Operative Bank Ltd. ` 25 each fully paid up	0.10	0.10
	<u>2.64</u>	<u>2.64</u>
Aggregate amount of quoted investments (Market value Rs.4.48 lacs (Previous Year Rs.4.65 lacs)	2.54	2.54
Aggregate amount of unquoted investments.	0.10	0.10
	<u>2.64</u>	<u>2.64</u>
NOTE - 13 : DEFERRED TAX LIABILITY		
Property, Plant & Equipment and Depreciation	250.86	244.78
Provision for Leave Encashment	(16.04)	(13.84)
Provision for Doubtful Debts	(142.72)	(142.72)
Provision for Gratuity	(89.23)	(92.42)
Unabsorbed Depreciation	(156.39)	(170.15)
Others	(45.62)	(30.37)
Net Deferred Tax Liability / (Assets)	(199.14)	(204.72)
Note : Deferred Tax Assets is recognised only to the extent of Deferred Tax Liability.		
NOTE - 14 : LONG TERM LOANS AND ADVANCES		
Unsecured considered good :		
Other Loans & Advances	-	3.10
Prepaid Expenses	7.46	10.58
	<u>7.46</u>	<u>13.67</u>
NOTE - 15 : OTHER NON - CURRENT ASSETS		
Security Deposit	102.37	89.17
Fixed Deposit with Bank (Maturity > 12 Months)	20.13	9.44
	<u>122.50</u>	<u>98.61</u>
NOTE - 16 : INVENTORIES		
(Refer Note No 2 (g) for mode of valuation)		
Raw materials	1,218.93	1,068.94
Work in process	198.16	270.90
Finished goods	332.59	328.11
Stores and Spares	21.93	36.07
Packing material	30.49	26.70
Fuel	1.75	1.67
	<u>1,803.87</u>	<u>1,732.40</u>
Details of inventory of Work in progress :		
Chemicals	41.55	20.86
Semi finished Goods	23.65	15.12
Yarn	83.31	208.72
Frame	32.05	15.60
Trim Cover	17.60	10.61
	<u>198.16</u>	<u>270.90</u>



	Period ended 31-12-2024	(Rs.in lacs) Year ended 31-03-2024
NOTE - 21 : REVENUE FROM OPERATIONS (Refer Note 36)		
Sales of Product		
Manufactured Goods	8,181.67	11,142.90
Other operating revenue		
Job Work	59.23	126.09
Scrap Sales	42.49	62.07
Revenue from operations	8,283.39	11,331.06
NOTE - 22 : OTHER INCOME		
Exchange Rate Difference (Net)	47.74	33.17
Dividend	0.08	0.07
Insurance Claim Received	0.15	0.28
Interest on Bank Deposit	1.41	2.07
Interest Others	3.49	4.04
Interest on Income tax Refund	0.49	0.76
Sale of Licence	13.70	8.56
Bad debts recovery	-	2.82
Miscellaneous Income	92.50	101.17
	159.56	152.94
NOTE - 23 : COST OF RAW MATERIAL CONSUMED		
Inventories at the beginning of the year	1,068.94	853.67
Add : Purchases	5,003.06	7,051.10
	6,072.00	7,904.78
Less : Inventories at the end of the year	1,218.93	1,068.94
Cost of raw material consumed	4,853.07	6,835.83
Details of raw material consumed		
Chemicals	1,914.58	2,746.60
Release Paper	83.93	101.30
Fabric & Leathercloth	79.20	71.59
Yarn	2,143.77	2,767.93
Pipe	273.67	195.36
Others	357.92	953.06
	4,853.07	6,835.83
Details of raw material inventory		
Chemicals	393.33	403.66
Release Paper	352.77	314.08
Fabric & Leathercloth	155.92	115.32
Sheet Metal Component	100.40	51.76
Yarn	83.31	28.59
Pipe	16.33	16.75
Others	116.87	138.78
	1,218.93	1,068.94
NOTE - 24 : CHANGES IN INVENTORIES		
Inventories at the end of the year		
Finished goods	332.59	328.11
Work in process	198.16	270.90
	530.76	599.02
Inventories at the beginning of the year		
Finished goods	328.11	367.89
Work in process	270.90	401.85
	599.02	769.74
	68.26	170.73



	Period ended 31-12-2024	(Rs.in lacs) Year ended 31-03-2024
NOTE - 25 : EMPLOYEE BENEFIT EXPENSES		
Salaries, Wages and Bonus	685.43	846.49
Contribution to provident and other funds	58.98	75.06
Services & Maintenance	500.17	640.85
Gratuity expenses	52.02	64.23
Welfare expenses	4.07	6.18
	1,300.68	1,632.80
NOTE - 26 : FINANCE COST		
<u>Interest Expenses :</u>		
- Borrowings	235.14	310.12
- Others	0.06	0.49
Other Borrowing Costs	12.87	15.04
	248.07	325.65
NOTE - 27 : OTHER EXPENSES		
Power and Fuel	448.45	690.89
Consumable stores	142.73	183.03
Packing material	90.99	116.20
Security expenses	21.94	28.06
Travelling	40.05	60.35
Printing and Stationery	3.55	5.86
Telephone	6.54	9.06
Loading / Unloading Charges	4.86	6.13
Insurance Charges	13.34	18.73
Labour Charges Paid	14.08	29.41
Rent , Rates and Taxes	55.84	79.99
Legal and Professional Fees	89.61	121.99
<u>Repairs and Maintenance to</u>		
...plant and machinery	50.36	88.56
...factory building	4.88	11.43
...vehicles	42.48	58.69
...others	44.02	41.80
	141.74	200.48
<u>Auditors' Remuneration</u>		
... audit fees	7.75	9.00
... tax audit fees	1.13	1.50
	8.88	10.50
Export Forwarding and Freight	336.27	251.00
Freight Outward	26.28	51.65
Discount & balances w/off	8.17	3.22
Advertisement Sales	10.49	18.33
Commission on Sales	14.99	18.23
Prior period expenses / (Income) (Net)	5.12	1.65
Miscellaneous expenses	61.56	77.67
	1,545.49	1,982.45
NOTE - 28 : The Figures of the current period are not comparable with the figures of the previous year as the current period is for nine Months.		





Natroyal Industries Private Limited

ANNUAL REPORT

F.Y. 2023-2024

**DIRECTOR'S REPORT****Dear Members,**

Your Directors are pleased to present the 35th Annual Report together with Audited Financial Statements of the Company for the Financial Year ended 31st March, 2024.

1) Financial Results:**(Rs. In Lacs)**

Particulars	2023-24 (Audited)	2022-23 (Audited)
Total Income	11,484.00	12018.34
Total Expenditures	10,621.82	11079.04
PBITDA	862.18	939.30
Less: Finance Costs	325.65	522.49
Depreciation and Amortization Expenses	294.05	291.90
Profit before Tax	242.48	124.90
Less: Deferred Tax	0	0
Taxes on earlier year	(0.14)	(0.36)
Profit after tax	242.62	125.26

2) Dividend:

To conserve the resources i.e., growth plans for the future, your Directors have decided not to recommend any dividend for the year under consideration.

3) State of Affairs:

The Company engaged in the business of manufacturing of seating systems and parts of Automobile Seats, Auditorium Seats, Railway Seats, Metro Seats frames, Coated textile fabric and Knitted fabric etc. There has been no change in the business of the Company during the financial year ended 31st March, 2024.

The highlights of the Company's performance are as under:-

The Sales and Other Income of the Company for the financial year 2023-24 stood at Rs. 11484.00 Lakhs as against previous year's Rs. 12018.34 Lakhs. The Profit before tax is Rs. 242.48 Lakhs against Profit of Rs. 124.90 Lakhs of previous year. The Profit after tax stood at Rs. 242.62 Lakhs as against Profit of Rs. 125.26 Lakhs of previous year.

4) Details of Subsidiary, Joint Venture or Associate Companies:

The Company has no subsidiaries/Joint venture/Associate Company incorporated or ceased in the year 2023-24.

**Natroyal Industries Private Limited**

CIN : U74210MH1989PTC053554

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Government Industrial Estate, Charkop,
Kandivali (West), Mumbai – 400 067 – INDIA
☎ +91 22 28603516, +91 22 28693565
www.natroyalgroup.com

5) Meetings of Board of Directors:

Nine Board Meetings were held during the Financial Year ended March 31, 2024 i.e. 18/04/2023, 05/07/2023, 11/07/2023, 18/09/2023, 14/11/2023, 17/01/2024, 12/02/2024, 19/02/2024 and 02/03/2024. The maximum gap between any two Board Meetings was less than one Hundred and Twenty days.

The names of members of the Board, their attendance at the Board Meetings are as under:

Name of Directors	Number of Meetings attended/ Total Meetings held during the F.Y. 2023-24
Mr. Rahul Motasha	9/9
Mr. Suvrat Shah	9/9

Annual General Meeting was held on 30/09/2023.

6) Operations:

- The Company have developed various products for Railway, OEM and Export market.
- The company's Bank account with State Bank of India was treated as NPA by the bank during the quarter ended March-21. The irregularity continued during the year. The company had received a sanction letter dated 15.01.2024 from SBI, where in it is agreed between the bank and the Company that, Company to pay Rs. 21.75 crores against all dues payable to the bank within a specified time frame. The Company had paid Rs. 6.35 crores till date against this sanction .

7) Director's Responsibility Statement:

Pursuant to Section 134(3) (c) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- a) In the preparation of the annual accounts for the year ended March 31, 2024, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same.
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2024 and of the profit of the Company for the year ended on that date.



- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The Directors have prepared the annual accounts on a 'going concern' basis.
- e) The Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company.
- f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such system is adequate and operating effectively.

8) Particulars of Loans, Guarantees and Investments under section 186:

Details of Loans, Guarantees and Investments are given in the Notes to Financial Statements.

9) Contracts and Arrangements with Related Parties:

All related party transactions that were entered into during the financial year ended 31st March, 2024 were on an arm's length basis and were in the ordinary course of business. However, the disclosure of transactions with related party for the year, as per Accounting Standard -18 Related Party Disclosures is given in Note no.41 to the Notes on Financial Statement for the year ended on 31st March, 2024.

10) Directors:

There is no change in the Board of Directors during the year as Mr. Suvarat Shah & Mr. Rahul Motasha are continuing as Directors of the Company.

11) Particulars of Employees:

The Company had no employee during the year covered under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

12) Conservation of energy, technology absorption and foreign exchange earnings & outgo:

The particulars relating to energy conservation, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under Section 134 (3)(m) of the Companies Act, 2013 are provided in the Annexure-A to this Report.

13) Details of Significant and Material Orders Passed by the Regulators, Courts and Tribunals:

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

14) Internal financial control:

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation were observed.

15) Share Capital:

During the financial year, the Company offer, issue and allotted 81,600 (Eighty One Thousand Six Hundred Only) Equity Shares of face value INR 100/- (Indian Rupees One Hundred only) each (hereinafter referred to as ‘**Rights Shares**’) at an issue price of INR 625/- (Indian Rupees Six Hundred and Twenty Five Only) each, including a premium of INR 525/- (Indian Rupees Five Hundred and Twenty Five Only) each aggregating to INR 5,10,00,000/- (Indian Rupees Five Crores Ten Lakhs Only). Hence, the share capital is increased from 6,40,570 TO 7,22,170 equity shares.

16) Extract of the annual return:

Pursuant to Section 134(3) (a) of the Companies Act, 2013 an extract of the Annual Return in Form No. MGT – 9 is annexed herewith as Annexure “B”.

17) Risk Management Policy:

Given the asset base and the portfolio of investments made by the Company, the Board is of the opinion that there are no major risks affecting the existence of the Company.

18) Transfer to Reserve:

No amount was transferred to the reserves during the financial year ended 31st March, 2024.

19) Auditors and Auditor’s Report:

M/s. Manek & Associates., Chartered Accountants, Mumbai (Firm Registration no. 126679W) be and hereby reappointed as Statutory Auditor of the Company for a term of 5 (five) consecutive years, at the Annual General Meeting (AGM) held on 30th September 2024 till the conclusion of 40th AGM to be held in the year 2029, subject to the approval of the Members.

Auditors Report:

The notes on the financial statement referred to in the Auditors Report are self-explanatory and do not call for any further comments. The Auditor’s Report does not contain any qualification, reservation, adverse remark or disclaimer.

20) Scheme of Arrangement:

The Board of Directors of the Company at its meeting held on Tuesday, August 13, 2024, has considered and approved the Scheme of Arrangement under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013 ("Act") in the nature of merger / amalgamation of Natroyal Industries Private Limited ("NIPL" or "Transferor Company"), with Royal Cushion Vinyl Products Limited ("RCVPL" or "Transferee Company") an entity related to the promoter and promoter group of the Company, and their respective shareholders and creditors with effect from the Appointed Date of April 01, 2024 ("Scheme"). The Scheme is subject to the necessary statutory and regulatory approvals of (i) the shareholders and creditors of RCVPL and NIPL and other parties to the Scheme, as may be directed by the Hon'ble National Company Law Tribunal ("NCLT"), (ii) the BSE Limited ("Stock Exchange" or "BSE") and (iii) any other contractual and regulatory approvals, permissions, consents, sanctions, exemption as may be required under applicable laws, regulations, guidelines in relation to the Scheme and as set out in the Scheme.

21) Prevention of Sexual Harassment at Workplace:

The Company is committed to provide a safe and conducive work environment to its employees.

Your Directors further state that during the year under review, there were no cases reported pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

22) Acknowledgement:

Your Directors would like to express their appreciation for assistance and co-operation received from the bankers, Government authorities, customers, vendors and shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the executives, staff and workmen of the Company.

For and on behalf of the Board of Directors

NATROYAL INDUSTRIES PRIVATE LIMITED
Suvrat Shah
Director
02833798
Rahul Motasha
Director
02080806

Date: 13/08/2024



Annexure “A” to the Director’s Report.

Particulars of the Energy Conversation, Technology Absorption, Foreign Exchange Earning and Out Go:

I. CONSERVATION OF ENERGY:

- a. Energy Conservation measures taken: Continuous efforts are being made for conservation of energy.
- b. During the year, meetings/training programs were organized in observance with promotion on energy conservation.

II. TECHNOLOGY UPGRADATION / ABSORPTION:

R&D was specially carried out in designing & developed in various products.

- i) Efforts made in technology absorption:
Productivity and quality improvement, coupled with cost benefits, achieved in production through better technology/Technology improvements.

III. Future Plan.:

The Company is working on development of various new products and improved production system.

IV. Foreign Exchange earnings and Outgo

(Rs. in lacs)

Sr. No.	Particulars	Year ended 31-03-2024	Year ended 31-03-2023
1	Earning in Foreign Exchange	2906.00	2346.79
2	Foreign Exchange outgo	927.39	1379.89

ANNEXURE 'B'**EXTRACT OF ANNUAL RETURN****As on the financial year ended on 31st March, 2024****[Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12 (1) of the Companies
(Management and Administration) Rules, 2014]****FORM NO. MGT-9****I REGISTRATION AND OTHER DETAILS:**

- i) CIN: U74210MH1989PTC053554
- ii) Registration Date: 20th September, 1989
- iii) Name of the Company: **Natroyal Industries Private Limited**
- iv) Category/ Sub-Category of the Company: **Private Company**
- v) Address of the Registered Office and contact details:

60CD, SHLOK, Government Ind. Estate
Charkop, Kandivali (W), Mumbai- 400 067.
E-mail: deepti.sheth@natroyalgroup.com
- vi) Whether listed company: **No**
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any: NA

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main product / Services	10% or more of the total turnover of the company	NIC Code of the Product / Service
1	Artificial Leathercloth (PVC Leathercloth)	44%	2684
2	Knitted Fabric	39%	2604
3	Automobile Seats	17%	3798

III PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES: -

The Company has no subsidiaries/Joint venture/Associate Company incorporated or ceased in the year 2023-24.

IV SHAREHOLDING PATTERN (Equity Share Capital; Breakup as percentage of Total Equity)

i) Category- wise Share Holding

Sr. No	Category of Shareholders	No. of shares held at the beginning of the year			No. of shares held at the end of the year			% change during the year
		Physical	Total	% of total shares	Physical	Total	% of total shares	
(A)	Promoters							
1	Indian							
(a)	Individuals/Hindu Undivided Family	203251	203251	31.73	251251	251251	34.79	--
(b)	(Central/State Govt (s))	--	--	--	--	--	--	--
(c)	Bodies Corporate	437319	437319	68.27	437319	437319	60.56	
(d)	Banks/FI	--	--	--	--	--	--	--
(e)	Any Others (specify)	--	--	--	--	--	--	--
	Sub Total (A)(1)	640570	640570	100.00	688570	688570	95.35	--
2	Foreign	--	--	--	--	--	--	--
	Sub Total (A)(2)	--	--	--	--	--	--	--
	Total Shareholding of Promoter (a)= (A)(1)+(A)(2)	640570	640570	100.00	688570	688570	95.35	--
(B)	Public Shareholding	--	--	--	--	--	--	--
(a)	Individuals/Hindu Undivided Family				9805	9805	1.36	--

(c)	Bodies Corporate				23795	23795	3.29	
	Sub Total (B)	--	-	-	33600	33600	4.65	--
	Grand Total (A)+(B)	640570	640570	100.00	722170	722170	100.00	--

(ii) Shareholding of Promoters

Sr.No	Name of the Promoters	Total No. of Shares	%of Holding
1	Rahul Motasha	8058	1.12
2	Suvrat Shah	46403	6.43
3	Vinod Kantilal Shah	18692	2.59
4	Vinod Kantilal Shah HUF	32242	4.46
5	Jayesh Amritlal Motasha	489	0.07
6	Jayesh Amritlal Motasha HUF	241	0.03
7	Arvind Vadilal Motasha	300	0.04
8	Arvind Vadilal Motasha HUF	100	0.01
9	Mahesh Kantilal Shah	12042	1.67
10	Mahesh Kantilal Shah HUF	20241	2.80
11	Jayshree Mahesh Shah	13784	1.91
12	Sushila Kantilal Shah	26701	3.70
13	Meena Vinod Shah	25084	3.47
14	Jhanvi Vinod Shah	8101	1.12
15	Jay Vinod Shah	36418	5.04
16	Dipti Jayesh Motasha	291	0.04
17	Varun Jayesh Motasha	58	0.01
18	Mukesh Amritlal Motasha	341	0.05
19	Mukesh Amritlal Motasha HUF	241	0.03
20	Bhavana Mukesh Motasha	291	0.04
21	Deepak Amritlal Motasha	341	0.05
22	Deepak Amritlal Motasha HUF	241	0.03
23	Anjana Deepak Motasha	291	0.04
24	Vivek Deepak Motasha	58	0.01
25	Hansa Arvind Motasha	100	0.01
26	Anuradha Arvind Motasha	100	0.01
27	Pradip Muchhala	2	0.00
28	Bhaktavatsala Trading & Consultancy Services LLP	60287	8.35

29	Trilokatma Trading & Consultancy Services LLP	62955	8.72
30	Shreeshaha Trading & Consultancy Services LLP	61250	8.48
31	Trilokesh Trading & Consultancy Services LLP	25000	3.46
32	Sughosh Trading & Consultancy Services LLP	63610	8.81
33	Shreedaha Trading & Consultancy Services LLP	53601	7.42
34	Sahishnu Trading & Consultancy Services LLP	61930	8.58
35	Sumukh Trading & Consultancy Services LLP	20833	2.88
36	Suhruda Trading & Consultancy Services LLP	6250	0.87
37	Lokswami Trading & Consultancy Services LLP	21603	2.99

iii) Change in Promoter's Shareholding (please specify, if there is no change)

Sr. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total Shares of the Company
	At the beginning of the year	640570	100	-	-
	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/sweat equity etc)- RIGHTS ISSUE	--	--	48000	6.65
	At the End of the year	--	---	688570	95.35

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr.No	Name of the Shareholder	Total No. of Shares	%of Holding
1	Sughosh Trading & Consultancy Services LLP	63610	8.81
2	Trilokatma Trading & Consultancy Services LLP	62955	8.72
3	Sahishnu Trading & Consultancy Services LLP	61930	8.58
4	Shreeshaha Trading & Consultancy Services LLP	61250	8.48
5	Bhaktavatsala Trading & Consultancy Services LLP	60287	8.35
6	Shreedaha Trading & Consultancy Services LLP	53601	7.42
7	Suvrat Shah	46403	6.43
8	Jay Vinod Shah	36418	5.04

9	Vinod Kantilal Shah HUF	32242	4.46
10	Trilokesh Trading & Consultancy Services LLP	25000	3.46

(v) Shareholding of Directors and Key Managerial Personnel:

Sr.No	Name of the Director	Total No. of Shares	%of Holding
1	Rahul Motasha	8058	1.12
2	Suvrat Shah	46403	6.43

V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment (Rs. in Lacs)

Sr.No	Particulars	Secured Loan Excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year					
1	Principal Amount	2339.54	1663.50	-	4003.05
2	Interest due but not paid	-	-	-	-
3	Interest accrued but not due	-	-	-	-
	Total (1+ 2 + 3)	2339.55	1663.50	-	4003.05
Change in indebtedness during the financial year					
	Addition	-		-	-
	Reduction	138.65	676.94	-	815.59
	Net Change	(138.65)	(676.94)	-	(815.59)
Indebtedness at the end of the financial year					
1	Principal Amount	2200.90	986.56	-	3187.46
2	Interest due but not paid	-	-	-	-
3	Interest accrued but not due	-	-	-	-
	Total (1+ 2 + 3)	2200.90	986.56	-	3187.46

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL
A. Remuneration to Managing Director, Whole-time Directors and/or Manager:
(Rs. in lacs)

Sr	Particulars of Remuneration	Mr. Rahul Motasha Director	Mr. Suvrat Shah Director
----	-----------------------------	-------------------------------	-----------------------------

1	Gross Salary		
	(a) Salary as per provisions contained in section 17 (1) of the Income-tax Act, 1961	14.04	11.04
	(b) Value of perquisites u/s. 17 (2) Income-tax Act, 1961	0.28	2.37
	(c) Profits in lieu of Salary under section 17 (3) Income – tax Act, 1961		-
2	Stock Option	--	-
3	Sweat Equity	--	-
4	Commission - as % of profit - Others, specify	--	-
5	Others, please specify		-
	Total (A)	14.32	13.41
	Ceiling as per the Act	As per Schedule V of Companies Act, 2013	

B. Remuneration to other directors: NIL**C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD: - NIL****VII PENALTIES/ PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL**

List of Shareholders as on 31st March, 2024

Sr.No	Name of the First Shareholder	Name of the Second Holder	Total No. of Shares	% of Holding
1	Bhaktavatsala Trading & Con.Ser.LLP		60287	8.35
2	Mahesh Kantilal Shah	Jayshree Mahesh Shah	12042	1.67
3	Mahesh Kantilal Shah HUF	-	20241	2.80
4	Jayshree Mahesh Shah	Mahesh Kantilal Shah	13784	1.91
5	Suvrat Mahesh Shah	-	46403	6.43
6	Mahesh Kantilal Shah	Vinod Kantilal Shah	26701	3.70
7	Trilokatma Trading & Con.Services LLP	-	62955	8.72
8	Vinod Kantilal Shah	Meena Vinod Shah	18692	2.59
9	Vinod Kantilal Shah HUF	-	32242	4.47
10	Meena Vinod Shah	Vinod Kantilal Shah	25084	3.47
11	Jhanvi Vinod Shah	Meena Vinod Shah	8101	1.12
12	Jay Vinod Shah	-	36417	5.04
13	Jay Vinod Shah	Anant Singhania (Partner of M/s. J.K. Enterprises)	1	0.00
14	Shreeshaha Trading & Con.Services LLP	-	61250	8.48
15	Trilokesh Trading & Con.Services LLP	-	25000	3.46
16	Sughosh Trading & Con.Services LLP	-	63610	8.81
17	Jayesh Amritlal Motasha	Dipti Jayesh Motasha	489	0.07
18	Jayesh Amritlal Motasha HUF	-	241	0.03
19	Dipti Jayesh Motasha	Jayesh Amritlal Motasha	291	0.04
20	Varun Jayesh Motasha	-	58	0.01
21	Shreedaha Trading & Con.Services LLP	-	53601	7.42
22	Mukesh Amritlal Motasha	Bhavana Mukesh Motasha	341	0.05
23	Mukesh Amritlal Motasha HUF	-	241	0.03
24	Bhavana Mukesh Motasha	Mukesh Amritlal Motasha	291	0.04
25	Rahul Mukesh Motasha	-	8058	1.12
26	Sahishnu Trading & Con.Services LLP	-	61930	8.58
27	Deepak Artilal Motasha	Anjana Deepak Motasha	341	0.05
28	Deepak Amritlal Motasha HUF	-	241	0.03
29	Anjana Deepak Motasha	Deepak Amritlal Motasha	291	0.04
30	Vivek Deepak Motasha	-	58	0.01
31	Sumukh Trading & Con.Services LLP	-	20833	2.88
32	Suhruda Trading & Con.Services LLP	-	6250	0.87
33	Lokswami Trading & Con.Services LLP	-	21603	2.99




Natroyal Industries Private Limited

CIN : U74210MH1989PTC053554

Registered Office: Plot No. 60 / CD, Shlok,
Government Industrial Estate, Charkop,
Kandivali (West), Mumbai – 400 067 – INDIA
☎ +91 22 28603516, +91 22 28693565
www.natroyalgroup.com

34	Arvind Vadilal Motasha	Hansa Arvind Motasha	300	0.04
35	Hansa Arvind Motasha	Arvind Vadilal Motasha	100	0.01
36	Arvind Vadilal Motasha [HUF]	-	100	0.01
37	Anuradha Arvind Motasha	Arvind Vadilal Motasha	100	0.01
38	Moneybee Securities Private Limited		23795	3.29
39	Moneshi Sahil Shah		9805	1.36
40	Pradip Muchhalal		2	0.00
	TOTAL		722170	100.00

NATROYAL INDUSTRIES PRIVATE LIMITED


Suprat Shah
Director
02833798

Date:-13/08/2024


Rahul Motasha
Director
02080806



**Natroyal Industries Private Limited**

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List of Directors as on 31/03/2024

Din No.	Name	Address	Date of Appointment	Designation
02080806	Rahul Mukesh Motasha	Tribhuvan, Bungalow No.6, Dakshinamurthy CHS, JVPD Scheme, Juhu, Vile- Parle (West), Mumbai 400 049	10/01/2011	Director
02833798	Suvrat Mahesh Shah	Geeta Niwas, Nr. Laxminarayan Temple, Mathuradas Road Kandivli (West), Mumbai 400 067	10/01/2011	Director

NATROYAL INDUSTRIES PRIVATE LIMITED


Suvrat Shah
Director
02833798

Date:-13/08/2024


Rahul Motasha
Director
02080806





MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Parkar Road, Vile Parle (East), Mumbai - 400 057.

Offi. # 4600 7525

2618 5110

shailesh.manek@gmail.com

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SHAILESH MANEK

B.Com.(Hons), Grad. C.W.A., F.C.A.

Cell: +91 93222 26311

MITTUL B. DALAL

B.Com. A.C.A

Cell: +91 80973 74277

Independent Auditor's Report

To,

The Members,

M/s.NATROYAL INDUSTRIES PRIVATE LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **M/s.NATROYAL INDUSTRIES PRIVATE LIMITED** ('the Company'), which comprise the balance sheet as at 31 March, 2024, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Opinion

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 31 March, 2024 and its profit and its cash flows for the year ended on that date.

Basis for Opinion:

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

MANEK & ASSOCIATES

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility 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 preparation of these standalone 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 prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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.

MANEK & ASSOCIATES

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

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

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone 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.

MANEK & ASSOCIATES

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

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

We also provide those charged with governance with a statement that we have 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.

Report on Other Legal and Regulatory Requirements

1. 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 31 March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;

MANEK & ASSOCIATES

(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 A”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.

(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 has disclosed the impact of pending litigation on its financial position in financial statements—Refer Note 31 to the financial statements.

ii. The Company did not have any long-term contract including derivative contract for which there are 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.

iv.(a) The Management has represented that, to the best of its knowledge and belief, 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, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries..

(b)The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“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.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) The Board of Directors of the Company have not proposed any dividend for the year and therefore provisions of rule 11(f) are not applicable.

MANEK & ASSOCIATES

(vi) Based on our examination which included test checks, the Company has used an accounting software QAD, Tally Prime & ERP on Vb base for maintaining books of account. During the year ended 31 March 2024, the Company had not enabled the feature of recording audit trail (edit log) at the database level for the said accounting softwares to log any direct data changes on account of recommendation in the accounting software administration guide which states that enabling the same all the time consume storage space on the disk and can impact database performance significantly. Audit trail (edit log) is enabled at the application level, except for ERP on VB base.

2 As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For MANEK & ASSOCIATES
Chartered Accountants

Firm's registration number: 0126679W



Mumbai
Dated: 25th July, 2024

A handwritten signature in blue ink, appearing to read "Shailesh Manek", with a horizontal line underneath.

(SHAILESH MANEK)

Partner

Membership number.034925
UDIN: 24034925BKGELM5582



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Parkar Road, Vile Parle (East), Mumbai - 400 057.

Offi. # 4600 7525

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SHAILESH MANEK

B.Com.(Hons), Grad. C.W.A., F.C.A.

Cell: +91 93222 26311

MITTUL B. DALAL

B.Com. A.C.A

Cell: +91 80973 74277

Annexure - A to the Auditors' Report

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 **M/s.NATROYAL INDUSTRIES PRIVATE LIMITED**("the Company") as of 31 March 2024 in conjunction with our audit of the standalone 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.

MANEK & ASSOCIATES

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.

MANEK & ASSOCIATES

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For MANEK & ASSOCIATES
Chartered Accountants
Firm's registration number:126679W



Mumbai
Dated: 25th July, 2024


(SHAILESH MANEK)
Partner

Membership number:034925
UDIN: 24034925BKGELM5582



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Parkar Road, Vile Parle (East), Mumbai - 400 057.

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MITTUL B. DALAL

B.Com. A.C.A

Cell: +91 80973 74277

Annexure - B to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended **31 March 2024**, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The company has a phased programme of physical verification of its property, plant and equipment so as to cover all assets once in three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets. In accordance with this program, certain Property, plant and equipment were verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification;
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, a part of factory building is on land taken on lease. In respect of the balance factory building and land thereof, the title deeds of immovable properties are held in the name of the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there were no revaluations of any Property, Plant and Equipment or intangible assets or both during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.

MANEK & ASSOCIATES

- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable and the discrepancies noticed on verification between the physical stocks and the book records were not material.
- (b) The company has been declared as an Non Performing Asset (NPA) from 29th November, 2020 and the amount outstanding as on 31.03.2024 is Rs.1,848/-lacs (including interest) which is payable in quarterly instalments in terms of Sanction letter received from bank .Further in view of being an NPA account, no quarterly returns or statements were filed and hence provision of clause 3(ii)(b) of the order are not applicable to the company.
- (iii) The company has not granted any loan to parties covered in the register maintained under section 189 of the Companies Act, 2013 and therefore, the provisions of clause 3(iii) ,(iii)(a)(A)&(B) (b), (c) ,(d),(e) and (f) of the order are not applicable to the company.
- (iv) 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 Act, with respect to the loans and investments made and for providing guarantees and securities, as applicable.
- (v) The Company has not accepted any deposits from the public and consequently the directives issued by the Reserve Bank of India, the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, and the Rules framed there under are not applicable, and also no orders were passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal and therefore clause 3(v) of the order is not applicable.
- (vi) According to information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 148 of the Companies Act, 2013 in respect of the manufacturing activities carried on by the Company and therefore, the provision of clause 3(vi) of the Order is not applicable
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is regular in depositing with appropriate authorities undisputed statutory dues including goods and service tax, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues applicable to it except that the company is generally irregular in depositing the provident fund contribution and employees` state insurance, with the appropriate authorities during the year.

MANEK & ASSOCIATES

- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of goods and service tax, provident fund, employees` state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues were in arrears as at March 31,2024 for a period of more than six months from the date they became payable.
- (c) According to the information and explanation given to us, there are no dues of goods and service tax, provident fund, employees` state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues which have not been deposited on account of any dispute except as per details given below :

Name of the Statute	Nature of Dues	Amount (Rs.) In Lacs	Period to which the amount relates	Forum where the dispute is pending
Income Tax	Income Tax Penalty- us 271(1)(C)	9.10	A.Y.12-13	CIT(Appeals) 13(3)(2),Mumbai
Custom duty	Custom Duty and Interest	53.68	F.Y. 17-18	Commissioner of Customs Mumbai
Goods and Service Tax	GST including Interest and Penalty	153.30	F.Y. 17-18	Dy.Commissioner –SGST (appeals),Vadodara

- (viii) In our opinion and according to the information and explanations given to us, there was no such transaction found in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), therefore, the provision of clause 3(viii) of the order is not applicable.

MANEK & ASSOCIATES

- (ix) (a) In our opinion and according to the information and explanations given to us, the company has defaulted in repayment of dues to a bank during the year as per details given below:

Nature of borrowing including debt Security	Name of lender	Amount not paid on due date (Rs.) in Lac	Whether principal or interest	No. of days delay or unpaid	Remarks, if any
Secured Loan	State Bank of India	1,662.64	Principal	1218 days	As per sanction letter dated 15.01.2024 received from the Bank, outstanding dues are payable in quarterly instalments, last of which is due on 14.07.2025.
	State Bank of India	185.36	interest	365 days	As per sanction letter dated 15.01.2024 received from the Bank, outstanding dues are payable in quarterly instalments, last of which is due on 14.07.2025.

- (b) According to the information and explanation given to us and on the basis of our audit procedures, we report that the company has not been declared wilful defaulter by any bank or financial institution or government or any government authority and therefore, the provision of clause 3 (ix)(b) of the Order to that extent is not applicable.
- (c) According to the information and explanations given to us and on the basis of our audit procedures, the term loan taken by the company were applied for the purpose for which the loans were obtained.
- (d) According to information and explanation given to us and the procedures performed by us, and on an overall examination of the financial statement of the Company, we report that no funds raised on short-term basis have been used for long-term purposes of the company.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company does not have any subsidiaries, associates or joint ventures and hence the provision of clause 3 (ix)(e) of the order is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the company does not have any subsidiaries, associates or joint ventures and hence the provision of clause 3 (ix)(f) of the order is not applicable.

MANEK & ASSOCIATES

- (x) (a) In our opinion and according to the information and explanations given to us, the company has utilised the money raised by way of Right Issue of shares for the purpose for which they were raised. The company has not raised any funds by issue of debt instruments and therefore the provision of clause (X)(a) of the order is not applicable to that extent.
- (b) The Company has not made any preferential allotment or private placement of shares fully or optionally partly convertible debentures during the year under review, therefore, the provisions of clause 3(x)(b) of the Order are not applicable to the company.
- (xi) (a) According to information and explanations given to us there were no fraud by the company or any fraud on the Company has been noticed or reported during the year and therefore, the provision of clause 3 (xi)(a) of the Order is not applicable.
- (b) According to information and explanations given to us no report under sub-section (12) of section 143 of the companies Act has been filed by any auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government and therefore the provision of clause (xi)(b) of the order not applicable.
- (c) As represented to us by the management, there were no whistle-blower complaints received by the company during the year.
- (xii) In our opinion, the company is not a chit fund or a nidhi and therefore, the provisions of clause 3(xii)(a), (b) & (c) of the Order are not applicable to the company.
- (xiii) According to information and explanation given to us, all the transactions with related parties are in compliance with the provisions of sections 177 and 188 of Companies Act, 2013 where applicable. The details of related party transactions have been disclosed in the financial statements as required under Accounting Standards.
- (xiv) In our opinion, provision of sec 138 of Companies Act 2013, as regards internal audit is not applicable to company and therefore provision of clause 3(xiv)(a) and 3(xiv)(b) are not applicable.
- (xv) During the financial year, the Company has not entered into any non-cash transactions with directors or persons connected with him and therefore, the provisions of clause 3(xv) of the Order are not applicable.
- (xvi) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and therefore, the provisions of clause 3(xvi)(a),(b),(c) and (d) of the Order are not applicable to the company.

MANEK & ASSOCIATES

- (xvii) The Company has not incurred cash losses during the financial year covered by our audit as well as in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and therefore, the provision of clause 3(xviii) of the order are not applicable.
- (xix) According to information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, and based on our examination of the evidence supporting and assumption, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) During the year the provision of Section 135, as regards Corporate Social Responsibility (CSR), of the companies Act, 2013 is not applicable therefore, the provision of clause 3(xx)(a) & (b) of the order are not applicable.
- (xxi) In our opinion, preparation of consolidated financial statements are not required and hence provisions of clause (xxi) of the order are not applicable.

For MANEK & ASSOCIATES
Chartered Accountants
Firm's registration number: 0126679W



SL Manek
(SHAILESH MANEK)

Partner

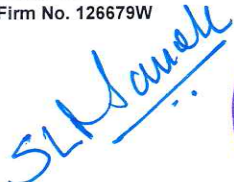



Mumbai
Dated: 25th July, 2024

Membership number: 034925
UDIN: 24034925BKGELM5582

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NATROYAL INDUSTRIES PRIVATE LIMITED

BALANCE SHEET AS AT 31st March, 2024

			as at 31-03-2024 ₹	(Rs. In Lacs) as at 31-03-2023 ₹
EQUITY AND LIABILITIES				
SHAREHOLDERS' FUND				
Share Capital	3	722.17		640.57
Reserves and Surplus	4	1,983.16	2,705.33	1,312.14
				1,952.71
NON CURRENT LIABILITIES				
Long - Term Borrowings	5	330.97		352.01
Long Term Provision	6	320.18	651.15	266.13
				618.13
CURRENT LIABILITIES				
Short - Term Borrowings	7	2,856.48		3,651.05
Trade Payable :	8			
To - Micro and Small Enterprises		246.16		20.75
To - Others than Micro and Small Enterprises		2,006.73		2,131.66
Other Current Liabilities	9	157.67		162.79
Short - Term Provisions	10	95.73		119.39
			5,362.78	6,085.64
			8,719.26	8,656.49
ASSETS				
NON CURRENT ASSETS				
PROPERTY, PLANT & EQUIPMENT	11			
Tangible Assets		2,730.69		2,875.69
Intangible Assets		12.00		0.08
Capital Work In Progress		50.10	2,792.79	8.27
				2,884.04
Non Current Investment	12		2.64	2.64
Deferred tax Assets	13		-	-
Long Term Loans and Advances	14		13.67	4.20
Other Non current Assets	15		98.61	81.21
Short-term Loans and Advances				
Inventories	16	1,732.40		1,672.46
Trade Receivable	17	3,262.14		3,428.15
Cash and Cash equivalents	18	144.11		46.93
Short-term Loans and Advances	19	643.29		508.65
Other Current Assets	20	29.61		28.21
			5,811.55	5,684
			8,719.26	8,656.49
The accompanying notes are an integral part of the financial statement	1-49			
As per our audit report of even date				
For Manek & Associates Chartered Accountants Firm No. 126679W			For and on behalf of Board of Directors	
 (Shailesh Manek) Partner Membership No. 034925			 (Suvrat Shah) Director 02833798	 (Rahul Motasha) Director 02080806
PLACE : MUMBAI				
Date : 25/07/2024				

NATROYAL INDUSTRIES PRIVATE LIMITED

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

	NOTE	Year ended 31-03-2024 ₹	(Rs. In Lacs) Year ended 31-03-2023 ₹
INCOME			
Revenue From Operations	21	11,331.06	11,724.48
Other Income	22	152.94	293.86
		<u>11,484.00</u>	<u>12,018.34</u>
EXPENDITURE			
Cost of Raw Material Consumed	23	6,835.83	7,693.03
Purchase of Traded goods	23	-	12.45
Changes in Inventories of Finished goods and Work in Progress	24	170.73	(26.88)
Employee Benefit Expenses	25	991.95	910.33
Finance Cost	26	325.65	522.49
Other Expenses	27	2,623.31	2,490.12
Depreciation	11	294.05	291.90
		<u>11,241.52</u>	<u>11,893.44</u>
Profit /(loss) before tax		<u>242.48</u>	<u>124.90</u>
Taxes on Earlier year		(0.14)	(0.36)
		<u>242.62</u>	<u>125.26</u>

Earning per Share (refer note no. 43)

Basic & Diluted

37.90

19.55

The accompanying notes are an integral part of the financial statement

1-49

As per audit report of even date

For Manek & Associates
Chartered Accountants
Firm No. 126679W

(Shailesh Manek)
Partner
Membership No. 034925



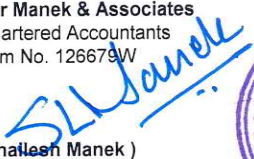


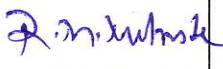
For and on behalf of Board of Directors

(Suyrat Shah)
Director
02833798

(Rahul Motasha)
Director
02080806

PLACE : MUMBAI

Date : 25/07/2024

NATROYAL INDUSTRIES PRIVATE LIMITED		
STATEMENT OF CASH FLOW FOR THE YEAR ENDED		
	31-03-2024 ₹ (in Lacs)	31-03-2023 ₹ (in Lacs)
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before taxation	242.48	124.90
Adjustment for :		
Provision for Taxation	-	-
Depreciation	294.05	291.90
Interest Income	(6.87)	(3.84)
Loss / (Profit) on sales of Fixed assets	0.91	-
Interest Expense	310.12	512.55
Operating Profit before Working Capital changes	840.69	925.52
Changes in Working Capital		
Decrease/(Increase) in Trade Receivable	166.01	2,380.40
Decrease/(Increase) in Inventories	(59.94)	(206.08)
Decrease/(Increase) in other non Current Assets	(17.41)	(39.99)
Decrease/(Increase) in Short Term Loans and Advances	(134.51)	93.75
Decrease/(Increase) in long Term Loans and Advances	(9.47)	2.45
Decrease/(Increase) in other Current Assets	(1.40)	8.88
Increase/(Decrease) in Trade Payable	100.47	(95.08)
Increase / (Decrease) in Other Current Liability	(5.12)	(125.66)
Increase/(Decrease) in Short Term Provision	(23.66)	9.63
Increase / (Decrease) in Long Term Provision	54.05	(6.48)
Cash generated from operations	69.04	2,021.83
Cash flow before prior period items	909.73	2,947.35
Prior Period items	-	-
Taxes of Earlier years	-	-
Net cash from operating activities	909.73	2,947.35
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase/ Sale of fixed assets (net)	(203.71)	(93.33)
Issue of share Amount Received	510	-
Interest received	6.87	3.84
Net cash from investing activities	313.16	(89.49)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	(21.03)	(126.18)
Proceeds from short term borrowings	(794.56)	(2,284.89)
Interest paid	(310.12)	(512.55)
Net cash used in financing activities	(1,125.71)	(2,923.63)
Net Increase In Cash And Cash Equivalent	97.18	(65.78)
Cash And Cash Equivalents at the beginning of the year	46.93	112.71
Cash And Cash Equivalent at the end of the year	144.11	46.93
As per audit report of even date		
For Manek & Associates Chartered Accountants Firm No. 126679W  (Shailesh Manek) Partner Membership No. 034925 	For and on behalf of Board of Directors  (Suyrat Shah) (Director) 02833798  (Rahul Motasha) (Director) 02080806	
PLACE : MUMBAI	PLACE : MUMBAI	
Date : 25/07/2024	Date : 25/07/2024	

NATROYAL INDUSTRIES PRIVATE LIMITED

NOTE- 1 : Corporate Information

Natroyal Industries Private Limited (NIPL) , CIN U74210MH1989PTC053554 having registered office at 60 CD, Shlok , Govt.Indl.Estate,Charkop Kandivali - West , Mumbai-400067 and plant at Plot no.318 / 319, Village Baska , Taluka Halol, District Panchmahal Gujarat-389350, is a private limited Company. It is engaged in the business of Manufacturing of Seating components , Coated textile fabrics, Knitted fabrics and Trading of PVC Vinyl Flooring / Chemical items.

NOTE- 2 : Material Accounting Policies

a. CONVENTION

The accompanying financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting and comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 to the extent applicable. The financial statements are presented in Indian Rupees.

b. USE OF ESTIMATE

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

c. REVENUE RECOGNITION

Sale of goods

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales are excluding GST.

Income from services

Revenues from contracts priced on a time and material basis are recognised when services are rendered and related costs are incurred. Foreseeable losses on such contracts are recognised when probable.

Other income

Interest income is accounted on time proportion basis. Dividend income is accounted for when the right to receive it is established.

All other Revenues and Expenses are accounted on Accrual basis,

d. PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION

Property, Plant & Equipment are stated at cost (Net of Input Tax Credit) and include incidental and/or installation expenses.

Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any.

Depreciation on property, plant & Equipment are provided on straight line method, over the estimated useful life of the assets, in the manner prescribed in Schedule II of the Companies Act 2013.

Intangible assets are amortised over their estimated useful life of five years,

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern.

e. IMPAIRMENT OF ASSETS

Impairment loss is provided to the extent the carrying amount of assets exceeds the recoverable amount. Recoverable amount is the higher of an assets net selling price & its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the assets and from its disposal at the end of its useful life. Net selling price is the amount obtainable from the sale value of the assets in an arm's length transaction between knowledgeable willing parties less the costs of disposal. If at the Balance Sheet date there is an indication that the previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

f. CUSTOM DUTY AND GOODS AND SERVICE TAX

i) Custom duty is accounted upon clearance of goods.

ii) Goods and Services tax (GST) is accounted upon clearance of goods and providing of services. Input Tax credit (ITC) is accounted by adjustment against cost immediately upon receipt of the relevant input and booking of the invoices in respect there.

g. INVENTORIES

(i) Raw Materials and Packing Materials are valued at cost, computed on weighted average basis.

(ii) Stores and spares are valued at cost, computed on FIFO basis.

(iii) Semi-finished goods are valued at cost. For this purpose costs includes cost of Material, Direct Labour and related Factory / Other Overheads upto the stage of completion.

(iv) Finished Goods are valued at lower of Cost and Net Realisable Value.

h. INVESTMENTS

Investments, classified as Long-Term investments, are stated at cost.

i. RETIREMENT BENEFITS

Employee benefits include provident fund, gratuity fund and compensated absences .

Defined contribution plans

The Company's contribution to provident fund is considered as defined contribution plan and are charged as an expense as they fall due based on the amount of contribution required to be made.



Defined benefit plans

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

j. FOREIGN CURRENCY TRANSACTIONS**Initial recognition**

Transactions in foreign currencies entered into by the Company and its integral foreign operations are accounted at the exchange rates as on date of transaction.

Measurement of foreign currency monetary items at the Balance Sheet date

Foreign currency monetary items (other than derivative contracts) of the Company and its net investment in non-integral foreign operations outstanding at the Balance Sheet date are restated at the year-end rates.

In the case of integral operations, assets and liabilities (other than non-monetary items), are translated at the exchange rates prevailing on the Balance Sheet date. Non-monetary items are carried at historical cost. Revenue and expenses are translated at the exchange rate as on date of transaction. Exchange differences arising out of these translations are charged to the Statement of Profit and Loss.

Treatment of exchange differences

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company and its integral foreign operations are recognised as income or expense in the Statement of Profit and Loss. The exchange differences on restatement / settlement of loans to non-integral foreign operations that are considered as net investment in such operations are accumulated in a "Foreign currency translation reserve" until disposal / recovery of the net investment.

k. CLAIMS, DEMANDS & UTILITIES

Disputed and / or Contingent Liabilities are either provided for or disclosed depending on management's judgment of the outcome. These are disclosed by way of notes appended to the balance sheet.

Claims by or against the company are accounted when Acknowledged / Accepted / Settled / Revived.

l. TAXATION

Provision for current tax is computed in accordance with the relevant tax regulation.

Deferred Tax is recognised for all timing differences between accounting income and taxable income and quantified using the enacted / substantially enacted tax rates as at the balance sheet date.

Deferred Tax Assets are recognised where realisations are reasonably certain whereas in case of carried forward losses or unabsorbed depreciation, deferred tax assets are recognised only if there is a virtual certainty of realisation backed by convincing evidence. Deferred tax assets are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.

m. SEGMENT REPORTING

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.

Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on a reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".

n. LEASE

Operating Lease : Lease payments for operating leases are recognized as expenses on a straight line basis over the lease term.

o. RESEARCH AND DEVELOPMENT :

All revenue expenses pertaining to research and development are charged to Statement of Profit & Loss in the year in which they are incurred and all expenditure of capital nature is capitalized as Property, Plant & Equipment, and depreciated as per the company's policy.

p. PROVISIONS, CONTINGENT LIABILITIES & CONTINGENT ASSETS.

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, and in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimation. Contingent liabilities are disclosed in the notes separately



	as at 31-03-2024 ₹	(Rs. In Lacs) as at 31-03-2023 ₹
NOTE - 4 : RESERVES AND SURPLUS		
(a) Capital Reserve		
Balance as per last financial statements	235.53	235.53
	<u>235.53</u>	<u>235.53</u>
(b) Securities Premium Account		
Balance as per last financial statements	300.00	300.00
Add: Premium on shares issued during the year	428.40	-
Closing balance	<u>728.40</u>	<u>300.00</u>
(c) Surplus in the statement of profit and loss		
Balance as per last financial statements	776.61	651.36
Add: Profit for the year	242.62	125.26
Closing balance	<u>1,019.23</u>	<u>776.61</u>
Total Reserve and Surplus	<u>1,983.16</u>	<u>1,312.14</u>
NOTE - 5 : LONG TERM BORROWINGS		
Secured Loans		
a) Term Loans		
(A) from banks. (Refer Note 5.1 below)	-	-
(B) from other parties. (Refer Note 5.2 below)	9.70	6.59
From Financial Institutions :		
Against Hypothecation of Vehicles		
(Refer note no.5.2 below)		
Against Hypothecation of Plant & Machinery	3.65	27.80
(Refer note no.5.2 below)		
Unsecured Considered good :		
(a) Security Deposit	317.62	317.62
Note 5.1 TERM LOAN FROM BANKS		
From banks	1,385.83	1,630.45
Less: Loan obligations to be serviced by RCVPL	<u>(1,385.83)</u>	<u>(1,630.45)</u>
Sub-Total	<u>330.97</u>	<u>352.01</u>
Note :		
<p>5.1.1 The Company namely, Royal Cushion Vinyl Products Limited (RCVPL), having same promoters, was under revival / rehabilitation in terms of the provisions of the Sick Industrial Companies Act, (SICA) 1985 and its reference was pending before Hon'ble Board for Industrial and Financial Reconstruction (BIFR). In order to ensure its continuity and survival, RCVPL was in pressing need of financial support for its working capital requirements. However, since RCVPL was under SICA, it was not able to raise funds from banks/FIs on its own. In view thereof, RCVPL through its directors had requested the directors of the Company and other family members and promoters companies/ entities, which are part of same promoters group ("Promoter Group Persons"), to extend requisite support in securing financial support from banks/FIs. In view thereof, the Promoters Group Persons, by giving personal/family properties as collateral security, arranged Loans from banks/ FIs on behalf of and for the sole benefit of RCVPL and such loan funds were initially disbursed to the Company, as the Company was also a borrower to such loan arrangement along with other co-borrower. As part of agreed arrangement between the Promoter Group Persons and RCVPL, such loan funds were transferred by the Company to RCVPL and since then, RCVPL has been discharging all obligations in relation to said loan funds, including payment of EMIs, principal repayment, interest and all other charges to the said banks/FIs. As part of agreed arrangement, RCVPL and Promoter Group Persons are primarily responsible for ensuring fulfilment of all obligations in relation to such loan funds, including in case of default in repayment by RCVPL. In view thereof, as the Company is also a party to arrangement of such loan funds, the same has been shown above under "Term Loans from Banks" and at the same time, since the said borrowings, in substance, was pass through, and as RCVPL and Promoter Group Persons are primarily responsible to discharge all obligations in respect of such loan funds, a reduction from the aforesaid borrowings as "Loan obligations to be serviced by RCVPL".</p> <p>In view of aforesaid peculiar fact scenario, the "Loan obligations to be serviced by RCVPL" is disclosed under Contingent Liabilities. (Refer Note 31(c))</p> <p>5.2. The above/below secured loans are repayable in EMI of 48 to 60 months, the last EMI due in Sept 2028. The rate of interest on these loans range from 9.5 % to 12.20% P.A.) (P.Y. from 11.00 % to 15.25%). (The above/below loans against plant & machinery are secured by hypothecation or lien made of respective plant & machinery and personal guarantee of Directors & loan against vehicles are secured by lien on vehicles, loan against securities are secured by pledge of shares held by directors and promoters).</p> <p>5.3 Loans and advances from related parties</p> <p>a) Loan from directors and there relatives are payable on demand.</p> <p>b) Loan from one share holder (Previous year nine share holders), carries interest @18% . During the previous year loan from eight shareholders are repayable after five years from 30th March,2022, and from one share holder repayable after five years from 30-01-2020. No interest is paid to other eight share</p> <p>c) Intercompany deposit carried interest @18% per annum.</p>		
NOTE - 6 : LONG TERM PROVISION		
Provision for Gratuity	270.94	237.05
Provision for Leave Encashment	49.24	29.08
	<u>320.18</u>	<u>266.13</u>



						(Rs. In Lacs)	
						as at 31-03-2024	as at 31-03-2023
NOTE - 7 : SHORT TERM BORROWINGS							
Secured Loan : (Refer note below)							
Cash Credit Facility from State Bank of India (Refer note 7.1 below)						1,848.00	2,062.17
(The rate of interest is 8.75 % P.A. (Previous Year 11.85% P.A.))							
(Refer Note 45)							
Current maturities of long term debt							
Secured Loan							
(A) from banks. (Refer Note 7.2 below)						-	-
(B) from financial institute. (Refer Note 5.2 above)						339.54	242.99
Unsecured Loan							
(a) Loans and advances from Directors and their relatives (Refer Note 5.3 above)						68.94	79.34
(b) Loan from Share Holders (Refer Note 5.3 above)						400.00	967.83
(c) Intercompany Deposit (Refer Note 5.3 above)						200.00	-
*(Deposits repayable within a period of six months and its carries interest @18%)						<u>2,856.48</u>	<u>3,352.32</u>
Note:							
7.1 Cash Credit facility from Bank is secured by hypothecation of stocks including packing material and stores & spares for manufacturing, hypothecation of book debts and first charge on Land, Building and unencumbered Plant & Machineries of the Company. Its further secured by personal guarantee of Directors, Promoters and Promoters group entities.							
Note 7.2 Term Loan from Banks							
From banks						247.33	226.21
Less: Loan obligations to be serviced by RCVPL (Ref. Note No. 5.1.1 above)						<u>(247.33)</u>	<u>(226.21)</u>
Total						<u>-</u>	<u>-</u>
NOTE - 8 : TRADE PAYABLES							
Other than Acceptances :							
Trade Payable for Goods :							
To Micro and Small Enterprises (Refer note 29)						185.41	10.54
To Other than Micro and Small Enterprises						<u>1,370.55</u>	<u>1,422.24</u>
						1,555.96	1,432.78
Trade Payable for Others :							
To Micro and Small Enterprises (Refer note 29)						60.75	10.21
To Other than Micro and Small Enterprises						<u>636.18</u>	<u>709.43</u>
						696.93	719.64
						<u>2,252.89</u>	<u>2,152.42</u>
Trade Payable ageing Schedule :							
Particulars						Outstanding as at 31/03/2024 from due date of payment	
						Less Than 1 Year	1-2 Year
						2-3 year	More than 3 Year
						Total	
(i) MSME						245.26	0.20
(ii) Others						1,752.92	11.41
(iii) Disputed Dues - MSME						-	-
(iv) Disputed Dues - Others						-	-
Total						1,998.18	27.52
						11.41	215.77
							2,252.89
Particulars						Outstanding as at 31/03/2023 from due date of payment	
						Less Than 1 Year	1-2 Year
						2-3 year	More than 3 Year
						Total	
(i) MSME						20.75	-
(ii) Others						1,854.70	26.91
(iii) Disputed Dues - MSME						-	-
(iv) Disputed Dues - Others						-	-
Total						1,875.45	26.91
						37.85	212.20
							2,152.41
NOTE - 9 : OTHERS CURRENT LIABILITIES							
Statutory Remittances						9.99	9.49
Advances from Customers						57.65	95.08
Other liabilities						90.03	58.22
						<u>157.67</u>	<u>162.79</u>
NOTE - 10 : SHORT TERM PROVISION							
Provision for Employee Benefit						11.02	21.84
Provision for Gratuity						72.26	63.31
Provision for Leave Encashment						12.45	34.24
						<u>95.73</u>	<u>119.39</u>



NATROYAL INDUSTRIES PRIVATE LIMITED

Notes Forming Part of Balance Sheet
NOTE- 11 : PROPERTY, PLANT & EQUIPMENT

PARTICULAR	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At 01-04-2023 ₹	Addition ₹	Deduction/ Sales ₹	As At 03-2024 ₹	Up To 01-04-2023 ₹	For The Period ₹	Deduction / Sales ₹	As At 31-03-2024 ₹	As At 31-03-2024 ₹	As At 31-03-2023 ₹
TANGIBLE ASSETS :										
LAND & LAND DEVELOPMENT	14.22 (14.22)	56.62	-	70.84 (14.22)	-	-	-	70.84 (14.22)	14.22 (14.22)	
BUILDINGS	867.45 (867.45)	-	-	867.45 (867.45)	533.84 (521.49)	12.34 (12.35)	-	546.18 (533.84)	333.61 (345.96)	
INTERNAL ROAD & TUBE WELL	28.41 (28.41)	-	-	28.41 (28.41)	26.99 (26.99)	-	-	26.99 (26.99)	1.42 (1.42)	
PLANT & MACHINERY	5,407.02 (5,375.33)	61.62 (70.87)	-	5,468.64 (5,407.02)	3,022.31 (2,815.03)	246.05 (243.80)	-	3,268.36 (3,022.31)	2,200.28 (2,384.71)	2,384.71 (2,560.30)
FURNITURE & FIXTURE :	27.81 (27.81)	-	-	27.81 (27.81)	19.84 (17.39)	2.16 (2.45)	-	22.00 (19.84)	5.82 (7.97)	7.97 (10.43)
VEHICLES	348.99 (348.99)	7.73	24.57	332.15 (348.99)	307.91 (290.30)	11.34 (17.61)	23.35	295.91 (307.91)	36.25 (41.08)	41.08 (58.69)
OFFICE & OTHERS EQUIPMENTS	233.69 (217.16)	21.26 (16.52)	-	254.95 (233.69)	169.72 (158.69)	14.52 (11.03)	-	184.24 (169.72)	70.71 (63.97)	63.97 (58.47)
LABORATORY EQUIPMENT	63.14 (62.81)	- (0.33)	-	63.14 (63.14)	34.44 (29.82)	4.60 (4.61)	-	39.04 (34.44)	24.10 (28.71)	28.71 (32.99)
INTANGIBLE ASSETS :										
Computer Software	31.43 (31.43)	14.97	-	46.40 (31.43)	31.35 (31.29)	3.05 (0.05)	-	34.40 (31.35)	12.00 (0.08)	0.08 (0.13)
Goodwill	80.83 (80.83)	-	-	80.83 (80.83)	80.83 (80.83)	-	-	80.83 (80.83)	-	-
Total	7,102.99 (7,054.45)	162.20 (87.72)	24.57 (39.18)	7,240.62 (7,102.99)	4,227.22 (3,971.84)	294.05 (291.90)	23.35 (36.52)	4,497.93 (4,227.22)	2,748.69 (2,875.77)	2,875.77 (3,082.61)

Note :

12.1) Figures in bracket are of previous year.



CWIP Ageing Schedule :	Amount in CWIP for a period of FY 2023-24			
	Less than 1 year	1 - 2 year	2 - 3 year	More than 3 years
CWIP				Total
Projects in Progress	50.10			50.10
Projects temporarily suspended				-
Total	50.10			50.10
CWIP	Amount in CWIP for a period of FY 2022-23			
	Less than 1 year	1 - 2 year	2 - 3 year	More than 3 years
CWIP				Total
Projects in Progress	8.27			8.27
Projects temporarily suspended				-
Total	8.27			8.27

	(Rs. In Lacs)	
	as at 31-03-2024	as at 31-03-2023
NOTE - 12 : NON CURRENT INVESTMENT		
Investment in equity instruments Quoted :		
858 Equity shares of Bank of Baroda ₹ 2 Each fully paid up	2.34	2.34
2,000 Equity Shares of Development Credit Bank Ltd. ₹ 10 each fully paid up	0.20	0.20
Investment in equity instruments Unquoted :		
400 Equity Shares of Halol Urban Co- Operative Bank Ltd ₹ 25 each fully paid up	0.10	0.10
	<u>2.64</u>	<u>2.64</u>
Aggregate amount of quoted investments (Market value Rs.4,65 lacs/- (Previous Year Rs.3,58 lacs)	2.54	2.54
Aggregate amount of unquoted investments.	0.10	0.10
	<u>2.64</u>	<u>2.64</u>
NOTE - 13 : DEFERRED TAX LIABILITY		
	Deferred tax Balance as of 31-03-2023	Charge / (Credit) during the year
	₹	₹
Property, Plant & Equipment and Depreciation	252.29	(1.43)
Provision for Leave Encashment	(16.46)	0.43
Provision for Doubtful Debts	(143.45)	0.73
Provision for Gratuity	(78.09)	(11.14)
Unabsorbed Depreciation	(156.39)	-
Others	(103.88)	58.26
Net Deferred Tax Liability / (Assets)	(245.99)	46.85
		Deferred tax Balance as of 31-03-2024
		₹
		250.86
		(16.04)
		(142.72)
		(89.23)
		(156.39)
		(45.62)
		<u>(199.14)</u>
Note : Deferred Tax Assets is recognised only to the extent of Deferred Tax Liability.		
NOTE - 14 : LONG TERM LOANS AND ADVANCES		
Unsecured considered good :		
Other Loans & Advances	3.09	3.54
Prepaid Expenses	10.58	0.66
	<u>13.67</u>	<u>4.20</u>
NOTE - 15 : OTHER NON - CURRENT ASSETS		
Security Deposit	89.17	72.22
Fixed Deposit with Bank (Maturity > 12 Months)	9.44	8.98
	<u>98.61</u>	<u>81.21</u>
NOTE - 16 : INVENTORIES		
(Refer Note No 2 (g) for mode of valuation)		
Raw materials	1,068.94	853.67
Work in process	270.91	401.85
Finished goods	328.11	367.89
Stores and Spares	36.07	24.77
Packing material	26.70	22.24
Fuel	1.67	2.03
	<u>1,732.40</u>	<u>1,672.46</u>
Details of inventory of Work in progress :		
Chemicals	20.86	99.84
Release Paper	-	35.81
Semi finished Goods	15.11	16.57
Yarn	208.72	216.14
Frame	15.60	8.02
Trim Cover	10.61	2.94
Others	-	22.53
	<u>270.90</u>	<u>401.85</u>



							(Rs. In Lacs)



	Year ended 31-03-2024 ₹	(Rs. In Lacs) Year ended 31-03-2023 ₹
NOTE - 21 : REVENUE FROM OPERATIONS (Refer Note 36)		
Sales of Product		
Manufactured Goods	11,142.90	11,491.29
Traded Goods	-	12.97
Other operating revenue		
Job Work	126.09	164.25
Scrap Sales	62.07	55.97
Revenue from operations	11,331.06	11,724.48
NOTE - 22 : OTHER INCOME		
Exchange Rate Difference (Net)	33.17	54.29
Dividend	0.07	0.04
Insurance Claim Received	0.28	35.21
Interest	6.87	3.84
Sale of Licences	8.56	-
Duty Drawback Received	10.87	2.62
Lease Rent	59.08	99.02
Service Income	30.81	55.91
Bad debts recovery	2.82	40.11
Miscellaneous Income	0.42	2.84
	152.94	293.86
NOTE - 23 : COST OF RAW MATERIAL CONSUMED		
Inventories at the beginning of the year	853.67	670.00
Add : Purchases	7,051.10	7,876.70
	7,904.77	8,546.70
Less : Inventories at the end of the year	1,068.94	853.67
Cost of raw material consumed (Refer note 35)	6,835.83	7,693.03
Add : Purchase of Traded goods (refer note 35)	-	12.45
	6,835.83	7,705.48
Details of raw material consumed		
Chemicals	2,746.60	3,437.91
Release Paper	101.30	95.64
Fabric & Leathercloth	71.59	119.60
Yarn	2,767.93	3,235.19
Pipe	195.36	127.93
Others	953.05	676.76
Trading PVC Floor Covering	-	12.45
	6,835.83	7,705.48
Details of raw material inventory		
Chemicals	403.66	288.40
Release Paper	314.08	190.28
Fabric & Leathercloth	115.32	98.39
Sheet Metal Component	51.76	47.63
Yarn	28.59	108.82
Pipe	16.75	11.91
Others	138.78	108.24
	1,068.94	853.67
NOTE - 24 : CHANGES IN INVENTORIES		
Inventories at the end of the year		
Finished goods	328.11	367.89
Work in process	270.90	401.85
	599.01	769.74
Inventories at the beginning of the year		
Finished goods	367.89	364.49
Work in process	401.85	378.37
	769.74	742.86
	170.73	(26.88)



	Year ended 31-03-2024 ₹	(Rs. In Lacs) Year ended 31-03-2023 ₹
NOTE - 25 : EMPLOYEE BENEFIT EXPENSES		
Salaries, Wages and Bonus	846.48	785.24
Contribution to provident and other funds	75.06	72.81
Gratuity expenses	64.23	41.64
Welfare expenses	6.18	10.64
	991.95	910.33
NOTE - 26 : FINANCE COST		
Interest Expenses :		
- Borrowings	310.12	512.55
- Others	0.49	0.27
Other Borrowing Costs	15.04	9.66
	325.65	522.49
NOTE - 27 : OTHER EXPENSES		
Power and Fuel	690.89	703.09
Consumable stores	183.03	148.04
Packing material	116.20	106.80
Services & Maintenance	640.85	517.06
Security expenses	28.06	22.24
Travelling	60.35	47.69
Printing and Stationery	5.86	4.66
Telephone	9.06	9.65
Loading / Unloading Charges	6.13	5.19
Insurance Charges	18.73	26.44
Labour Charges Paid	29.41	49.88
Rent , Rates and Taxes	79.99	42.05
Legal and Professional Fees	121.99	113.19
Repairs and Maintenance to		
...plant and machinery	88.56	68.72
...factory building	11.43	16.23
...vehicles	58.69	65.84
...others	41.80	18.58
	200.48	169.38
Auditors' Remuneration		
... audit fees	9.00	9.00
... tax audit fees	1.50	1.50
	10.50	10.50
Export Forwarding and Freight	251.00	292.07
Freight Outward	51.65	47.58
Discount & balances w/off	3.22	23.45
Advertisement Sales	18.33	8.30
Commission on Sales	18.23	10.29
Prior period expenses / (Income) (Net)	1.65	13.03
Provision for Doubtful Debtors	-	47.21
Miscellaneous expenses	77.67	72.34
	2,623.31	2,490.12



NATROYAL INDUSTRIES PRIVATE LIMITED

Notes on Financial Statements for the year ended March 31, 2024

28. Trade Receivables, Loans & Advances and Trade Payables are subject to Confirmation.

29. Micro, Small and Medium Enterprises :

Disclosures pursuant to section 22 of "The Micro, Small and Medium Enterprises Development Act., 2006 is as follows :

The Company has identified Micro and Small Enterprises to whom the Company owes the dues which are outstanding as at the year end:

Particulars	₹ (In Lacs)	₹ (In Lacs)
	As at 31st March, 2024	As at 31st March, 2023
(a) Principal amount due to suppliers under the Act.,	246.16	20.75
(b) Interest accrued and due to suppliers under the Act, on the above amount not provided.	-	0.28
(c) payment made to suppliers beyond the appointed day, during the year.	-	-
(d) Interest paid to supplier under the Act.	-	-
(e) Interest accrued but not provided and remaining unpaid at the end of the year to suppliers under the Act.,	15.65	15.65

Note :

- 1) The information has been given on the basis of information received from Vendors and the same has been relied upon by the auditors.
- 2) Interest accrued on overdue outstanding has not been provided for.
- 3) Amount unpaid to Micro and Small enterprises vendors on account of retention money have not been considered for the purpose on interest calculation.

30. Retirement Benefits:

a. Post-employment benefit plans. Payments to defined contribution retirement benefit schemes are charged to financial statement on the basis of actuarial valuation at the end of the year.

b. Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period when the employee renders the service.

c. The following table sets out the unfunded status of leave absences and gratuity and the amounts recognized in the Company's financial statements as at March 31, 2024.

Particulars	Leave Encashment (Unfunded) (Refer Note below)	Gratuity (Unfunded) (Refer Note below)
	2023-24 (₹ in Lacs)	2023-24 (₹ in Lacs)
Reconciliation of liability recognized in the Balance sheet		
Present value of commitments	61.69	343.20
Fair value of plans	-	-
Net liability in the Balance sheet	61.69	343.20
Movement in net liability recognized in the Balance sheet		
Net liability as at 1st April	63.33	296.82
Adjustment to Opening Fair Value of Plan Assets	-	3.54
Net expense to be recognized in the Statement of Profit and Loss account	0.75	64.23
Contribution during the year	(2.39)	(21.38)
Net liability as at 31st March	61.69	343.20
Expense recognized in the Statement of Profit and Loss account		
Current service cost	9.03	16.66
Interest cost	4.53	21.90
Past Service Cost - (Non-vested Benefits)	-	-
Past Service Cost - (Vested Benefits)	-	-
Unrecognised Past Service Cost - Non - Vested Benefits	-	-
Expected return on plan assets	-	-
Actuarial (gains)/ losses	(12.81)	25.67
Credit for excess fair value of plan assets at the beginning of the year		
Net Expense to be charged to the Statement of Profit and Loss account (Ref. note below)	0.75	64.23



Return on plan assets		
Expected return on plan assets	-	-
Actuarial (gains)/ losses	-	-
Actual return on plan assets	-	-
Reconciliation of defined-benefit commitments		
Commitments as at 1st April	63.33	296.82
Adjustment to Opening Fair Value of Plan Assets	-	3.54
Current service cost	9.03	16.66
Interest cost	4.53	21.90
Past Service Cost - (Non-vested Benefits)	-	-
Past Service Cost - (Vested Benefits)	-	-
Unrecognised Past Service Cost - Non - Vested Benefits	-	-
Expected return on plan assets	-	-
Paid benefits	(2.39)	(21.38)
Actuarial (gains)/ losses	(12.81)	25.67
Commitments as at 31st March	61.69	343.20
Reconciliation of plan assets		
Plan assets as at 1st April	-	-
Expected return on plan assets	-	-
Contributions during the year	-	-
Paid benefits	-	-
Actuarial (gains)/ losses	-	-
Plan assets as at 31st March	-	-

The actuarial calculations used to estimate commitments and expenses in respect of leave encashment and gratuity are based on the following assumptions which if changed, would affect the commitment's size, funding requirements and expense.

Particulars		
Discount rate	7.20%	7.29%
Expected return on plan assets	-	7.29%
Expected rate of salary increase	6.00%	6.00%
Withdrawal rates	5.00%	5.00%
Mortality	IALM(2012-14) Ult.	IALM(2012-14) Ult.

31. Contingent Liabilities not provided for :

Particulars	₹ (in Lacs) As at 31st March, 2024	₹ (in Lacs) As at 31st March, 2023
(a) Contingent Liabilities		
(i) Bank Guarantees	29.40	29.40
(ii) Custom Duty, Fine & Penalty	53.68	79.10
(iii) Income Tax A.Y. 12-13 (for penalty u/s 271(1)(c))	9.10	9.10
(iv) Goods and Service Tax	567.56	-
Total	659.73	117.59

(b) Goods and Service tax

I Demand for July 17 to March 18

This demand of Rs. 153.30 lacs for Short declaration of output tax , Excess claim of ITC etc. including interest and Penalty on GST demand. Appeal filed to Dy. Commissioner - SGST (Appeals), Vadodara.

II Demand for Sept 2017 to January 2021

Demand order dated 26.06.2024 received for Rs. 414.26 lacs towards wrong classification of outward supply during Sept 2017 to Jan 2021. Appeal to be filed.

(c) The Directors of the Company along with their family members and group Companies/associates , by giving personal/family properties as collateral security, arranged Loans from Banks . These loans are released by banks to the Company and have been ultimately used by Royal Cushion Vinyl Products Limited (RCVPL), for its business purpose. Pursuant to the arrangement / understanding between RCVPL , Directors of the Company, relatives , associates and the Company, the said Loans amount were transferred by the Company to RCVPL. All expenses , instalments including interest etc. are borne by RCVPL. The Company has not borne any of such expenses including interest etc.. In case of failure to repay the loan to bank by the Directors of RCVPL or other joint holders, the liability on such account, if any arises, is considered as a contingent liability upto Rs. 1633.16 lacs (P.Y. 1856.66 lacs).



32. Capital Commitments:				
Estimated amount of contracts (net of advance) remaining to be executed on capital account and not provided for ₹ Nil. (Previous Year ₹ Nil).				
33. Consumption of Raw Materials, Stores and Spares				
Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2024	For the year ended 31st March, 2023	For the year ended 31st March, 2023
	₹ (in Lacs)	%	₹ (in Lacs)	%
Raw Material				
Imported	925.61	13.54	1,379.89	17.91
Indigenous	5,910.22	86.46	6,325.58	82.09
Total	6,835.83	100.00	7,705.48	100.00
Stores and Spares				
Imported	1.77	0.97	-	-
Indigenous	181.26	99.03	148.04	100.00
Total	183.03	100.00	148.04	100.00
34. CIF Value of Imports				
Particulars	₹ (in Lacs)		₹ (in Lacs)	
	For the year ended 31st March, 2024		For the year ended 31st March, 2023	
Raw Materials	891.13		1,398.84	
Packing Material	7.03		6.44	
Repairing to Plant & Machinery	3.15		4.46	
Capital goods	11.30		11.18	
Consumable Store	1.77		-	
Total	914.38		1,420.91	
35. Raw Materials Consumed				
Particulars	₹ (in Lacs)		₹ (in Lacs)	
	For the year ended 31st March, 2024		For the year ended 31st March, 2023	
Manufacturing				
Fabrics & PVC Leathercloth	71.59		119.60	
Chemicals	2,746.60		3,437.91	
Yarn	2,768.93		3,235.19	
Release Paper	101.30		95.64	
Pipe	195.36		127.93	
Others #	953.06		676.76	
Total (a)	6,835.83		7,693.03	
Trading				
PVC Floor Covering	-		12.45	
Total (b)	-		12.45	
Total (a + b)	6,835.83		7,705.48	
Note : # Items covered under the head are numerous, none of which individually exceeds 10% of the total value.				



36. Details of Turnover		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Manufacturing		
PVC Leathercloth	4,971.29	5,239.42
Seats and Seats Components	1,926.53	1,334.38
PVC Floor Covering	-	97.38
Knitted Fabric	4,245.08	4,721.25
Others #	-	98.86
	11,142.90	11,491.29
Job Work	126.09	164.25
Scrap Sales	62.07	55.97
Total Manufacturing	11,331.06	11,711.51
Trading		
PVC Floor Covering	-	12.97
Total Trading	-	12.97
Total Sales	11,331.06	11,724.48
Note : # Items covered under the head are numerous, none of which individually exceeds 10% of the total value.		
37. Details of inventories - Finished goods		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2024	As at 31st March, 2023
PVC Leathercloth	216.59	243.11
Seats and Seats Components	64.61	47.88
Knitted Fabric	46.91	66.03
PVC Leathercloth Cuts	-	10.87
Total	328.11	367.89
38. Earning in Foreign Exchange		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
FOB Value of Export	2,906.00	2,346.79
39. Expenditure in Foreign Currency		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Commission on Sales	7.62	7.71
Travelling	12.53	14.03
Others	2.21	3.14
Total	22.36	24.88



40. Segment reporting**Segment information**

The Company has identified business segments as its primary segment and geographic segments as its secondary segment. Business segments are primarily seat component and coated textile fabric. Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment and manpower efforts. All other expenses which are not attributable or allocable to segments have been disclosed as unallowable expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as unallowable. Property, Plant & Equipment that are used interchangeably amongst segments are not allocated to primary and secondary segments. Geographical revenues are allocated based on the location of the customer. Geographic segments of the Company are Domestic and Export.

Particulars	For the year ended 31 March, 2024				
	Business segments			Eliminations	Total
	Seat Components	Coated textile Fabrics	Others		
	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)
Revenue	1,960.97 (1,566.70)	9,668.89 (10,310.82)	- -	298.80 (153.04)	11,331.06 (11,724.48)
Total	1,960.97 (1,566.70)	9,668.89 (10,310.82)	- -	298.80 (153.04)	11,331.06 (11,724.48)
Segment result (Before Tax)	(157.61) (78.11)	400.09 (215.24)	- (12.23)	- -	242.48 (124.89)
Operating income	1,960.97 (1,566.70)	9,668.89 (10,310.82)	- -	298.80 (153.04)	11,331.06 (11,724.48)
Other income (net)	91.69 (168.42)	61.25 (125.44)	- -	- -	152.94 (293.86)
Finance Cost	92.79 (99.02)	232.86 (423.47)	- -	- -	325.65 (522.49)
Profit before taxes					242.48 (124.90)
Tax expense / (income)					(0.14) (0.36)
Net profit for the year					242.62 (125.26)

Particulars	As at 31 March, 2024				
	Business segments			Eliminations	Total
	Seat Components	Coated textile Fabrics	Others		
	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)
Segment assets	3,285.96 (2,711.73)	5,832.58 (5,545.33)	- (100.71)	399.28 (298.72)	8,719.26 (8,656.49)
Total assets	3,285.96 (2,711.73)	5,832.58 (5,545.33)	- (100.71)	399.28 (298.72)	8,719.26 (8,656.49)
Segment liabilities	3,285.96 (2,812.44)	5,832.58 (5,545.33)	- -	399.28 (298.72)	8,719.26 (8,656.49)
Total liabilities	3,285.96 (2,812.44)	5,832.58 (5,545.33)	- -	399.28 (298.72)	8,719.26 (8,656.49)
Other information					
Capital expenditure (allocable)	25.85 (5.94)	136.35 (81.79)	- -	- -	162.20 (87.73)
Depreciation and amortisation (allocable)	69.16 (59.63)	224.90 (220.04)	- (12.23)	- -	294.05 (291.90)
Depreciation and amortisation (unallocable)					-

The geographic segments individually contributing 10 percent or more of the Company's revenues and segment assets are shown separately:

Geographic Segment	Revenues For the year ended 31 March, 2024	Segment assets As at 31 March, 2024	Capital expenditure incurred during the year ended 31 March, 2024
	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)
Domestic	8,182.73 (9,223.99)	N.A (N.A)	N.A (N.A)
Export	3,148.33 (2,500.48)	N.A (N.A)	N.A (N.A)

Note: Figures in bracket relates to the previous year



41. Related Party Disclosure		
A. Related parties & their relationship		
i. Mr. Rahul M Motasha	Key Management Personnel	
ii. Mr. Suvrat M Shah	Key Management Personnel	
iii. Mr. Mukesh Amrutlal Motasha	Relative of KMP	
iv. Mrs. Jayshree Mahesh Shah	Relative of KMP	
v. Mr. Mahesh K Shah	Relative of KMP	
B. Transaction with Related parties during the year :		
Nature of Transaction	Associate Concern ₹ (in Lacs)	Key Management Personnel & their Relative ₹ (in Lacs)
Salary	-	42.35
	-	(41.30)
Loan :		
i. Paid	-	347.57
	-	(19.50)
ii. Received	-	25.00
	-	(29.10)
Amount Received for Issue of Right Equity shares		195.00
		(-)
Outstanding :		
i. Loan Payable	-	68.94
	-	(391.51)
Note : Figures in bracket are of previous year.		
42. Leases		
The Company has entered into operating lease arrangement for lease of Land and Building.		
At March 31, 2024 the Company has commitments under operating leases as follows :		
Particulars	₹ (in Lacs) As at 31st March, 2024	₹ (in Lacs) As at 31st March, 2023
Payable to lessor	66.73	30.37
Future minimum lease payment		
- due within 1 year	48.24	15.20
- later than 1 year but not later than 5 years	132.07	35.19
43. Earning Per Share		
Particulars	₹ (in Lacs) For the year ended 31st March, 2024	₹ (in Lacs) For the year ended 31st March, 2023
a) Net Profit as per statement of profit and loss account available for Equity Shareholders :	242.62	125.26
b) Number of Equity Shares of Rs.10 each outstanding during the year (Nos. of Shares)	7,22,170	6,40,570
c) Basic / Diluted Earnings per Share (a/b) (Rs.)	37.90	19.55



44. Registration of charges or satisfaction with Register of Companies : During the year hypothecation is created in favour of sundaram financial limited on vehicles purchased.					
45. The Company's Bank account with State Bank of India was treated as NPA by the bank from the quarter ended March-21. The irregularity continued during the year. The company had received a sanction letter dated 15.01.2024 from State Bank of India , where in it is agreed between the bank and the Company that, Company to pay Rs. 21.75 crores in settlement of dues payable by the Company to Bank within the specified time frame. The Company had paid Rs.3.27 Crores till 31-03-2024 and thereafter Compnay had paid Rs.3.08 Crores on 14-05-2024.					
46. Ratios					
Ratio	Numerator / Denominator	31-03-2024	31-03-2023	Variation	Remarks
Current Ratio	Current Assets / Current Liabilities	1.08	0.95	13.98%	
Debt - Equity Ratio	Total Debt / Shareholder'S Equity	1.18	2.05	-42.53%	Improved due to fresh equity funds and repayment of the loans.
Debt Service Coverage Ratio	Earnings Available For Debt Service / DEBT SERVICE	2.23	1.28	74.28%	Improved due to reduction in interest and loan EMIS
Return of Equity (ROE)	Net Profit after Tax- Preference Dividend / Average Shareholder's Equity	10.42	6.63	57.19%	Due to increase in Profitability
Inventory Turnover Ratio	Cost of Goods sold or sales / Average Inventory	6.66	7.47	-10.91%	
Trade Receivable turnover ratio	Net Credit Sales / Average Accounts Receivable	3.39	2.54	33.43%	Due to improved realisaaction from Debtors
Trade Payable turnover ratio	Net Credit Purchases /Average Trade Payable	3.20	3.59	-10.73%	
Net Capital turnover ratio	Net Sales / Average Working Capital	146.60	293.49	-50.05%	Improved due toreceipt of funds on issue of equity capital used for repayment of loans
Net profit ratio	Net Profit /Net Sales	2.14	1.07	100.42%	Improved due to increase in sale of higher margin products & resulting increase in net profit
Return on capital employed	Earning before interest and taxes / Capital Employed	0.09	0.11	-12.21%	
Return on Investment	PBT+Finance Cost / Total Assets	0.07	0.07	-12.87%	



47. The Ministry of Corporate Affairs (MCA) has prescribed a new requirement for companies under the proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 inserted by the Companies (Accounts) Amendment Rules 2021 requiring companies, which uses accounting software for maintaining its books of accounts, shall use only such accounting software which has a feature of recording audit trail of each and every transaction, creating an edit log of each change made in the books of accounts along with the date when such changes were made and ensuring that the audit trail cannot be disabled. The Company uses the accounting software QAD, Tally Prime & ERP on Vb base for maintaining books of account. During the year ended 31 March 2024, the Company had not enabled the feature of recording audit trail (edit log) at the database level for the said accounting software's to log any direct data changes on account of recommendation in the accounting software administration guide which states that enabling the same all the time consume storage space on the disk and can impact database performance significantly. Audit trail (edit log) is enabled at the application level, except for ERP on VB base.

48 - Other regulatory information:

A. The Company does not have any Benami property and no proceedings have been initiated or pending against the Company for holding any Benami properties, under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and the rules made there under.

B. The Company do not have any transactions with struck off companies under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.

C. The Company does not have any charge which is yet to be registered / satisfied with ROC beyond the statutory period.

D. The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

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

F. The Company has not undertaken any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

G. The Company has not traded or invested in Crypto currency or Virtual Currency during the current or previous year.

H. The Company has not been declared as a 'Wilful Defaulter' by any bank or financial institution (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.

49. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date

For Manek & Associates

Chartered Accountants

Firm No. 126679W

(Shailesh Manek)

Partner

Membership No. 034925

Place : Mumbai

Date : 25/07/2024



For and on behalf of Board of Directors

(Suvrat Shah)
(Director)
02833798

(Rahul Motasha)
(Director)
02080806

Place : Mumbai

Date : 25/07/2024



Natroyal Industries Private Limited

ANNUAL REPORT

F.Y. 2022-2023

**Natroyal Industries Private Limited**

CIN : U74210MH1989PTC053554

Registered Office: Plot No. 60 / CD, Shlok,
Government Industrial Estate, Charkop,
Kandivali (West), Mumbai – 400 067 – INDIA
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DIRECTOR'S REPORT**Dear Members,**

Your Directors are pleased to present the 34th Annual Report together with Audited Financial Statements of the Company for the Financial Year ended 31st March, 2023.

1) Financial Results:**(Rs. In Lacs)**

Particulars	2022-23 (Audited)	2021-22 (Audited)
Total Income	12018.34	15690.29
Total Expenditures	11079.04	14812.38
PBDIT	939.30	877.91
Less: Finance Costs	522.49	657.78
Depreciation and Amortization Expenses	291.90	277.86
Profit/(Loss) before Tax	124.90	(57.73)
Less: Deferred Tax	0	0
Taxes on earlier year	(0.36)	6.35
Profit/(Loss) after tax	125.26	(64.08)

2) Dividend:

To conserve the resources i.e., growth plans for the future, your Directors have decided not to recommend any dividend for the year under consideration.

3) State of Affairs:

The Company engaged in the business of manufacturing of seating systems and parts of Automobile Seats, Auditorium Seats, Railway Seats, Metro Seats frames, Coated textile fabric and Knitted fabric etc.,. There has been no change in the business of the Company during the financial year ended 31st March, 2023.

The highlights of the Company's performance are as under:-

The Sales and Other Income of the Company for the financial year 2022-23 stood at Rs. 12018.34 Lakhs as against previous year's Rs. 15690.29 Lakhs. The Profit before tax is Rs. 124.90 Lakhs against Loss of Rs. 57.73 Lakhs of previous year. The Profit after tax stood at Rs. 125.26 Lakhs as against Loss of Rs. 64.08 Lakhs of previous year.

4) Details of Subsidiary, Joint Venture or Associate Companies:

The Company has no subsidiaries/Joint venture/Associate Company incorporated or ceased in the year 2022-23.

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5) Meetings of Board of Directors:

Fifteen Board Meetings were held during the Financial Year ended March 31, 2023 i.e. 11/04/2022, 18/05/2022, 31/05/2022, 02/06/2022, 08/07/2022, 14/07/2022, 25/08/2022, 07/09/2022, 31/10/2022, 14/11/2022, 26/12/2022, 05/01/2023, 10/01/2023, 03/03/2023 and 20/03/2023. The maximum gap between any two Board Meetings was less than one Hundred and Twenty days.

The names of members of the Board, their attendance at the Board Meetings are as under:

Name of Directors	Number of Meetings attended/ Total Meetings held during the F.Y. 2022-23
Mr. Rahul Motasha	15/15
Mr. Suvrat Shah	15/15

Annual General Meeting was held on 30/09/2022.

6) Operations:

- The Company have developed various products for shoe market, defence, export, health care applications, Railways etc.
- The Company has developed various types of fabric for domestic & export market.
- The company's Bank account with State Bank of India was treated as NPA by the bank during the quarter ended March-21. The irregularity continued during the year. The company paid Rs. 2970.00 lacs during financial year 2022-23. The Company is in discussing with State Bank of India for reassessment of limits and regulation of Account.

7) Director's Responsibility Statement:

Pursuant to Section 134(3) (c) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- a) In the preparation of the annual accounts for the year ended March 31, 2023, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same.
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2023 and of the profit of the Company for the year ended on that date.



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- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The Directors have prepared the annual accounts on a 'going concern' basis.
- e) The Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company.
- f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such system is adequate and operating effectively.

8) Particulars of Loans, Guarantees and Investments under section 186:

Details of Loans, Guarantees and Investments are given in the Notes to Financial Statements.

9) Contracts and Arrangements with Related Parties:

All related party transactions that were entered into during the financial year ended 31st March, 2023 were on an arm's length basis and were in the ordinary course of business. However, the disclosure of transactions with related party for the year, as per Accounting Standard -18 Related Party Disclosures is given in Note no.41 to the Balance Sheet as on 31st March, 2023.

10) Directors:

There is no change in the Board of Directors during the year as Mr. Suvrat Shah & Mr. Rahul Motasha are continuing as Directors of the Company.

11) Particulars of Employees:

The Company had no employee during the year covered under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

12) Conservation of energy, technology absorption and foreign exchange earnings & outgo:

The particulars relating to energy conservation, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under Section 134 (3)(m) of the Companies Act, 2013 are provided in the Annexure-A to this Report.

13) Details of Significant and Material Orders Passed by the Regulators, Courts and Tribunals:

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.



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14) Internal financial control:

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation were observed.

15) Share Capital:

During the financial year there was no change in the Share Capital of the Company.

16) Extract of the annual return:

Pursuant to Section 134(3) (a) of the Companies Act, 2013 an extract of the Annual Return in Form No. MGT – 9 is annexed herewith as Annexure “B”.

17) Risk Management Policy:

Given the asset base and the portfolio of investments made by the Company, the Board is of the opinion that there are no major risks affecting the existence of the Company.

18) Transfer to Reserve:

No amount was transferred to the reserves during the financial year ended 31st March, 2023.

19) Auditors and Auditor's Report:

M/s. Manek & Associates., Chartered Accountants, Mumbai, Auditors (Firm Registration no. 126679W) were appointed as Auditors of the Company for a term of 5 (five) consecutive years, at the Annual General Meeting (AGM) held on 30th September 2019 till the conclusion of 35th AGM.

Auditors Report:

The notes on financial statement referred to in the Auditors Report are self-explanatory and do not call for any further comments. The Auditor's Report does not contain any qualification, reservation, adverse remark or disclaimer.

20) Prevention of Sexual Harassment at Workplace:

The Company is committed to provide a safe and conducive work environment to its employees.

Your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.



Natroyal Industries Private Limited

CIN : U74210MH1989PTC053554

Registered Office: Plot No. 60 / CD, Shlok,
Government Industrial Estate, Charkop,
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☎ +91 22 28603516, +91 22 28693565
www.natroyalgroup.com

21) Acknowledgement:

Your Directors would like to express their appreciation for assistance and co-operation received from the bankers, Government authorities, customers, vendors and shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the executives, staff and workers of the Company.

For and on behalf of the Board of Directors

NATROYAL INDUSTRIES PRIVATE LIMITED


Suvrat Shah
Director
02833798


Rahul Motasha
Director
02080806



Date: 18/09/2023

**Natroyal Industries Private Limited**

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Annexure “A” to the Director’s Report.

Particulars of the Energy Conversation, Technology Absorption, Foreign Exchange Earning and Out Go:

I. CONSERVATION OF ENERGY:

- Energy Conservation measures taken: Continuous efforts are being made for conservation of energy.
- During the year, meetings/training programs were organized in observance with promotion on energy conservation.

II. TECHNOLOGY UPGRADATION / ABSORPTION:

R&D was specially carried out in designing & developed in various products.

- Efforts made in technology absorption:
Productivity and quality improvement, coupled with cost benefits, achieved in production through better technology/Technology improvements.

III. Future Plan.:

The Company is working on development of various new products and improved production system.

IV. Foreign Exchange earnings and Outgo

(Rs. in lacs)

Sr. No.	Particulars	Year ended 31-03-2023	Year ended 31-03-2022
1	Earning in Foreign Exchange	2346.79	2215.61
2	Foreign Exchange outgo	1404.78	1793.95

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ANNEXURE 'B'**EXTRACT OF ANNUAL RETURN****As on the financial year ended on 31st March, 2023**

**[Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12 (1) of the Companies
(Management and Administration) Rules, 2014]**

FORM NO. MGT-9**I REGISTRATION AND OTHER DETAILS:**

- i) CIN: U74210MH1989PTC053554
- ii) Registration Date: 20th September, 1989
- iii) Name of the Company: **Natroyal Industries Private Limited**
- iv) Category/ Sub-Category of the Company: **Private Company**
- v) Address of the Registered Office and contact details:

60CD, SHLOK, Government Ind. Estate
Charkop, Kandivali (W), Mumbai- 400 067.
E-mail: deepthi.sheth@natroyalgroup.com
- vi) Whether listed company: **No**
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any: **NA**

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main product / Services	10% or more of the total turnover of the company	NIC Code of the Product / Service
1	Artificial Leathercloth (PVC Leathercloth)	45%	2684
2	Knitted Fabric	42%	2604
3	Automobile Seats	12%	3798

III PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES: -

The Company has no subsidiaries/Joint venture/Associate Company incorporated or ceased in the year 2022-23.

IV SHAREHOLDING PATTERN (Equity Share Capital; Breakup as percentage of Total Equity)
i) Category- wise Share Holding

Sr. No	Category of Shareholders	No. of shares held at the beginning of the year			No. of shares held at the end of the year			% change during the year
		Physical	Total	% of total shares	Physical	Total	% of total shares	
(A)	Promoters							
1	Indian							
(a)	Individuals/Hindu Undivided Family	203251	203251	31.73	203251	203251	31.73	--
(b)	(Central/State Govt (s)	--	--	--	--	--	--	--
(c)	Bodies Corporate	437319	437319	68.27	437319	437319	68.27	
(d)	Banks/FI	--	--	--	--	--	--	--
(e)	Any Others (specify)	--	--	--	--	--	--	--
	Sub Total (A)(1)	640570	640570	100.00	640570	640570	100.00	--
2	Foreign	--	--	--	--	--	--	--
	Sub Total (A)(2)	--	--	--	--	--	--	--
	Total Shareholding of Promoter (a)= (A)(1)+(A)(2)	640570	640570	100.00	640570	640570	100.00	--
(B)	Public Shareholding	--	--	--	--	--	--	--
	Grand Total (A)+(B)	640570	640570	100.00	640570	640570	100.00	--

(ii) Shareholding of Promoters

Sr.No	Name of the Promoters	Total No. of Shares	%of Holding
1	Rahul Motasha	58	0.01
2	Suvrat Shah	26403	4.12
3	Vinod Kantilal Shah	15492	2.42
4	Vinod Kantilal Shah HUF	20242	3.16
5	Jayesh Amritlal Motasha	489	0.08
6	Jayesh Amritlal Motasha HUF	241	0.04
7	Arvind Vadilal Motasha	300	0.05
8	Arvind Vadilal Motasha HUF	100	0.02
9	Mahesh Kantilal Shah	12042	1.88
10	Mahesh Kantilal Shah HUF	20241	3.16
11	Jayshree Mahesh Shah	10584	1.65
12	Sushila Kantilal Shah	26701	4.17
13	Meena Vinod Shah	25084	3.92
14	Jhanvi Vinod Shah	8101	1.26
15	Jay Vinod Shah	34818	5.44
16	Dipti Jayesh Motasha	291	0.05
17	Varun Jayesh Motasha	58	0.01
18	Mukesh Amritlal Motasha	341	0.05
19	Mukesh Amritlal Motasha HUF	241	0.04
20	Bhavana Mukesh Motasha	291	0.05
21	Deepak Amritlal Motasha	341	0.05
22	Deepak Amritlal Motasha HUF	241	0.04
23	Anjana Deepak Motasha	291	0.05
24	Vivek Deepak Motasha	58	0.01
25	Hansa Arvind Motasha	100	0.02
26	Anuradha Arvind Motasha	100	0.02
27	Pradip Muchhala	2	0.00
28	Bhaktavatsala Trading & Consultancy Services LLP	60287	9.41
29	Trilokatma Trading & Consultancy Services LLP	62955	9.83
30	Shreeshaha Trading & Consultancy Services LLP	61250	9.56
31	Trilokesh Trading & Consultancy Services LLP	25000	3.90
32	Sughosh Trading & Consultancy Services LLP	63610	9.93
33	Shreedaha Trading & Consultancy Services LLP	53601	8.37
34	Sahishnu Trading & Consultancy Services LLP	61930	9.67
35	Sumukh Trading & Consultancy Services LLP	20833	3.25

36	Suhruda Trading & Consultancy Services LLP	6250	0.98
37	Lokswami Trading & Consultancy Services LLP	21603	3.37

iii) Change in Promoter's Shareholding (please specify, if there is no change)

Sr. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total Shares of the Company
	At the beginning of the year	No Change during the year			
	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/sweat equity etc)	No Change during the year			
	At the End of the year	No Change during the year			

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr.No	Name of the Shareholder	Total No. of Shares	%of Holding
1	Sughosh Trading & Con.Services LLP	63610	9.93
2	Trilokatma Trading & Con.ServicesLLP	62955	9.83
3	Sahishnu Trading & Con.ServicesLLP	61930	9.67
4	Shreeshaha Trading & Con.ServicesLLP	61250	9.56
5	Bhaktavatsala Trading & Con.ServicesLLP	60287	9.41
6	Shreedaha Trading & Con.ServicesLLP	53601	8.37
7	Jay Vinod Shah	34817	5.44
8	Sushila Kantilal Shah	26701	4.17
9	Meena Vinod Shah	25084	3.92
10	Trilokesh Trading & Con.Services LLP	25000	3.90

(v) Shareholding of Directors and Key Managerial Personnel:

Sr.No	Name of the Director	Total No. of Shares	%of Holding
1	Rahul Motasha	58	0.01

2	Suvrat Shah	26403	4.12
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V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment (Rs. in lacs)

Sr.No	Particulars	Secured Loan Excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year					
1	Principal Amount	4445.65	1367.26	-	5812.91
2	Interest due but not paid	601.22	-	-	601.22
3	Interest accrued but not due	-	-	-	-
	Total (1+ 2 + 3)	5046.87	1367.26	-	6414.13
Change in indebtedness during the financial year					
	Addition	--	403.29	--	403.29
	Reduction	2814.36	--	--	2814.36
	Net Change	2814.36	403.29	--	2411.08
Indebtedness at the end of the financial year					
1	Principal Amount	1832.96	1770.55	-	3603.51
2	Interest due but not paid	399.54	-	-	399.54
3	Interest accrued but not due	-	-	-	-
	Total (1+ 2 + 3)	2232.50	1770.55	-	4003.05

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: (Rs. in lacs)

Sr	Particulars of Remuneration	Mr. Rahul Motasha Director	Mr. Suvrat Shah Director
1	Gross Salary		
	(a) Salary as per provisions contained in section 17 (1) of the Income-tax Act, 1961	14.04	11.04
	(b) Value of perquisites u/s. 17 (2) Income-tax Act, 1961	0.28	1.70

	(c) Profits in lieu of Salary under section 17 (3) Income – tax Act, 1961		-
2	Stock Option	--	-
3	Sweat Equity	--	-
4	Commission - as % of profit - Others, specify	--	-
5	Others, please specify		-
	Total (A)	14.32	12.74
	Ceiling as per the Act	As per Schedule V of Companies Act, 2013	

B. Remuneration to other directors: NIL**C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD: - NIL**

List of Shareholders as on 31st March, 2023

Sr. No	Name of the First Shareholder	Name of the Second Holder	Name of the Third Shareholder	Total No. of Shares	Total Amount	% of Holding
1	Bhaktavatsala Trading & Con.Ser.LLP			60287	6028700	9.41
2	Mahesh Kantilal Shah	Jayshree Mahesh Shah	-	12042	1204200	1.88
3	Mahesh Kantilal Shah HUF	-	-	20241	2024100	3.16
4	Jayshree Mahesh Shah	Mahesh Kantilal Shah	-	10100	1010000	1.58
5	Jayshree Mahesh Shah	Mahesh Kantilal Shah	Harindra Babulal Shah	484	48400	0.08
6	Suvrat Mahesh Shah	-	-	26403	2640300	4.12
7	Sushila Kantilal Shah	Mahesh Kantilal Shah	Vinod Kantilal Shah	26701	2670100	4.17
8	Trilokatma Trading & Con.Services LLP	-	-	62955	6295500	9.83
9	Vinod Kantilal Shah	Meena Vinod Shah	-	15491	1549100	2.42
10	Vinod Kantilal Shah HUF	-	-	20242	2024200	3.16
11	Meena Vinod Shah	Vinod Kantilal Shah	-	25084	2508400	3.92
12	Jhanvi Vinod Shah	Meena Vinod Shah	-	8101	810100	1.26
13	Jay Vinod Shah	-	-	34816	3481600	5.44
14	Jay Vinod Shah	Anant Singhania		1	100	0.00
15	Jay Vinod Shah	Anant Singhania (Partner of M/s. J.K. Enterprises)		1	100	0.00
16	Shreeshaha Trading & Con.Services LLP	-	-	61250	6125000	9.56
17	Trilokesh Trading & Con.Services LLP	-	-	25000	2500000	3.90
18	Sughosh Trading & Con.Services LLP	-	-	63610	6361000	9.93
19	Jayesh Amritlal Motasha	Dipti Jayesh Motasha	-	488	48800	0.08
20	Jayesh Amritlal Motasha HUF	-	-	241	24100	0.04
21	Dipti Jayesh Motasha	Jayesh Amritlal Motasha	-	291	29100	0.05
22	Varun Jayesh Motasha	-	-	58	5800	0.01
23	Shreedaha Trading & Con.Services LLP	-	-	53601	5360100	8.37

24	Mukesh Amritlal Motasha	Bhavana Mukesh Motasha	-	341	34100	0.05
25	Mukesh Amritlal Motasha HUF	-	-	241	24100	0.04
26	Bhavana Mukesh Motasha	Mukesh Amritlal Motasha	-	291	29100	0.05
27	Rahul Mukesh Motasha	-	-	58	5800	0.01
28	Sahishnu Trading & Con.Services LLP	-	-	61930	6193000	9.67
29	Deepak Artilal Motasha	Anjana Deepak Motasha	-	341	34100	0.05
30	Deepak Amritlal Motasha HUF	-	-	241	24100	0.04
31	Anjana Deepak Motasha	Deepak Amritlal Motasha	-	291	29100	0.05
32	Vivek Deepak Motasha	-	-	58	5800	0.01
33	Sumukh Trading & Con.Services LLP	-	-	20833	2083300	3.25
34	Suhruda Trading & Con.Services LLP	-	-	6250	625000	0.98
35	Lokswami Trading & Con.Services LLP	-	-	21603	2160300	3.37
36	Arvind Vadilal Motasha	Hansa Arvind Motasha	-	300	30000	0.05
37	Hansa Arvind Motasha	Arvind Vadilal Motasha	-	100	10000	0.02
38	Arvind Vadilal Motasha [HUF]	-	-	100	10000	0.02
39	Anuradha Arvind Motasha	Arvind Vadilal Motasha	-	100	10000	0.02
40	Pradip Muchhala	-	-	2	200	0.00
41	Jayesh Amritlal Motasha	Rakhi Inamdar	Deepak Motasha	1	100	0.00
42	Vinod Kantilal Shah	Madhu Inani	Vaishali Motasha	1	100	0.00
TOTAL				640570	64057000	

NATROYAL INDUSTRIES PRIVATE LIMITED
Suvrat Shah
Director

02833798

Date:-18/09/2023

Rahul Motasha
Director

02080806



**Natroyal Industries Private Limited**

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List of Directors as on 31/03/2023

Din No.	Name	Address	Designation
02080806	Rahul Mukesh Motasha	Tribhuvan, Bungalow No.6, Dakshinamurthy CHS, JVPD Scheme, Juhu, Vile-Parle (West), Mumbai 400 049	Director
02833798	Suvrat Mahesh Shah	Geeta Niwas, Nr. Laxminarayan Temple, Mathuradas Road Kandivli (West), Mumbai 400 067	Director

NATROYAL INDUSTRIES PRIVATE LIMITED


Suvrat Shah
Director
02833798

Date:-18/09/2023


Rahul Motasha
Director
02080806





MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Patkar Road, Vile Parle (East), Mumbai - 400 057.

Offi. # 4600 7525

2618 5110

shailesh.manek@gmail.com

shailesh@camanek.com

www.camanek.com

SHAILESH MANEK

B.Com.(Hons), Grad. C.W.A., F.C.A.

Cell: +91 93222 26311

MITTUL B. DALAL

B.Com. A.C.A

Cell: +91 80973 74277

Independent Auditor's Report

To,

The Members,

NATROYAL INDUSTRIES PRIVATE LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **NATROYAL INDUSTRIES PRIVATE LIMITED** ('the Company'), which comprise the balance sheet as at 31 March, 2023, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Opinion

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 31 March, 2023 and its profit and its cash flows for the year ended on that date.

Basis for Opinion:

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

MANEK & ASSOCIATES

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility 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 preparation of these standalone 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 prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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In preparing the standalone 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 responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

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

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the

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related disclosures in the standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

We also provide those charged with governance with a statement that we have 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.

Report on Other Legal and Regulatory Requirements

1. 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 31 March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;

MANEK & ASSOCIATES

(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 A”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.

(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 has disclosed the impact of pending litigation on its financial position in financial statements—Refer Note 31 to the financial statements.

ii. The Company did not have any long-term contract including derivative contract for which there are 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.

iv.(a) The Management has represented that, to the best of its knowledge and belief, 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, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“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.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) The Board of Directors of the Company have not proposed any dividend for the year and therefore provisions of rule 11(f) are not applicable.

MANEK & ASSOCIATES

(vi) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

2 As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For MANEK & ASSOCIATES
Chartered Accountants
Firm's registration number: 0126679W



Mumbai

Dated: 18 SEP 2023

(SHAILESH MANEK)

Partner

Membership number.034925

UDIN: 23034925B6XJ3F2405



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Patkar Road, Vile Parle (East), Mumbai - 400 057.

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SHAILESH MANEK
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MITTUL B. DALAL
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Cell: +91 80973 74277

Annexure - A to the Auditors' Report

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 **NATROYAL INDUSTRIES PRIVATE LIMITED** ("the Company") as of 31 March 2023 in conjunction with our audit of the standalone 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.

MANEK & ASSOCIATES

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.

MANEK & ASSOCIATES

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For MANEK & ASSOCIATES
Chartered Accountants
Firm's registration number:126679W



Mumbai

Dated: 18 SEP 2023

A handwritten signature in blue ink, appearing to read 'Shailesh Manek', written over a horizontal line.

(SHAILESH MANEK)
Partner

Membership number:034925
UDIN: 23034925B6XJSF2405



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Patkar Road, Vile Parle (East), Mumbai - 400 057.

SHAILESH MANEK

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Annexure - B to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2023, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) Property Plant and Equipment have been physically verified by the management during the year. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, a part of factory building is on land taken on lease. In respect of the other part of the factory building and land thereof, the title deeds of immovable properties are held in the name of the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there were no revaluations of any Property, Plant and Equipment or intangible assets or both during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable and the discrepancies noticed on verification between the physical stocks and the book records were not material.

MANEK & ASSOCIATES

(b) The company has been declared as an Non Performing Asset (NPA) from 29th November, 2020 and the amount outstanding was Rs.2,062.17 lacs (including interest) and no further transactions were carried out in the account . In view of it being an NPA, no quarterly returns or statements were filed and hence provision of clause 3(ii)(b) of the order are not applicable to the company.

(iii) The company has not granted any loan to parties covered in the register maintained under section 189 of the Companies Act, 2013 and therefore, the provisions of clause 3(iii) , (iii)(a)(A)&(B) (b), (c) ,(d),(e) and (f) of the order are not applicable to the company..

(iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans, or provided any guarantees or security in respect of any loans to any party covered under section 185 and 186 of the Companies Act, 2013 and therefore, the provisions of clause 3(iv) of the order is not applicable.

(v) The Company has not accepted any deposits from the public and consequently the directives issued by the Reserve Bank of India, the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, and the Rules framed there under are not applicable, and also no orders were passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal and therefore clause 3(v) of the order is not applicable.

(vi) According to information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 148 of the Companies Act, 2013 in respect of the manufacturing activities carried on by the Company and therefore, the provision of clause 3(vi) of the Order is not applicable

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is regular in depositing with appropriate authorities undisputed statutory dues including goods and service tax, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues applicable to it except that the company is irregular in depositing the provident fund contribution and employees` state insurance, with the appropriate authorities during the year.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of goods and service tax, provident fund, employees state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues were in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.

MANEK & ASSOCIATES

(c) According to the information and explanation given to us, there are no dues of goods and service tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues which have not been deposited on account of any dispute except as per details given below :

Name of the Statute	Nature of Dues	Amount (Rs.) In Lacs	Period to which the amount relates	Forum where the dispute is pending
Income Tax	Income Tax Penalty-us 271(1)(C)	9.10	A.Y.12-13	CIT(Appeals) 13(3)(2),Mumbai
Custom duty	Custom Duty and Interest	53.68	F.Y. 17-18	Commissioner of Customs Mumbai
	Custom Duty and Interest	25.42	F.Y.03-04	Commissioner of Custom, Excise &Service Tax Appellate Tribunal-Ahmadabad.

(viii)In our opinion and according to the information and explanations given to us, there was no such transaction found in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), therefore, the provision of clause 3(viii) of the order is not applicable.

(ix)(a) In our opinion and according to the information and explanations given to us, the company has defaulted in repayment of dues to a bank during the year as per details given below:

Nature of borrowing including debt Security	Name of lender	Amount not paid on due date (Rs.) in Lac	Whether principal or interest	No. of days delay or unpaid	Remarks, if any
Secured Loan	State Bank of India	1,662.63	principal	852 days	Not yet paid
	State Bank of India	399.54	interest	365 days	Not yet paid

MANEK & ASSOCIATES

- (b) According to the information and explanation given to us and on the basis of our audit procedures, we report that the company has not been declared wilful defaulter by any bank or financial institution or government or any government authority and therefore, the provision of clause 3 (ix)(b) of the Order to that extent is not applicable
- (c) According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not taken any term loan and hence the provision of clause 3 (ix)(c) of the order is not applicable.
- (d) According to information and explanation given to us and the procedures performed by us, and on an overall examination of the financial statement of the Company, we report that no funds raised on short-term basis have been used for long-term purposes of the company.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures and hence the provision of clause 3 (ix)(e) of the order is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associates companies and therefore the provision of clause (ix)(f) of the order not applicable.
- (x) (a) During the financial year, the company has not raised any money by way of initial public offer or further public offer (including debt instruments) and therefore the provision of clause (x)(a) of the order not applicable
- b) The Company has not made any preferential allotment or private placement of shares, fully or optionally partly convertible debentures during the year under review, therefore, the provisions of clause 3(x)(b) of the Order are not applicable to the company.
- (xi) (a) According to information and explanations given to us there were no fraud by the company or any fraud on the Company has been noticed or reported during the year and therefore, the provision of clause 3 (xi)(a) of the Order is not applicable.
- (b) According to information and explanations given to us no report under sub section (12) of section 143 of the companies Act has been filed by any auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government and therefore the provision of clause (xi)(b) of the order not applicable.

MANEK & ASSOCIATES

(c) As represented to us by the management, there were no whistle-blower complaints received by the company during the year.

(xii) In our opinion, the company is not a chit fund or a nidhi and therefore, the provisions of clause 3(xii)(a), (b) & (c) of the Order are not applicable to the company.

(xiii) According to information and explanation given to us, all the transactions with related parties are in compliance with the provisions of sections 177 and 188 of Companies Act, 2013 where applicable. The details of related party transactions have been disclosed in the financial statements as required under Accounting Standards.

(xiv) In our opinion, provision of sec 138 of Companies Act 2013, as regards internal audit is not applicable to company and therefore provision of clause 3(xiv)(a) and 3(xiv)(b) are not applicable.

(xv) During the financial year, the Company has not entered into any non-cash transactions with directors or persons connected with him and therefore, the provisions of clause 3(xv) of the Order are not applicable.

(xvi) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and therefore, the provisions of clause 3(xvi)(a),(b),(c) and (d) of the Order are not applicable to the company.

(xvii) The Company has not incurred cash losses during the financial year covered by our audit as well as in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year and therefore, the provision of clause 3(xviii) of the order are not applicable.

(xix) According to information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, and based on our examination of the evidence supporting and assumption, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

MANEK & ASSOCIATES

(xx) During the year the provision of Section 135, as regards Corporate Social Responsibility (CSR), of the companies Act, 2013 is not applicable therefore, the provision of clause 3(xx)(a) & (b) of the order are not applicable.

(xxi) In our opinion, preparation of consolidated financial statements are not required and hence provisions of clause (xxi) of the order are not applicable.

For MANEK & ASSOCIATES
Chartered Accountants
Firm's registration number: 0126679W



Shailesh Manek

(SHAILESH MANEK)
Partner

Mumbai

Dated: 18 SEP 2023

Membership number.034925
UDIN: 2303492506XJSF2405

NATROYAL INDUSTRIES PRIVATE LIMITED
BALANCE SHEET AS AT 31st March, 2023

			as at 31-03-2023 ₹	(Rs. In Lacs) as at 31-03-2022 ₹
EQUITY AND LIABILITIES				
SHAREHOLDERS' FUND				
Share Capital	3	640.57	640.57	640.57
Reserves and Surplus	4	1,312.14	1,186.89	1,827.46
			1,952.71	
NON CURRENT LIABILITIES				
Long - Term Borrowings	5	1,297.89	1,424.07	
Long Term Provision	6	249.20	255.67	
			1,547.09	1,679.75
CURRENT LIABILITIES				
Short - Term Borrowings	7	2,705.16	4,990.05	
Trade Payable :	8			
To - Micro and Small Enterprises		20.75	43.68	
To - Others than Micro and Small Enterprises		2,131.66	2,203.81	
Other Current Liabilities	9	162.79	288.45	
Short - Term Provisions	10	136.32	126.69	
			5,156.69	7,652.69
			8,656.49	11,159.89
ASSETS				
NON CURRENT ASSETS				
PROPERTY, PLANT & EQUIPMENT	11			
Tangible Assets		2,875.69	3,082.48	
Intangible Assets		0.08	0.13	
Capital Work In Progress		8.27	-	
			2,884.04	3,082.61
Non Current Investment	12		2.64	2.64
Deferred tax Assets	13		-	-
Long Term Loans and Advances	14		4.20	6.65
Other Non current Assets	15		81.21	41.22
CURRENT ASSETS				
Inventories	16	1,672.46	1,466.39	
Trade Receivable	17	3,428.15	5,808.55	
Cash and Cash equivalents	18	46.93	112.71	
Short-term Loans and Advances	19	508.65	602.04	
Other Current Assets	20	28.21	37.09	
			5,684.40	8,027
			8,656.49	11,159.89

See accompanying notes 1 to 48 forming parts of the financial Statements

As per our audit report of even date

For Manek & Associates
Chartered Accountants
Firm No. 126679W

(Shailesh Manek)
Partner
Membership No. 034925



Natroyal Industries Private Limited

(Suvrat Shah)
Director
02833798

(Rahul Motasha)
Director
02080806

PLACE : MUMBAI

Date : 18 SEP 2023

NATROYAL INDUSTRIES PRIVATE LIMITED

Statement of Profit and Loss for the year ended 31st March, 2023

	NOTE	Year ended 31-03-2023 ₹	(Rs. In Lacs) Year ended 31-03-2022 ₹
INCOME			
Revenue From Operations	21	11,724.48	15,342.88
Other Income	22	293.86	337.75
		<u>12,018.34</u>	<u>15,680.63</u>
EXPENDITURE			
Cost of Raw Material Consumed	23	7,693.03	5,903.22
Purchase of Traded goods	23	12.45	5,705.98
Changes in Inventories of Finished goods and Work in Progress	24	(26.88)	235.04
Employee Benefit Expenses	25	930.35	1,037.27
Finance Cost	26	522.49	657.78
Other Expenses	27	2,470.10	1,921.21
Depreciation	11	291.90	277.86
		<u>11,893.44</u>	<u>15,738.35</u>
Profit /(loss) before tax		<u>124.90</u>	<u>(57.72)</u>
Taxes on Earlier year		(0.36)	6.35
		<u>125.26</u>	<u>(64.08)</u>

Earning per Share (refer note no. 43)

Basic & Diluted

19.55 (10.00)

See accompanying notes 1 to 48 forming parts of the financial statements

As per audit report of even date

For Manek & Associates
Chartered Accountants
Firm No. 126679W

(Shailesh Manek)
Partner
Membership No. 034925





Natroyal Industries Private Limited

(Suvrat Shah)
Director
02833788

(Rahul Motasha)
Director
02080806

PLACE : MUMBAI

Date : 18 SEP 2023

NATROYAL INDUSTRIES PRIVATE LIMITED		
CASH FLOW STATEMENT FOR THE YEAR ENDED		
	31-Mar-23 ₹ (in Lacs)	31-Mar-22 ₹ (in Lacs)
CASH FLOW FROM OPERATING ACTIVITIES.		
Net Profit Before taxation	124.90	(57.72)
Adjustment for :		
Provision for Taxation	-	-
Depreciation	291.90	277.86
Interest Income	(3.84)	(6.18)
Loss / (Profit) on sales of Fixed assets	-	(201.90)
Assets w/off	-	9.62
Interest Expense	512.55	646.22
Operating Profit before Working Capital changes	925.52	667.89
Changes in Working Capital		
Decrease/(Increase) in Trade Receivable	2,380.40	(382.04)
Decrease/(increase) in Inventories	(206.08)	406.10
Decrease/(increase) in other non Current Assets	(39.99)	(10.71)
Decrease/(Increase) in Short Term Loans and Advances	93.75	86.72
Decrease/(Increase) in long Term Loans and Advances	2.45	0.04
Decrease/(increase) in other Current Assets	8.88	(0.31)
Increase/(Decrease) in Trade Payable	(95.08)	249.82
Increase / (Decrease) in Other Current Liability	(125.66)	508.25
Increase/(Decrease) in Short Term Provision	9.63	41.05
Increase /(Decrease) in Long Term Provision	(6.48)	(52.53)
Cash generated from operations	2,021.83	846.40
Cash flow before prior period items	2,947.35	1,514.29
Prior Period items	-	-
Taxes of Earlier years	-	-
Net cash from operating activities	2,947.35	1,514.29
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase/ Sale of fixed assets (net)	(93.33)	164.16
Interest received	3.84	6.18
Net cash from investing activities	(89.49)	170.33
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	(126.18)	(320.26)
Proceeds from short term borrowings	(2,284.89)	(613.33)
Interest paid	(512.55)	(646.22)
Net cash used in financing activities	(2,923.63)	(1,579.81)
NET INCREASE IN CASH AND CASH EQUIVALENT	(65.78)	104.81
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	112.71	7.90
CASH AND CASH EQUIVALENT AT THE END OF PERIOD	46.93	112.71
<div> <div> For Manek & Associates Chartered Accountants Firm No. 126679W (Shailesh Manek) Partner Membership No. 034925 PLACE : MUMBAI Date : 18/09/2023 </div> <div>  </div> </div> <div> <div> For Natroyal Industries Private Limited (Suvrat Shah) (Director) 02833798 PLACE : MUMBAI Date : 18/09/2023 </div> <div>  (Rahul Motasha) (Director) 02080806 </div> </div>		

NATROYAL INDUSTRIES PRIVATE LIMITED

NOTE- 1 : Corporate Information

Natroyal Industries Private Limited is a private limited Company. It is engaged in the business of Manufacturing of Seating components , Coated textile fabrics, Knitted fabrics and Trading of PVC Vinyl Flooring / Chemical items.

NOTE- 2 : Significant Accounting policies

a. CONVENTION

The accompanying financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting and comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 to the extent applicable. The financial statements are presented in Indian Rupees.

b. USE OF ESTIMATE

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

c. REVENUE RECOGNITION

Sale of goods

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales are excluding GST.

Income from services

Revenues from contracts priced on a time and material basis are recognised when services are rendered and related costs are incurred. Foreseeable losses on such contracts are recognised when probable.

Other income

Interest income is accounted on time proportion basis. Dividend income is accounted for when the right to receive it is established.

All other Revenues and Expenses are accounted on Accrual basis,

d. PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION

Property, Plant & Equipment are stated at cost (Net of Input Tax Credit) and include incidental and/or installation expenses.

Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any.

Depreciation on property, plant & Equipment are provided on straight line method, over the estimated useful life of the assets, in the manner prescribed in Schedule II of the Companies Act 2013.

Intangible assets are amortised over their estimated useful life of five years,

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern.

e. IMPAIRMENT OF ASSETS

Impairment loss is provided to the extent the carrying amount of assets exceeds the recoverable amount. Recoverable amount is the higher of an assets net selling price & its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the assets and from its disposal at the end of its useful life. Net selling price is the amount obtainable from the sale value of the assets in an arm's length transaction between knowledgeable willing parties less the costs of disposal. If at the Balance Sheet date there is an indication that the previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

f. CUSTOM DUTY AND GOODS AND SERVICE TAX

i) Custom duty is accounted upon clearance of goods.

ii) Goods and Services tax (GST) is accounted upon clearance of goods and providing of services. Input Tax credit (ITC) is accounted by adjustment against cost immediately upon receipt of the relevant input and booking of the invoices in respect there.

g. INVENTORIES

(i) Raw Materials and Packing Materials are valued at cost, computed on weighted average basis.

(ii) Stores and spares are valued at cost, computed on FIFO basis.

(iii) Semi-finished goods are valued at cost. For this purpose costs includes cost of Material, Direct Labour and related Factory / Other Overheads upto the stage of completion.

(iv) Finished Goods are valued at lower of Cost and Net Realisable Value.

h. INVESTMENTS

Investments, classified as Long-Term investments, are stated at cost.

i. RETIREMENT BENEFITS

Employee benefits include provident fund, gratuity fund and compensated absences .

Defined contribution plans

The Company's contribution to provident fund is considered as defined contribution plan and are charged as an expense as they fall due based on the amount of contribution required to be made.



Defined benefit plans

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

j. FOREIGN CURRENCY TRANSACTIONS**Initial recognition**

Transactions in foreign currencies entered into by the Company and its integral foreign operations are accounted at the exchange rates as on date of transaction.

Measurement of foreign currency monetary items at the Balance Sheet date

Foreign currency monetary items (other than derivative contracts) of the Company and its net investment in non-integral foreign operations outstanding at the Balance Sheet date are restated at the year-end rates.

In the case of integral operations, assets and liabilities (other than non-monetary items), are translated at the exchange rates prevailing on the Balance Sheet date. Non-monetary items are carried at historical cost. Revenue and expenses are translated at the exchange rate as on date of transaction. Exchange differences arising out of these translations are charged to the Statement of Profit and Loss.

Treatment of exchange differences

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company and its integral foreign operations are recognised as income or expense in the Statement of Profit and Loss. The exchange differences on restatement / settlement of loans to non-integral foreign operations that are considered as net investment in such operations are accumulated in a "Foreign currency translation reserve" until disposal / recovery of the net investment.

k. CLAIMS, DEMANDS & UTILITIES

Disputed and / or Contingent Liabilities are either provided for or disclosed depending on management's judgment of the outcome. These are disclosed by way of notes appended to the balance sheet.

Claims by or against the company are accounted when Acknowledged / Accepted / Settled / Revived.

l. TAXATION

Provision for current tax is computed in accordance with the relevant tax regulation.

Deferred Tax is recognised for all timing differences between accounting income and taxable income and quantified using the enacted / substantially enacted tax rates as at the balance sheet date.

Deferred Tax Assets are recognised where realisations are reasonably certain whereas in case of carried forward losses or unabsorbed depreciation, deferred tax assets are recognised only if there is a virtual certainty of realisation backed by convincing evidence. Deferred tax assets are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.

m. SEGMENT REPORTING

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.

Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on a reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".

n. LEASE

Operating Lease : Lease payments for operating leases are recognized as expenses on a straight line basis over the lease term.

o. RESEARCH AND DEVELOPMENT :

All revenue expenses pertaining to research and development are charged to Statement of Profit & Loss in the year in which they are incurred and all expenditure of capital nature is capitalized as Property, Plant & Equipment, and depreciated as per the company's policy.

p. PROVISIONS ,CONTINGENT LIABILITIES & CONTINGENT ASSETS.

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, and in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimation. Contingent liabilities are disclosed in the notes separately



NOTE- 3 : SHARE CAPITAL**Authorized**

Equity Shares of ₹ 100 each.

Total

As at 31st March 23		As at 31st March 22	
No. of shares	₹	No. of shares	₹
10,90,000	1,090.00	10,90,000	1,090.00
10,90,000	1,090.00	10,90,000	1,090.00

Issued, subscribed and paid - up

Equity Shares of ₹ 100 each fully paid up

Total

6,40,570	640.57	6,40,570	640.57
6,40,570	640.57	6,40,570	640.57

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year.**Equity Share**

At the beginning of the year

Outstanding at the end of the year

As at 31st March 23		As at 31st March 22	
No. of shares	₹	No. of shares	₹
6,40,570	640.57	6,40,570	640.57
6,40,570	640.57	6,40,570	640.57

b. Terms / rights attached to equity shares

The company has only one class of Equity Shares having Par Value of ₹ 100 per Share. Each holder of the Equity is entitled to one vote per share. In the event of the liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company which will be in proportion to the number of equity shares held by the shareholders after distribution of all the preferential amounts.

c. Details of share holding more than 5% shares in the company

As at 31st March 23		As at 31st March 22	
No. of shares	% holding in the class	No. of shares	% holding in the class

Equity Shares of ₹ 100 each fully paid up

Bhaktavatsala Trading & Consultancy Services LLP	60,287	9.41	60,287	9.41
Trilokatama Trading & Consultancy Services LLP	62,955	9.83	62,955	9.83
Sughosh Trading & Consultancy Services LLP	63,610	9.93	63,610	9.93
Sahishnu Trading and Consultancy Service LLP	61,930	9.67	61,930	9.67
Shreeshaha Trading and Consultancy Service LLP	61,250	9.56	61,250	9.56
Shreedaha Trading and Consultancy Services LLP	53,601	8.37	53,601	8.37
Jay Vinod Shah	34,818	5.44	34,818	5.44

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 ownerships of shares.

d. Shareholding of Promoters as below :

Promoters Name	No. of Shares	% of Total Shares	No. of Shares	% of Total Shares	% Change during the year
Vinod Kantilal Shah	15,492	2.42	15,492	2.42	-
Vinod Kantilal Shah HUF	20,242	3.16	20,242	3.16	-
Jayesh Amritlal Motasha	489	0.08	489	0.08	-
Jayesh Amritlal Motasha HUF	241	0.04	241	0.04	-
Arvind Vadilal Motasha	300	0.05	300	0.05	-
Arvind Vadilal Motasha HUF	100	0.02	100	0.02	-
Suvrat Shah	26,403	4.12	26,403	4.12	-
Rahul Motasha	58	0.01	58	0.01	-
Mahesh Kantilal Shah	12,042	1.88	12,042	1.88	-
Mahesh Kantilal Shah HUF	20,241	3.16	20,241	3.16	-
Jayshree Mahesh Shah	10,584	1.65	10,584	1.65	-
Sushila Kantilal Shah	26,701	4.17	26,701	4.17	-
Meena Vinod Shah	25,084	3.92	25,084	3.92	-
Jhanvi Vinod Shah	8,101	1.26	8,101	1.26	-
Jay Vinod Shah	34,818	5.44	34,818	5.44	-
Dipti Jayesh Motasha	291	0.05	291	0.05	-
Varun Jayesh Motasha	58	0.01	58	0.01	-
Mukesh Amritlal Motasha	341	0.05	341	0.05	-
Mukesh Amritlal Motasha HUF	241	0.04	241	0.04	-
Bhavana Mukesh Motasha	291	0.05	291	0.05	-
Deepak Amritlal Motasha	341	0.05	341	0.05	-
Deepak Amritlal Motasha HUF	241	0.04	241	0.04	-
Anjana Deepak Motasha	291	0.05	291	0.05	-
Vivek Deepak Motasha	58	0.01	58	0.01	-
Hansa Arvind Motasha	100	0.02	100	0.02	-
Anuradha Arvind Motasha	100	0.02	100	0.02	-
Pradip Muchhala	2	0.00	2	0.00	-
Bhaktavatsala Trading & Consultancy Services LLP	60,287	9.41	60,287	9.41	-
Trilokatama Trading & Consultancy Services LLP	62,955	9.83	62,955	9.83	-
Shreeshaha Trading & Consultancy Services LLP	61,250	9.56	61,250	9.56	-
Trilokesh Trading & Consultancy Services LLP	25,000	3.90	25,000	3.90	-
Sughosh Trading & Consultancy Services LLP	63,610	9.93	63,610	9.93	-
Shreedaha Trading & Consultancy Services LLP	53,601	8.37	53,601	8.37	-
Sahishnu Trading & Consultancy Services LLP	61,930	9.67	61,930	9.67	-
Sumukh Trading & Consultancy Services LLP	20,833	3.25	20,833	3.25	-
Suhruda Trading & Consultancy Services LLP	6,250	0.98	6,250	0.98	-
Lokswami Trading & Consultancy Services LLP	21,603	3.37	21,603	3.37	-
	6,40,570		6,40,570		



	as at 31-03-2023 ₹	as at 31-03-2022 ₹
NOTE - 4 : RESERVES AND SURPLUS		
(a) Capital Reserve		
Balance as per last financial statements	235.53	235.53
	<u>235.53</u>	<u>235.53</u>
(b) Securities Premium Account		
Balance as per last financial statements	300.00	300.00
Closing balance	<u>300.00</u>	<u>300.00</u>
(c) Surplus in the statement of profit and loss		
Balance as per last financial statements	651.36	715.43
Add: Profit / (Loss) for the year	125.26	(64.08)
Closing balance	<u>776.61</u>	<u>651.36</u>
Total Reserve and Surplus	<u><u>1,312.14</u></u>	<u><u>1,186.89</u></u>
NOTE - 5 : LONG TERM BORROWINGS		
Secured Loans		
From Financial Institutions :		
Against Hypothecation of Vehicles	6.59	10.03
(The above secured loans are repayable in EMI's for 60 months, the last EMI due in December 2025. The rate of interest on these loans is 9.75% P.A..)		
Against Hypothecation of Plant & Machinery	27.80	160.14
(The above secured loans are repayable in EMI of 48 to 60 months, the last EMI due in July 2025 The rate of interest on these loans range from 12.00 % to 15.75% P.A.) (P.Y. from 11.00 % to 15.25%)		
(The above loans are secured by hypothecation or lien made against respective plant & machinery and personal guarantee of Directors and Corporate Gurantee of five associated LLP.)		
Other Loans & Advances		
Loans and advances from Directors and their relatives (Refer note 41)	378.06	368.46
Loan from Share Holders	567.83	567.83
Security Deposit	317.62	317.62
Note :		
a). Loan from directors and there relatives are payable after five years from 01-01-2021.		
b). Out of the total deposit from nine share holders, the deposits from one shareholders carries interest @18% . Deposit from eight shareholders are repayable after five years from 30th March,2022, and from one share holder repayable after five years from 30-01-2020. No interest is paid to other eight share holders w.e.f. 01-07-2019.		
	<u><u>1,297.89</u></u>	<u><u>1,424.07</u></u>
NOTE - 6 : LONG TERM PROVISION		
Provision for Gratuity	220.11	230.62
Provision for Leave Encashment	29.08	25.05
	<u><u>249.20</u></u>	<u><u>255.67</u></u>



	as at 31-03-2023	as at 31-03-2022			
NOTE - 7 : SHORT TERM BORROWINGS					
Secured Loan : (Refer note below)					
Cash Credit Facility from State Bank of India	2,062.17	4,633.03			
(The rate of interest beetwen 16.15% to 18.25% P.A. (Previous Year 11.85% P.A.))					
(Refer Note 45)					
Current maturities of long term debt (refer note 5)					
Secured Loan					
From Banks	-	0.29			
From Financial Institution	135.94	243.37			
Unsecured Loan					
From Financial Institution	107.04	113.36			
From a Shareholdr *	400.00	-			
*(Deposits repayable within a period of six months and its carries interest @18%)	<u>2,705.16</u>	<u>4,990.05</u>			
Note:					
Cash Credit, Packing Credit and Term Loan facility from State Bank of India is secured by hypothecation of stocks including packing material and stores & spares for manufacturing , hypothecation of book debts and first charge on Property, Land, Building and unencumbered Plant & Machinery of the Company.					
Its further secured by personal guarantee of Directors of the company Mr.Suvrat M Shah & Mr. Rahul M Motasha and their Family members i.e. Mr. D A Motasha, Mr. M K Shah, Mr.A. V. Motasha, Mr.V. K. Shah, Mr. M. A. Motasha, Mr. J. A. Motasha and Mahesh Vinod Trust and also corporate guarantee of Samsons Leathercloth Mfg. Co. LLP., Royal Spinwell Pvt Ltd., Bhaktavatsala Trading & Cons. Services LLP, Trilokatma Trading & Cons. Services LLP, Lokswami Trading & Consu. Services LLP, Sahishnu Trading & Cons. Services LLP, Shreedaha Trading & Cons. Services LLP, Sughosh Trading & Consu. Services LLP, Shreeshaha Trading & Consu. Services LLP being group company / concerns.					
NOTE - 8 : TRADE PAYABLES					
Other than Acceptances :					
Trade Payable for Goods :					
To Micro and Small Enterprises (Refer note 29)	10.54	29.32			
To Other than Micro and Small Enterprises	<u>1,422.24</u>	<u>1,358.10</u>			
	1,432.78	1,387.42			
Trade Payable for Others :					
To Micro and Small Enterprises (Refer note 29)	10.20	14.37			
To Other than Micro and Small Enterprises	<u>709.43</u>	<u>845.71</u>			
	719.63	860.08			
	<u>2,152.42</u>	<u>2,247.49</u>			
Trade Payable ageing Schedule :					
Particulars	Outstanding as at 31/03/2023 from due date of payment				
	Less Than 1 Year	1-2 Year	2-3 year	More than 3 Year	Total
(i) MSME	20.75	-	-	-	20.75
(ii) Others	1,854.70	26.91	37.85	212.20	2,131.66
(iii) Disputed Dues MSME					-
(iv) Disputed Dues others					-
Particulars	Outstanding as at 31/03/2022 from due date of payment				
	Less Than 1 Year	1-2 Year	2-3 year	More than 3 Year	Total
(i) MSME	41.15	2.39	0.07	0.08	43.68
(ii) Others	1,781.38	78.38	212.58	131.47	2,203.81
(iii) Disputed Dues MSME					-
(iv) Disputed Dues others					-



	as at 31-03-2023 ₹	as at 31-03-2022 ₹																								
NOTE - 9 : OTHERS CURRENT LIABILITIES																										
Statutory Remittances	9.49	10.75																								
Advances from Customers	95.08	176.90																								
Other liabilities	58.22	100.80																								
	<u>162.79</u>	<u>288.45</u>																								
NOTE - 10 : SHORT TERM PROVISION																										
Provision for Employee Benefit	21.84	36.27																								
Provision for Gratuity	80.24	56.76																								
Provision for Leave Encashment	34.24	33.66																								
	<u>136.32</u>	<u>126.69</u>																								
NOTE - 12 : NON CURRENT INVESTMENT																										
Investment in equity instruments Quoted :																										
858 Equity shares of Bank of Baroda ₹ 2 Each fully paid up	2.34	2.34																								
2,000 Equity Shares of ₹ 10 each fully paid up of Development Credit Bank Ltd. Mumbai	0.20	0.20																								
Investment in equity instruments Unquoted :																										
400 Equity Shares of ₹ 25 each fully paid up Halol Urban co-operative Bank Ltd.	0.10	0.10																								
	<u>2.64</u>	<u>2.64</u>																								
Particulars	As at 31-03-2023	As at 31-03-2022																								
Aggregate amount of quoted investments (Market value Rs.3,58,430/- (Previous Year Rs.2,34,553/-)	2.54	2.54																								
Aggregate amount of unquoted investments.	0.10	0.10																								
	<u>2.64</u>	<u>2.64</u>																								
NOTE - 13 : DEFERRED TAX LIABILITY																										
	<table> <tr> <th>Deferred tax Balance as of 31-03-2022 ₹</th><th>Charge / (Credit) during the year ₹</th><th>Deferred tax Balance as of 31-03-2023 ₹</th></tr> <tr> <td>Property, Plant & Equipment and Depreciation</td><td>246.01</td><td>252.29</td></tr> <tr> <td>Provision for Leave Encashment</td><td>(15.27)</td><td>(16.46)</td></tr> <tr> <td>Provision for Doubtful Debts</td><td>(156.99)</td><td>(143.45)</td></tr> <tr> <td>Provision for Gratuity</td><td>(74.72)</td><td>(78.09)</td></tr> <tr> <td>Unabsorbed Depreciation</td><td>(156.39)</td><td>(156.39)</td></tr> <tr> <td>Others</td><td>(156.32)</td><td>(103.88)</td></tr> <tr> <td>Net Deferred Tax Liability / (Assets)</td><td>(313.67)</td><td>(245.99)</td></tr> </table>	Deferred tax Balance as of 31-03-2022 ₹	Charge / (Credit) during the year ₹	Deferred tax Balance as of 31-03-2023 ₹	Property, Plant & Equipment and Depreciation	246.01	252.29	Provision for Leave Encashment	(15.27)	(16.46)	Provision for Doubtful Debts	(156.99)	(143.45)	Provision for Gratuity	(74.72)	(78.09)	Unabsorbed Depreciation	(156.39)	(156.39)	Others	(156.32)	(103.88)	Net Deferred Tax Liability / (Assets)	(313.67)	(245.99)	
Deferred tax Balance as of 31-03-2022 ₹	Charge / (Credit) during the year ₹	Deferred tax Balance as of 31-03-2023 ₹																								
Property, Plant & Equipment and Depreciation	246.01	252.29																								
Provision for Leave Encashment	(15.27)	(16.46)																								
Provision for Doubtful Debts	(156.99)	(143.45)																								
Provision for Gratuity	(74.72)	(78.09)																								
Unabsorbed Depreciation	(156.39)	(156.39)																								
Others	(156.32)	(103.88)																								
Net Deferred Tax Liability / (Assets)	(313.67)	(245.99)																								
Note : Deferred Tax Assets is recognised only to the extent of Deferred Tax Liability.																										



NATROYAL INDUSTRIES PRIVATE LIMITED

Notes Forming Part of Balance Sheet
NOTE- 11 : PROPERTY, PLANT & EQUIPMENT

PARTICULAR	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At 01-04-2022 ₹	Addition ₹	Deduction/ Sales ₹	As At 31-03-2023 ₹	Up To 01-04-2022 ₹	For The Period ₹	Deduction / Sales ₹	As At 31-03-2023 ₹	As At 03-2023 ₹	As At 31-03-2022 ₹
TANGIBLE ASSETS :										
LAND & LAND DEVELOPMENT	14.22 (54.92)	-	- (40.70)	14.22 (14.22)	-	-	-	-	14.22 (14.22)	14.22 (54.92)
BUILDINGS	867.45 (867.45)	-	-	867.45 (867.45)	521.49 (499.53)	12.35 (21.96)	-	533.84 (521.49)	333.61 (345.96)	345.96 (367.92)
INTERNAL ROAD & TUBE WELL	28.41 (28.41)	-	-	28.41 (28.41)	26.99 (26.61)	- (0.38)	-	26.99 (26.99)	1.42 (1.42)	1.42 (1.80)
PLANT & MACHINERY	5,375.33 (4,974.64)	70.87 (482.04)	39.18 (81.34)	5,407.02 (5,375.33)	2,815.03 (2,672.77)	243.80 (218.54)	36.52 (76.28)	3,022.31 (2,815.03)	2,384.71 (2,560.30)	2,560.30 (2,301.87)
FURNITURE & FIXTURE :	27.81 (39.37)	-	- (11.55)	27.81 (27.81)	17.39 (24.78)	2.45 (2.76)	-	19.84 (17.39)	7.97 (10.43)	10.43 (14.59)
VEHICLES	348.99 (478.92)	-	- (129.93)	348.99 (348.99)	290.30 (393.70)	17.61 (20.40)	-	307.91 (290.30)	41.08 (58.69)	58.69 (85.22)
OFFICE & OTHERS EQUIPMENTS	217.16 (244.51)	16.52 (6.77)	- (34.12)	233.69 (217.16)	158.69 (183.14)	11.03 (9.38)	-	169.72 (158.69)	63.97 (58.47)	58.47 (61.37)
LABORATORY EQUIPMENT	62.81 (46.99)	0.33 (15.83)	- (62.81)	63.14 (62.81)	29.82 (25.53)	4.61 (4.29)	-	34.44 (29.82)	28.71 (32.99)	32.99 (21.46)
INTANGIBLE ASSETS :										
Computer Software	31.43 (31.43)	-	-	31.43 (31.43)	31.29 (31.14)	0.05 (0.15)	-	31.35 (31.29)	0.08 (0.13)	0.13 (0.28)
Goodwill	80.83 (80.83)	-	-	80.83 (80.83)	80.83 (80.83)	-	-	80.83 (80.83)	-	-
Total	7,054.45 (6,847.46)	87.72 (504.63)	39.18 (297.64)	7,102.99 (7,054.45)	3,971.84 (3,938.03)	291.90 (277.86)	36.52 (244.05)	4,227.22 (3,971.84)	2,875.77 (3,082.62)	3,082.61 (2,909.44)

Note :

12.1) Figures in bracket are of previous year.

CWIP Ageing Schedule :	Amount in CWIP for period of FY 2022-23			
	Less than 1 year	1 - 2 year	2 - 3 year	More than 3 years
CWIP				Total
Projects in Progress	8.37			8.37
Projects temporarily suspended				-
CWIP				Total
Projects in Progress	-			-
Projects temporarily suspended				-



	as at 31-03-2023 ₹	as at 31-03-2022 ₹
NOTE - 14 : LONG TERM LOANS AND ADVANCES		
Unsecured considered good :		
Other Loans & Advances	3.54	3.54
Prepaid Expenses	0.66	3.11
	<u>4.20</u>	<u>6.65</u>
NOTE - 15 : OTHER NON - CURRENT ASSETS		
Security Deposit	72.22	31.27
Fixed Deposit with Bank (Maturity > 12 Months)	8.98	9.94
	<u>81.21</u>	<u>41.22</u>
NOTE - 16 : INVENTORIES		
(Refer Note No 2 (g) for mode of valuation)		
Raw materials	853.67	670.00
Work in process	401.85	378.37
Finished goods	367.89	364.49
Stores and Spares	24.77	23.03
Packing material	22.24	28.81
Fuel	2.03	1.69
	<u>1,672.46</u>	<u>1,466.39</u>
Details of inventory of Work in progress :		
Chemicals	99.84	147.32
Release Paper	35.81	61.44
Semi finished Goods	16.57	5.20
Yarn	216.14	141.63
Frame	8.02	3.79
Trim Cover	2.94	0.28
Others	22.53	18.71
	<u>401.85</u>	<u>378.37</u>



NOTE - 17 : TRADE RECEIVABLES

(Unsecured, considered good subject to confirmation)

Trade Receivables outstanding for a period exceeding six

Other Trade Receivables

Provision for Doubtful Debtors

as at
31-03-2023
₹as at
31-03-2022
₹

2,259.75

2,550.48

1,720.13

3,861.87

3,979.88

6,412.35

551.73

603.80

3,428.15

5,808.55

Trade Receivables ageing schedule

Particulars	Outstanding as at 31/03/2023 from due date of payment					Total
	Less than 6 Month	6 month - 1 Year	1-2 Year	2-3 year	More than 3 Year	
(i) Undisputed Trade Receivable Considered Good	1,721.37	87.93	1,515.04	38.30	65.50	3,428.15
(ii) Undisputed Trade Receivable Considered doubtful	-	-	11.48	42.10	498.15	551.73
(iii) Disputed Trade Receivable Considered Good						-
(iv) Disputed Trade Receivable Considered doubtful						-
(v) Allowance for doubtful trade receivable			-11.48	-42.10	-498.15	-551.73
	1,721.37	87.93	1,515.04	38.30	65.50	3,428.15

Particulars	Outstanding as at 31/03/2022 from due date of payment					Total
	Less than 6 Month	6 month - 1 Year	1-2 Year	2-3 year	More than 3 Year	
(i) Undisputed Trade Receivable Considered Good	3,861.87	1,751.74	151.89	43.06	0.00	5,808.55
(ii) Undisputed Trade Receivable Considered doubtful	-	-	-	332.55	271.25	603.80
(iii) Disputed Trade Receivable Considered Good						-
(iv) Disputed Trade Receivable Considered doubtful						-
(v) Allowance for doubtful trade receivable			-	-332.55	-271.25	-603.80
	3,861.87	1,751.74	151.89	43.06	0.00	5,808.55

NOTE - 18 : CASH AND CASH EQUIVALENTS

Cash on hand

5.28

2.76

Balance with Bank

... in current accounts

41.65

109.95

41.65

109.95

46.93

112.71

NOTE - 19 : SHORT TERM LOANS AND ADVANCES

Other Loan & Advances :

Unsecured considered good :

Prepaid Expenses

12.14

27.86

Loans to Employees

15.81

10.66

Balances with statutory / Government Authority

236.49

156.02

Other Loan & Advances

217.65

381.86

Advance Income Tax (Net)

26.57

25.63

508.65

602.04

NOTE - 20 : OTHER CURRENT ASSETS

(a) Security Deposit

5.07

5.07

(b) Fixed Deposit with Bank (Maturity > 3 month and < 12 Month)*

22.72

31.74

(c) Accruals

(i) Interest accrued on fixed deposits

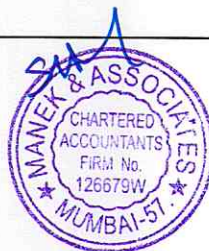
0.42

0.28

* (Lien with bank against L.C. / Bank Guarantee)

28.21

37.09



	Year ended 31-03-2023 ₹	Year ended 31-03-2022 ₹
NOTE - 21 : REVENUE FROM OPERATIONS (Refer Note 36)		
Sales of Product		
Manufactured Goods	11,491.29	9,017.59
Traded Goods	12.97	6,091.42
Other operating revenue		
Job Work	164.25	94.03
Scrap Sales	55.97	139.84
Revenue from operations	11,724.48	15,342.88
NOTE - 22 : OTHER INCOME		
Exchange Rate Difference (Net)	54.29	37.82
Dividend	0.04	-
Insurance Claim Received	35.21	-
Interest on Bank Deposit	2.15	2.56
Interest Others	0.60	2.99
Interest on Income tax Refund	1.10	0.63
Profit / (Loss) on Sale of Fixed Assets	-	201.90
Bad debts recovery	40.11	-
Miscellaneous Income	160.37	91.85
	293.86	337.75
NOTE - 23 : COST OF RAW MATERIAL CONSUMED		
Inventories at the beginning of the year	670.00	842.05
Add : Purchases	7,876.70	5,731.17
	8,546.70	6,573.22
Less : Inventories at the end of the year	853.67	670.00
Cost of raw material consumed (Refer note 35)	7,693.03	5,903.22
Add : Purchase of Traded goods (refer note 35)	12.45	5,705.98
	7,705.48	11,609.20
Details of raw material consumed		
Chemicals	3,437.91	2,838.95
Release Paper	95.64	122.70
Fabric & Leathercloth	119.60	176.87
Yarn	3,235.19	2,181.18
Pipe	127.93	85.62
Others	676.76	475.02
Pvc Cut Pieces	-	22.88
Trading PVC Floor Covering	12.45	3,621.35
Trading Others	-	2,084.63
	7,705.48	11,609.20
Details of raw material inventory		
Chemicals	288.40	225.23
Release Paper	190.28	153.96
Fabric & Leathercloth	98.39	127.29
Sheet Metal Component	47.63	23.28
Yarn	108.82	65.85
Pipe	11.91	10.29
Others	108.24	64.10
	853.67	670.00
NOTE - 24 : CHANGES IN INVENTORIES		
Inventories at the end of the year		
Finished goods	367.89	364.49
Work in process	401.85	378.37
	769.74	742.86
Inventories at the beginning of the year		
Finished goods	364.49	558.91
Work in process	378.37	418.99
	742.86	977.90
	(26.88)	235.04



	Year ended 31-03-2023 ₹	Year ended 31-03-2022 ₹
NOTE - 25 : EMPLOYEE BENEFIT EXPENSES		
Salaries, Wages and Bonus	783.02	881.02
Contribution to provident and other funds	72.81	71.05
Security expenses	22.24	21.54
Gratuity expenses	41.64	55.21
Welfare expenses	10.64	8.44
	930.35	1,037.27
NOTE - 26 : FINANCE COST		
<u>Interest Expenses :</u>		
- Borrowings	512.55	646.22
- Others	0.27	0.36
Other Borrowing Costs	9.66	11.20
	522.49	657.78
NOTE - 27 : OTHER EXPENSES		
Power and Fuel	703.09	532.58
Consumable stores	148.04	131.47
Packing material	106.80	79.72
Services & Maintenance	517.06	292.15
Travelling	47.69	23.99
Printing and Stationery	4.66	3.04
Telephone	9.65	10.13
Loading / Unloading Charges	5.19	2.35
Insurance Charges	26.44	25.89
Labour Charges Paid	49.88	30.67
Rent , Rates and Taxes	42.05	44.99
Legal and Professional Fees	113.19	88.01
<u>Repairs and Maintenance to</u>		
...plant and machinery	68.72	43.87
...factory building	16.23	15.95
...vehicles	65.84	54.39
...others	18.58	15.54
	169.38	129.74
<u>Auditors' Remuneration</u>		
... audit fees	9.00	9.00
... tax audit fees	1.50	1.50
	10.50	10.50
Export Forwarding and Freight	286.01	390.33
Freight Outward	47.58	15.04
Discount & balances w/off	23.45	13.21
Advertisement Sales	8.30	14.34
Commission on Sales	10.29	17.77
Prior period expenses / (Income) (Net)	13.03	1.24
Provision for Doubtful Debtors	47.21	3.99
Miscellaneous expenses	80.62	60.05
	2,470.10	1,921.21



NATROYAL INDUSTRIES PRIVATE LIMITED

Notes to accounts for the year ended March 31, 2023

28. Trade Receivables, Loans & Advances and Trade Payables are subject to Confirmation.

29. Micro, Small and Medium Enterprises :

Disclosures required Micro and Small Enterprises under the Micro, Small and Medium Enterprises Development Act., 2006 are given as under :

Particulars	₹ (In Lacs)	₹ (In Lacs)
	As at 31st March, 2023	As at 31st March, 2022
(a) Principal amount due to suppliers under the Act.,	20.75	43.68
(b) Interest accrued and due to suppliers under the Act, on the above amount not provided.	0.28	0.37
(c) payment made to suppliers beyond the appointed day, during the year.	-	-
(d) Interest paid to supplier under the Act.,	-	-
(e) Interest accrued but not provided and remaining unpaid at the end of the year to suppliers under the Act.,	15.65	15.37

Note :

- 1) The information has been given on the basis of information received from Vendors and the same has been relied upon by the auditors.
- 2) Previous year accrued interest of Rs.6.18 lacs has been reversed, as these vendors are not traceable.
- 3) Amount unpaid to Micro and Small enterprises vendors on account of retention money have not been considered for the purpose on interest calculation.

30. Retirement Benefits:

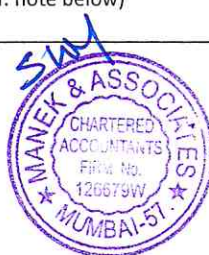
a. Post-employment benefit plans. Payments to defined contribution retirement benefit schemes are charged to financial statement on the basis of actuarial valuation at the end of the year.

b. Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period when the employee renders the service.

c. The following table sets out the unfunded status of leave absences and gratuity and the amounts recognized in the Company's financial statements as at March 31, 2023.

Particulars	Leave Encashment (Unfunded) (Refer Note below)	Gratuity (Unfunded) (Refer Note below)
	2022-23 (₹ in Lacs)	2022-23 (₹ in Lacs)
Reconciliation of liability recognized in the Balance sheet		
Present value of commitments	63.33	300.35
Fair value of plans	-	(3.54)
Net liability in the Balance sheet	63.33	296.82
Movement in net liability recognized in the Balance sheet		
Net liability as at 1st April	58.71	283.84
Adjustment to Opening Fair Value of Plan Assets	-	-
Net expense to be recognized in the Statement of Profit and Loss account	9.83	41.64
Contribution during the year	(5.22)	(28.67)
Net liability as at 31st March	63.33	296.82
Expense recognized in the Statement of Profit and Loss account		
Current service cost	13.86	17.45
Interest cost	3.84	18.70
Past Service Cost - (Non-vested Benefits)	-	-
Past Service Cost - (Vested Benefits)	-	-
Unrecognised Past Service Cost - Non - Vested Benefits	-	-
Expected return on plan assets	-	(0.24)
Actuarial (gains)/ losses	(7.88)	5.73
Credit for excess fair value of plan assets at the beginning of the year		
Net Expense to be charged to the Statement of Profit and Loss account (Ref. note below)	9.83	41.64



Return on plan assets		
Expected return on plan assets	-	-
Actuarial (gains)/ losses	-	-
Actual return on plan assets	-	-
Reconciliation of defined-benefit commitments		
Commitments as at 1st April	58.71	283.84
Adjustment to Opening Fair Value of Plan Assets	-	3.54
Current service cost	13.86	17.45
Interest cost	3.84	18.70
Past Service Cost - (Non-vested Benefits)	-	-
Past Service Cost - (Vested Benefits)	-	-
Unrecognised Past Service Cost - Non - Vested Benefits	-	-
Expected return on plan assets	-	(0.24)
Paid benefits	(5.22)	(28.67)
Actuarial (gains)/ losses	(7.88)	5.73
Commitments as at 31st March	63.33	300.35
Reconciliation of plan assets		
Plan assets as at 1st April	-	3.54
Expected return on plan assets	-	0.24
Contributions during the year	-	28.67
Paid benefits	-	(28.67)
Actuarial (gains)/ losses	-	(0.24)
Plan assets as at 31st March	-	3.54

The actuarial calculations used to estimate commitments and expenses in respect of leave encashment and gratuity are based on the following assumptions which if changed, would affect the commitment's size, funding requirements and expense.

Particulars		
Discount rate	7.29%	7.29%
Expected return on plan assets	-	7.29%
Expected rate of salary increase	6.00%	6.00%
Withdrawal rates	5.00%	5.00%
Mortality	IALM(2012-14) Ult.	IALM(2012-14) Ult.

31. Contingent Liabilities not provided for :

Particulars	₹ (in Lacs) As at 31st March, 2023	₹ (in Lacs) As at 31st March, 2022
(a) Contingent Liabilities		
(i) Bank Guarantees	29.40	60.41
(ii) Custom Duty	25.42	24.46
(ii) Custom Duty, Fine & Penalty	53.68	53.68
(iv) Income Tax A.Y. 06-07	-	0.61
(v) Income Tax A.Y. 09-10	-	1.85
(vi) Income Tax A.Y. 09-10 (for penalty u/s 271(1)(c))	-	0.62
(viii) Income Tax A.Y. 12-13 (for penalty u/s 271(1)(c))	9.10	9.10
(ix) Maharashtra Value Added Tax (Appeal filed)	-	17.18
Total	117.60	167.92

(b) The Directors of the Company along with their family members and group Companies/associates, by giving personal/family properties as collateral security, arranged Loans from Deutsch Bank (DB) and IDFC First Bank (Previously Capital First Ltd) (CFL). These loans are released by DB and IDFC First Bank (Previously CFL) to Natroyal Industries Private Limited (NIPL) and have been ultimately used by Royal Cushion Vinyl Products Limited (RCVPL), for its business purpose. Pursuant to the arrangement / understanding between RCVPL, Directors of the company, relatives, associates and the Company, the said Loans amount were transferred by the Company to RCVPL. All expenses, instalments including interest etc. are borne by RCVPL. The Company has not borne any of such expenses including interest etc.. In case of failure to repay the loan to DB and IDFC First Bank (Previously CFL) by the Directors of RCVPL or other joint holders, the liability on such account, if any arises, is considered as a contingent liability upto Rs.916.98 lacs for DB (P.Y. Rs.1,031,38 lacs) and Rs.939.68 lacs for IDFC First Bank (Previously CFL) (Previous Year Rs.1,054.40 lacs).



32. Capital Commitments:

Estimated amount of contracts (net of advance) remaining to be executed on capital account and not provided for ₹ Nil. (Previous Year ₹ 9.23 lacs).

33. Consumption of Raw Materials, Stores and Spares

Particulars	As at 31st March, 2023	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2022
	₹ (in Lacs)	%	₹ (in Lacs)	%
Raw Material				
Imported	1,379.89	17.91	1,785.78	15.38
Indigenous	6,325.58	82.09	9,822.51	84.62
Total	7,705.48	100.00	11,608.29	100.00
Stores and Spares				
Imported	-	-	0.24	0.18
Indigenous	148.04	100.00	131.23	99.82
Total	148.04	100.00	131.47	100.00

34. CIF Value of Imports

Particulars	₹ (in Lacs)	₹ (in Lacs)
	As at 31st March, 2023	As at 31st March, 2022
Raw Materials	1,398.84	1,533.69
Trading Purchase	-	221.85
Packing Material	6.44	-
Repairing to Plant & Machinery	4.46	5.90
Capital goods	11.18	28.27
Total	1,420.91	1,789.71

35. Raw Materials Consumed

Particulars	₹ (in Lacs)	₹ (in Lacs)
	As at 31st March, 2023	As at 31st March, 2022
Manufacturing		
Fabrics & PVC Leathercloth	119.60	175.96
Chemicals	3,437.91	2,838.95
Yarn	3,236.19	2,181.18
Release Paper	95.64	122.70
Pipe	127.93	85.62
Others	676.76	497.89
Total (a)	7,693.03	5,902.31
Trading		
PVC Floor Covering	12.45	5,021.93
Others	-	2,342.50
Total (b)	12.45	7,364.43
Total (a + b)	7,705.48	13,266.74



36. Details of Turnover		
	₹ (in Lacs)	₹ (in lacs)
Particulars	As at 31st March, 2023	As at 31st March, 2022
Manufacturing		
PVC Leathercloth	5,239.42	4,554.79
Parts of Seat Component	1,334.38	986.09
PVC Floor Covering	97.38	133.10
Knitted Fabric	4,721.25	3,179.38
Others #	98.86	347.23
	11,491.29	9,200.58
Job Work	164.25	94.03
Scrap Sales	55.97	139.84
Total Manufacturing	11,711.51	9,434.44
Trading		
PVC Floor Covering	12.97	3,802.51
Others #	-	2,105.92
Total Trading	12.97	5,908.43
Note : # Items covered under the head are numerous, none of which individually exceeds 10% of the total value.		
Total Sales	11,724.48	15,342.88
37. Details of inventories - Finished goods		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2023	As at 31st March, 2022
PVC Leathercloth	243.11	179.50
Parts of Seat Component	47.88	26.73
Knitted Fabric	66.03	102.48
PVC Leathercloth Cuts	10.87	55.78
Total	367.89	364.49
38. Earning in Foreign Exchange		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2023	As at 31st March, 2022
FOB Value of Export	2,346.79	2,215.61
39. Expenditure in Foreign Currency		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2023	As at 31st March, 2022
Commission on Sales	7.71	6.67
Travelling	14.03	-
Others	3.14	1.26
Total	24.88	7.93



40. Segment reporting**Segment information**

The Company has identified business segments as its primary segment and geographic segments as its secondary segment. Business segments are primarily Seat Component and coated textile fabric. Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment and manpower efforts. All other expenses which are not attributable or allocable to segments have been disclosed as unallocable expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as unallocable. Property, Plant & Equipment that are used interchangeably amongst segments are not allocated to primary and secondary segments. Geographical revenues are allocated based on the location of the customer. Geographic segments of the Company are Domestic and Export.

Particulars	For the year ended 31 March, 2023				
	Business segments			Eliminations	Total
	Seat Components	Coated textile Fabrics	Others		
	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)
Revenue	1,566.70 (7,235.09)	10,310.82 (8,198.36)	- (61.56)	153.04 (152.14)	11,724.48 (15,342.87)
Total	1,566.70 (7,235.09)	10,310.82 (8,198.36)	- (61.56)	153.04 (152.14)	11,724.48 (15,342.87)
Segment result (Before Tax)	(78.11) (19.51)	215.24 (85.93)	(12.23) (8.69)	- -	124.90 (57.72)
Operating income	1,566.70 (7,235.09)	10,310.82 (8,198.36)	- (61.56)	153.04 (152.14)	11,724.48 (15,342.87)
Other income (net)	168.42 (279.54)	125.44 (58.21)	- -	- -	293.86 (337.75)
Finance Cost	99.02 (202.77)	423.47 (455.01)	- -	- -	522.49 (657.78)
Profit before taxes					124.90 (57.72)
Tax expense / (income)					(0.36) 6.35
Net profit for the year					125.26 (64.08)

Particulars	As at 31 March, 2023				
	Business segments			Eliminations	Total
	Seat Components	Coated textile Fabrics	Others		
	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)
Segment assets	2,711.73 (4,246.26)	5,545.33 (5,375.07)	100.71 (112.94)	(298.72) 1,425.63	8,656.49 (11,159.89)
Total assets	2,711.73 (4,246.26)	5,545.33 (5,375.07)	100.71 (112.94)	(298.72) 1,425.63	8,656.49 (11,159.89)
Segment liabilities	2,812.44 (4,359.19)	5,545.33 (5,375.07)	- -	(298.72) 1,425.63	8,656.49 (11,159.89)
Total liabilities	2,812.44 (4,359.19)	5,545.33 (5,375.07)	- -	(298.72) 1,425.63	8,656.49 (11,159.89)
<u>Other information</u>					
Capital expenditure (allocable)	5.94 (435.05)	81.79 (69.58)	- -	- -	87.72 (504.63)
Depreciation and amortisation (allocable)	59.63 (38.38)	220.04 (227.25)	12.23 (12.23)	- -	291.90 (277.86)
Depreciation and amortisation (unallocable)					- -

The geographic segments individually contributing 10 percent or more of the Company's revenues and segment assets are shown separately:

Geographic Segment	Revenues For the year ended 31 March, 2023	Segment assets As at 31 March, 2023	Capital expenditure incurred during the year ended 31 March, 2023
	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)
Domestic	9,223.99 (12,834.50)	N.A (N.A)	N.A (N.A)
Export	2,500.48 (2,508.38)	N.A (N.A)	N.A (N.A)

Note: Figures in bracket relates to the previous year



41. Related Party Disclosure**A. Related parties & their relationship****Associate Concerns**

- | | |
|---|---|
| i. Samsons Leathercloth Mfg Co. LLP | ii. Shreedaha Trading & Cons Services LLP |
| iii. Bhaktavatsala Trading & Cons Services LLP | iv. Suhruda Trading & Cons Services LLP |
| v. Shreesaha Trading & Consultancy Services LLP | vi. Trilokesh Trading & Cons Services LLP |
| vii. Sumukh Trading & Cons Services LLP | |

Key Management Personnel

- | | |
|---------------------------|-----------------------|
| viii. Mr. Rahul M Motasha | ix. Mr. Suvrat M Shah |
|---------------------------|-----------------------|

Relative of KMP

- | | |
|------------------------------|--------------------------|
| x. Bhavana Mukesh Motasha | xi. Jayshree Mahesh Shah |
| xii. Sushilaben K Shah | xiii. Mahesh K Shah |
| xiv. Mukesh Amrutlal Motasha | |

B. Transaction with Related parties during the year :

Nature of Transaction	Associate Concern ₹ (in Lacs)	Key Management Personnel & their Relative ₹ (in Lacs)
Salary	-	41.30
	-	(41.40)
Loan :		
i. Paid	-	19.50
	-	-
ii. Received	-	29.10
	-	-
Outstanding :		
i. Payable	-	391.51
	-	(381.91)

Note : Figures in bracket are of previous year.

42. Leases

The Company has entered into operating lease arrangement for hiring of Machinery and office premises.

At March 31, 2023 the company has commitments under operating leases as follows :

	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2023	As at 31st March, 2022
Payable to lessor	30.37	39.24
Future minimum lease payment		
- due within 1 year	15.20	2.11
- later than 1 year but not later than 5 years	35.19	-

43. Earning Per Share

	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2023	As at 31st March, 2022
Net Profit as per statement of profit and loss account available for Equity Shareholders :	125.26	(64.08)
For Basic & Diluted Earning per Share		
Existing number of shares	6,40,570	6,40,570
Earning per Share		
Basic & Diluted	19.55	(10.00)



44. Research & Development Expenditure :

All revenue expenditure on research and development are charged to the Profit and Loss Account. Fixed Assets used for research and development are capitalized.

Particulars	₹ (in Lacs)	₹ (in Lacs)
	As at 31st March, 2023	As at 31st March, 2022
Capital expenditure	-	15.83
Revenue expenditure	52.36	54.69
Total	52.36	70.52

The above expenditure of research and development has been determined on the basis of information available with the Company and as certified by the management.

45. The company's Bank account with State Bank of India was treated as NPA by the bank from the quarter ended March-21. The irregularity continued during the year. The company paid Rs. 2970.00 lacs during F.Y. 22-23. During the year 22-23, the Company has provided interest on outstanding dues (Including Penal Interest) of SBI @ 11.85 % to 18.25 %.

46. Registration of charges or satisfaction with Register of Companies : Nil

47. Ratios

Ratio		FY 2022-23		FY 2021-22		% Variance	Remarks
Current Ratio	Current Assets	5,684.40		8,026.78			
	Current Liabilities	5,156.69	1.10	7,652.69	1.05	5.10%	
Debt - Equity Ratio	Total Debt	4,003.05		6,414.13			
	Shareholder'S Equity	1,952.71	2.05	1,827.46	3.51	-41.59%	Realization of the money from Debtors has been used to repay bank outstandings and which resulted in reductions in debts and improvement in consequent debt equity ratio.
Debt Service Coverage Ratio	Earnings Available For Debt Service	973.26		646.20			
	DEBT SERVICE	759.70	1.28	914.77	0.71	81.36%	During the year performance of the company has improved resulting into improvement in profitability and hence the ratio improved.
Return of Equity (ROE)	Net Profit after Tax- Preference Dividend	125.26		(64.08)			
	Average Shareholder's Equity	1,890.08	6.63	1,859.50	(3.45)	-292.31%	Due to increase into profitability.
Inventory Turnover Ratio	Cost of Goods sold or sales	11,724.48		15,342.88			
	Average Inventory	1,569.42	7.47	1,669.43	9.19	-18.71%	
Trade Receivable turnover ratio	Net Credit Sales	11,724.48		15,342.88			
	Average Accounts Receivable	4,618.35	2.54	5,617.53	2.73	-7.05%	
Trade Payable turnover ratio	Net Credit Purchases	7,889.15		11,437.15			
	Average Trade Payable	2,199.95	3.59	2,122.58	5.39	-33.45%	During the year, the company has significantly reduce trading turnover for which there were no creditors and hence in the current year there is an increase in trade payable turnover ratio.



Ratio		FY 2022-23		FY 2021-22		% Variance	Remarks
Net Capital turnover ratio	Net Sales	11,724.48		15,342.88			
	Average Working Capital	450.90	26.00	473.00	32.44	-19.84%	Due to reduction in turnover
Net profit ratio	Net Profit	125.26		(64.08)			
	Net Sales	11,724.48	1.07	15,342.88	(0.42)	-355.80%	During the year performance of the company has improved resulting into improvement in profitability and hence the ratio improved.
Return on capital employed	Earning before interest and taxes	634.78		556.63			
	Capital Employed	5,955.76	0.11	8,241.58	0.07	57.81%	During the year performance of the company has improved resulting into improvement in profitability and hence the ratio improved.
Return on Investment	PBT+Finance Cost	647.39		600.05			
	Total Assets	8,656.49	0.07	11,159.89	0.05	39.09%	During the year performance of the company has improved resulting into improvement in profitability and hence the ratio improved.

48. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date

For Manek & Associates

Chartered Accountants

Firm No. 126679W

(Shailesh Manek)

Partner

Membership No.034925

Place : Mumbai

Date : 18/09/2023



For Natroyal Industries Private Limited

(Suvarat Shah)

(Director)

02833798

Place : Mumbai

Date : 18/09/2023

(Rahul Motasha)

(Director)

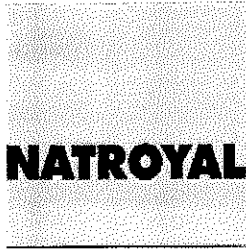
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Natroyal Industries Private Limited

ANNUAL REPORT

F.Y. 2021-2022

**Natroyal Industries Private Limited**

CIN : U74210MH1989PTC053554

Registered Office: Plot No. 60 / CD, Shlok,
Government Industrial Estate, Charkop,
Kandivali (West), Mumbai – 400 067 – INDIA
☎ +91 22 28603516, +91 22 28693565
www.natroyalgroup.com

DIRECTOR'S REPORT**Dear Members,**

Your Directors are pleased to present the 33rd Annual Report together with Audited Financial Statements of the Company for the Financial Year ended 31st March, 2022.

1) Financial Results:**(Rs. In Lacs)**

Particulars	2021-22 (Audited)	2020-21 (Audited)
Total Income	15690.29	15838.31
Total Expenditures	14812.38	16325.63
PBDIT	877.91	(482.93)
Less: Finance Costs	657.78	841.00
Depreciation and Amortization Expenses	277.86	263.65
Profit/(Loss) before Tax	(57.73)	(1591.97)
Less: Deferred Tax	0	0
Taxes on earlier year	6.35	2.36
Profit/(Loss) after tax	(64.08)	(1594.33)

2) Dividend:

Due to Losses, your Directors have decided not to recommend any dividend for the year under consideration.

3) State of Affairs:

The Company engaged in the business of manufacturing of seating systems and parts of Automobile Seats, Auditorium Seats, Railway Seats, Metro Seats frames, Coated textile fabric and Knitted fabric etc.,. There has been no change in the business of the Company during the financial year ended 31st March, 2022.

The highlights of the Company's performance are as under:-

The Sales and Other Income of the Company for the financial year 2021-22 stood at Rs. 15690.29 Lakhs as against previous year's Rs. 15838.31 Lakhs. The Loss before tax is Rs. 57.73 Lakhs against Loss of Rs. 1591.97 Lakhs of previous year. The Loss after tax stood at Rs. 64.08 Lakhs as against Loss of Rs. 1594.33 Lakhs of previous year.

4) Details of Subsidiary, Joint Venture or Associate Companies:

The Company has no subsidiaries/Joint venture/Associate Company incorporated or ceased in the year 2021-22.

5) Covid –19 Pandemic:

The second wave of the global COVID-19 pandemic in the month of April and May 2021 in India and lockdown imposed by the State Government resulted in slowdown of businesses in India. Yours Company Plant continue to operate as per the business requirements and in compliances with instructions and guidelines issued by the Government of India and the respective State Government.

6) Meetings of Board of Directors:

Six Board Meetings were held during the Financial Year ended March 31, 2022 i.e. 20/05/2021, 16/07/2021, 06/09/2021, 25/11/2021, 08/03/2022 and 29/03/2022. The maximum gap between any two Board Meetings was less than one Hundred and Twenty days.

The names of members of the Board, their attendance at the Board Meetings are as under:

Name of Directors	Number of Meetings attended/ Total Meetings held during the F.Y. 2021-22
Mr. Rahul Motasha	6/6
Mr. Suvrat Shah	6/6

Annual General Meeting was held on 30/11/2021.

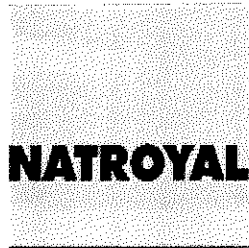
7) Operations:

- The Company have developed various products for shoe market, defence, export, health care applications, Railways etc.
- The Company has developed various types of fabric for domestic & export market.
- The company's Bank account with State Bank of India was treated as NPA by the bank during the quarter ended March-21. The irregularity continued during the year. The company paid Rs. 211.00 lacs on 29.03.2022, as per the approval letter dated 28-03-2022 received from SBI. The company/promoters are proposing to do monetisation of certain collateral securities to pay the irregularity in the account.

8) Director's Responsibility Statement:

Pursuant to Section 134(3) (c) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- a) In the preparation of the annual accounts for the year ended March 31, 2022, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same.



b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2022 and of the profit of the Company for the year ended on that date.

c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

d) The Directors have prepared the annual accounts on a 'going concern' basis.

e) The Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company.

f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such system is adequate and operating effectively.

9) Particulars of Loans, Guarantees and Investments under section 186:

Details of Loans, Guarantees and Investments are given in the Notes to Financial Statements.

10) Contracts and Arrangements with Related Parties:

All related party transactions that were entered into during the financial year ended 31st March, 2022 were on an arm's length basis and were in the ordinary course of business. However, the disclosure of transactions with related party for the year, as per Accounting Standard -18 Related Party Disclosures is given in Note no.41 to the Balance Sheet as on 31st March, 2022.

11) Directors:

There is no change in the Board of Directors during the year as Mr. Suvrat Shah & Mr. Rahul Motasha are continuing as Directors of the Company.

12) Particulars of Employees:

The Company had no employee during the year covered under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

13) Conservation of energy, technology absorption and foreign exchange earnings & outgo:

The particulars relating to energy conservation, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under Section 134 (3)(m) of the Companies Act, 2013 are provided in the Annexure-A to this Report.

14) Details of Significant and Material Orders Passed by the Regulators, Courts and Tribunals:

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

15) Internal financial control:

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation were observed.

16) Share Capital:

During the financial year there was no change in the Share Capital of the Company.

17) Extract of the annual return:

Pursuant to Section 134(3) (a) of the Companies Act, 2013 an extract of the Annual Return in Form No. MGT – 9 is annexed herewith as Annexure "B".

18) Risk Management Policy:

Given the asset base and the portfolio of investments made by the Company, the Board is of the opinion that there are no major risks affecting the existence of the Company.

19) Transfer to Reserve:

No amount was transferred to the reserves during the financial year ended 31st March, 2022.

20) Auditors and Auditor's Report:

M/s. Manek & Associates., Chartered Accountants, Mumbai, Auditors (Firm Registration no. 126679W) were appointed as Auditors of the Company for a term of 5 (five) consecutive years, at the Annual General Meeting (AGM) held on 30th September 2019 till the conclusion of 34th AGM.

Auditors Report:

The notes on financial statement referred to in the Auditors Report are self-explanatory and do not call for any further comments. The Auditor's Report does not contain any qualification, reservation, adverse remark or disclaimer.

21) Prevention of Sexual Harassment at Workplace:

The Company is committed to provide a safe and conducive work environment to its employees.

Your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.



NATROYAL

Natroyal Industries Private Limited

CIN : U74210MH1989PTC053554

Registered Office: Plot No. 60 / CD, Shlok,
Government Industrial Estate, Charkop,
Kandivali (West), Mumbai – 400 067 – INDIA

☎ +91 22 28603516, +91 22 28693565


www.natroyalgroup.com

22) Acknowledgement:

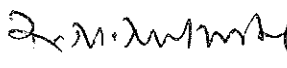
Your Directors would like to express their appreciation for assistance and co-operation received from the bankers, Government authorities, customers, vendors and shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the executives, staff and workers of the Company.

For and on behalf of the Board of Directors

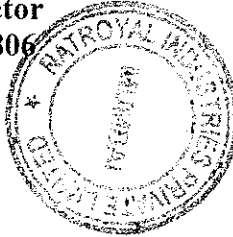
NATROYAL INDUSTRIES PRIVATE LIMITED



Suvrat Shah
Director
02833798



Rahul Motasha
Director
02080806



Date: 07/09/2022

Annexure “A” to the Director’s Report.

Particulars of the Energy Conversation, Technology Absorption, Foreign Exchange Earning and Out Go:

I. CONSERVATION OF ENERGY:

- a. Energy Conservation measures taken: Continuous efforts are being made for conservation of energy.
- b. During the year, meetings/training programs were organized in observance with promotion on energy conservation.

II. TECHNOLOGY UPGRADATION / ABSORPTION:

R&D was specially carried out in designing & developed in various products.

- i) Efforts made in technology absorption:
Productivity and quality improvement, coupled with cost benefits, achieved in production through better technology/Technology improvements.

III. Future Plan.:

The Company is working on development of various new products and improved production system.

IV. Foreign Exchange earnings and Outgo

(Rs. in lacs)

Sr. No.	Particulars	Year ended 31-03-2022	Year ended 31-03-2021
1	Earning in Foreign Exchange	2215.61	1752.88
2	Foreign Exchange outgo	1793.95	1422.25

ANNEXURE 'B'**EXTRACT OF ANNUAL RETURN****As on the financial year ended on 31st March, 2022****[Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12 (1) of the Companies (Management and Administration) Rules, 2014]****FORM NO. MGT-9****I REGISTRATION AND OTHER DETAILS:**

- i) CIN: U74210MH1989PTC053554
- ii) Registration Date: 20th September, 1989
- iii) Name of the Company: **Natroyal Industries Private Limited**
- iv) Category/ Sub-Category of the Company: **Private Company**
- v) Address of the Registered Office and contact details:

60CD, SHLOK, Government Ind. Estate
Charkop, Kandivali (W), Mumbai- 400 067.
E-mail: deepti.sheth@natroyalgroup.com
- vi) Whether listed company: **No**
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any: **NA**

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main product / Services	10% or more of the total turnover of the company	NIC Code of the Product / Service
1	Artificial Leathercloth (PVC Leathercloth)	30%	2684
2	Knitted Fabric	22%	2604
3	PVC Floor Covering	25%	1393

III PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES: -

The Company has no subsidiaries/Joint venture/Associate Company incorporated or ceased in the year 2021-22.

IV SHAREHOLDING PATTERN (Equity Share Capital; Breakup as percentage of Total Equity)

i) Category- wise Share Holding

Sr. o	Category of Shareholders	No. of shares held at the beginning of the year			No. of shares held at the end of the year			% chan ge durin g the year
		Physical	Total	% of total shares	Physical	Total	% of total shares	
(A)	Promoters							
1	Indian							
(a)	Individuals/Hindu Undivided Family	203251	203251	31.73	203251	203251	31.73	--
(b)	(Central/State Govt (s))	--	--	--	--	--	--	--
(c)	Bodies Corporate	437319	437319	68.27	437319	437319	68.27	
(d)	Banks/FI	--	--	--	--	--	--	--
(e)	Any Others (specify)	--	--	--	--	--	--	--
	Sub Total (A)(1)	640570	640570	100.00	640570	640570	100.00	--
2	Foreign	--	--	--	--	--	--	--
	Sub Total (A)(2)	--	--	--	--	--	--	--
	Total Shareholding of Promoter (a)= (A)(1)+(A)(2)	640570	640570	100.00	640570	640570	100.00	--
(B)	Public Shareholding	--	--	--	--	--	--	--
	Grand Total (A)+(B)	640570	640570	100.00	640570	640570	100.00	--

(ii) Shareholding of Promoters

Sr.No	Name of the Promoters	Total No. of Shares	% of Holding
1	Rahul Motasha	58	0.01
2	Suvrat Shah	26403	4.12
3	Vinod Kantilal Shah	15492	2.42
4	Vinod Kantilal Shah HUF	20242	3.16
5	Jayesh Amritlal Motasha	489	0.08
6	Jayesh Amritlal Motasha HUF	241	0.04
7	Arvind Vadilal Motasha	300	0.05
8	Arvind Vadilal Motasha HUF	100	0.02
9	Mahesh Kantilal Shah	12042	1.88
10	Mahesh Kantilal Shah HUF	20241	3.16
11	Jayshree Mahesh Shah	10584	1.65
12	Sushila Kantilal Shah	26701	4.17
13	Meena Vinod Shah	25084	3.92
14	Jhanvi Vinod Shah	8101	1.26
15	Jay Vinod Shah	34818	5.44
16	Dipti Jayesh Motasha	291	0.05
17	Varun Jayesh Motasha	58	0.01
18	Mukesh Amritlal Motasha	341	0.05
19	Mukesh Amritlal Motasha HUF	241	0.04
20	Bhavana Mukesh Motasha	291	0.05
21	Deepak Amritlal Motasha	341	0.05
22	Deepak Amritlal Motasha HUF	241	0.04
23	Anjana Deepak Motasha	291	0.05
24	Vivek Deepak Motasha	58	0.01
25	Hansa Arvind Motasha	100	0.02
26	Anuradha Arvind Motasha	100	0.02
27	Pradip Muchhala	2	0.00
28	Bhaktavatsala Trading & Consultancy Services LLP	60287	9.41
29	Trilokatma Trading & Consultancy Services LLP	62955	9.83
30	Shreesha Trading & Consultancy Services LLP	61250	9.56
31	Trilokesh Trading & Consultancy Services LLP	25000	3.90
32	Sughosh Trading & Consultancy Services LLP	63610	9.93
33	Shreedaha Trading & Consultancy Services LLP	53601	8.37
34	Sahishnu Trading & Consultancy Services LLP	61930	9.67
35	Sumukh Trading & Consultancy Services LLP	20833	3.25

36	Suhruda Trading & Consultancy Services LLP	6250	0.98
37	Lokswami Trading & Consultancy Services LLP	21603	3.37

iii) Change in Promoter's Shareholding (please specify, if there is no change)

Sr. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total Shares of the Company
	At the beginning of the year	No Change during the year			
	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/sweat equity etc)	No Change during the year			
	At the End of the year	No Change during the year			

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr.No	Name of the Shareholder	Total No. of Shares	%of Holding
1	Sughosh Trading & Con.Services LLP	63610	9.93
2	Trilokatma Trading & Con.ServicesLLP	62955	9.83
3	Sahishnu Trading & Con.ServicesLLP	61930	9.67
4	Shreeshaha Trading & Con.ServicesLLP	61250	9.56
5	Bhaktavatsala Trading & Con.ServicesLLP	60287	9.41
6	Shreedaha Trading & Con.ServicesLLP	53601	8.37
7	Jay Vinod Shah	34817	5.44
8	Sushila Kantilal Shah	26701	4.17
9	Meena Vinod Shah	25084	3.92
10	Trilokesh Trading & Con.Services LLP	25000	3.90

(v) Shareholding of Directors and Key Managerial Personnel:

Sr.No	Name of the Director	Total No. of Shares	%of Holding
1	Rahul Motasha	58	0.01

2	Suvrat Shah	26403	4.12
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V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment (Rs. in lacs)

Sr.No	Particulars	Secured Loan Excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year					
1	Principal Amount	5358.95	1387.54	-	6746.50
2	Interest due but not paid	123.45	-	-	123.45
3	Interest accrued but not due	-	-	-	-
	Total (1+ 2 + 3)	5482.40	1387.54	-	6869.95
Change in indebtedness during the financial year					
	Addition	--	--	--	--
	Reduction	435.54	20.28	--	455.82
	Net Change	435.54	20.28	--	455.82
Indebtedness at the end of the financial year					
1	Principal Amount	4445.65	1367.26	-	5812.91
2	Interest due but not paid	601.22	-	-	601.22
3	Interest accrued but not due	-	-	-	-
	Total (1+ 2 + 3)	5046.87	1367.26	-	6414.13

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: (Rs. in lacs)

Sr	Particulars of Remuneration	Mr. Rahul Motasha Director	Mr. Suvrat Shah Director
1	Gross Salary		
	(a) Salary as per provisions contained in section 17 (1) of the Income-tax Act, 1961	13.68	11.04
	(b) Value of perquisites u/s. 17 (2) Income-tax Act, 1961	0.28	2.11

	(c) Profits in lieu of Salary under section 17 (3) Income – tax Act, 1961		-
2	Stock Option	--	-
3	Sweat Equity	--	-
4	Commission - as % of profit - Others, specify	--	-
5	Others, please specify		-
	Total (A)	13.97	13.15
	Ceiling as per the Act	As per Schedule V of Companies Act, 2013	

B. Remuneration to other directors: NIL

C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD: - NIL

VII PENALTIES/ PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Parkar Road, Vile Parle (East), Mumbai - 400 057.

Offi. # 4600 7525

2618 5110

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MITTUL B. DALAL

B.Com. A.C.A

Cell: +91 80973 74277

Independent Auditor's Report

To,

The Members,

NATROYAL INDUSTRIES PRIVATE LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **NATROYAL INDUSTRIES PRIVATE LIMITED** ('the Company'), which comprise the balance sheet as at 31 March, 2022, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Opinion

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 31 March, 2022 and its loss and its cash flows for the year ended on that date.

Basis for Opinion:

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

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Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility 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 preparation of these standalone 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 prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and 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 standalone financial statements that give

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a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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 responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

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

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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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

We also provide those charged with governance with a statement that we have 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.

Report on Other Legal and Regulatory Requirements

1. 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;

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(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 31 March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) 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 A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

(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 has disclosed the impact of pending litigation on its financial position in financial statements—Refer Note 31 to the financial statements.

ii. The Company did not have any long-term contract including derivative contract for which there are 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.

iv.(a) The Management has represented that, to the best of its knowledge and belief, 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, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity

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("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.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) The Board of Directors of the Company have not proposed any dividend for the year and therefore provisions of rule 11(f) are not applicable.

2 As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For MANEK & ASSOCIATES

Chartered Accountants

Firm's registration number: 0126679W



SL Manek
(SHAILESH MANEK)

Partner

Mumbai

Dated: 7th September, 2022

Membership number.034925

UDIN : 22034925AwLxN3992c



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Parkar Road, Vile Parle (East), Mumbai - 400 057.

Offi. # 4600 7525

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SHAILESH MANEK

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MITTUL B. DALAL

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Annexure - A to the Auditors' Report

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 **NATROYAL INDUSTRIES PRIVATE LIMITED** ("the Company") as of 31 March 2022 in conjunction with our audit of the standalone 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.

MANEK & ASSOCIATES

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.

MANEK & ASSOCIATES

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2022, 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.

For MANEK & ASSOCIATES
Chartered Accountants
Firm's registration number:126679W



A handwritten signature in blue ink that reads 'S. Manek'.

(SHAILESH MANEK)

Partner

Mumbai

Dated: 7th September, 2022

Membership number:034925

UDIN : 22034925AWLXN59920



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Parkar Road, Vile Parle (East), Mumbai - 400 057.

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Annexure - B to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2022, we report that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) Property Plant and Equipment have been physically verified by the management during the year. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, a part of factory building is on land taken on lease. In respect of the other part of the factory building and land thereof, the title deeds of immovable properties are held in the name of the Company.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there were no revaluations of any Property, Plant and Equipment or intangible assets or both during the year.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.

(ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable and the discrepancies noticed on verification between the physical stocks and the book records were not material.

MANEK & ASSOCIATES

(b) The company has been declared as an Non Performing Asset (NPA) from 29th November, 2020 and the amount outstanding was Rs.4633.03 lacs (including interest) and no further transactions were carried out in the account . In view of it being an NPA, no quarterly returns or statements were filed and hence provision of clause 3(ii)(b) of the order are not applicable to the company.

(iii) The company has not granted any loan to parties covered in the register maintained under section 189 of the Companies Act, 2013 and therefore, the provisions of clause 3(iii) ,(iii)(a)(A)&(B) (b), (c) ,(d),(e) and (f) of the order are not applicable to the company..

(iv)In our opinion and according to the information and explanations given to us, the Company has not granted any loans, or provided any guarantees or security in respect of any loans to any party covered under section 185 and 186 of the Companies Act, 2013 and therefore, the provisions of clause 3(iv) of the order is not applicable.

(v) The Company has not accepted any deposits from the public and consequently the directives issued by the Reserve Bank of India, the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, and the Rules framed there under are not applicable, and also no orders were passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal and therefore clause 3(v) of the order is not applicable.

(vi)According to information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 148 of the Companies Act, 2013 in respect of the manufacturing activities carried on by the Company and therefore, the provision of clause 3(vi) of the Order is not applicable

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including goods and service tax, provident fund, employees` state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues applicable to it except delays in depositing provided fund and employees` state insurance with the appropriate authorities .

(b)According to the information and explanations given to us, no undisputed amounts payable in respect of goods and service tax, provident fund, employees` state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues were in arrears as at March 31,2022 for a period of more than six months from the date they became payable.

MANEK & ASSOCIATES

(c) According to the information and explanation given to us, there are no dues of goods and service tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues which have not been deposited on account of any dispute except as per details given below :

Name of the Statute	Nature of Dues	Amount (Rs.) In Lacs	Period to which the amount relates	Forum where the dispute is pending
Income Tax	Income Tax Penalty-us 271(1)(C)	9.10	A.Y.12-13	CIT(Appeals) 13(3)(2), Mumbai
	Income Tax	1.85	A.Y.09-10	CIT (Appeals)- CIT (A), Mumbai
	Income tax Penalty-u/s 271(1)(C)	0.62	A.Y.09-10	CIT (Appeals)- CIT (A), Mumbai
	Income Tax	0.61	A.Y.06-07	CIT(Appeals)- 9(3), Mumbai
Sale Tax	MVAT	17.18	A.Y.13-14	MVAT Dy. Commissioner B.A.E.-810 Pune
Custom duty	Custom Duty and Interest	53.68	F.Y. 17-18	Commissioner of Custom Mumbai
	Custom Duty and Interest	24.46	F.Y.03-04	Commissioner of Custom, Excise & Service Tax Appellate Tribunal- Ahmadabad.

(viii) In our opinion and according to the information and explanations given to us, there was no such transaction found in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), therefore, the provision of clause 3(viii) of the order is not applicable.

MANEK & ASSOCIATES

(ix)(a) In our opinion and according to the information and explanations given to us, the company has defaulted in repayment of dues to a bank during the year as per details given below:

Nature of borrowing including debt Security	Name of lender	Amount not paid on due date (Rs.) in Lacs	Whether principal or interest	No. of days delay or unpaid	Remarks, if any
Secured Loan	State Bank of India	4031.81	principal	487 days	Not yet paid
	State Bank of India	123.45	interest	487 days	Not yet paid
	State Bank of India	477.77	interest	365 days	Not yet paid

(b) According to the information and explanation given to us and on the basis of our audit procedures, we report that the company has not been declared wilful defaulter by any bank or financial institution or government or any government authority and therefore, the provision of clause 3 (ix)(b) of the Order to that extent is not applicable

(c) During the year, the term loan raised were applied for the purposes for which those are raised

(d) According to information and explanation given to us and the procedures performed by us, and on an overall examination of the financial statement of the Company, we report that no funds raised on short-term basis have been used for long-term purposes of the company.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures and hence the provision of clause 3 (ix)(e) of the order is not applicable.

(f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year

MANEK & ASSOCIATES

on the pledge of securities held in its subsidiaries, joint ventures or associates companies and therefore the provision of clause (ix)(f) of the order not applicable.

(x) (a) During the financial year, the company has not raised any money by way of initial public offer or further public offer (including debt instruments) and therefore the provision of clause (x)(a) of the order not applicable.

(b) The Company has not made any preferential allotment or private placement of shares, fully or optionally partly convertible debentures during the year under review, therefore, the provisions of clause 3(x)(b) of the Order are not applicable to the company.

(xi) (a) According to information and explanations given to us there were no fraud by the company or any fraud on the Company has been noticed or reported during the year and therefore, the provision of clause 3 (xi)(a) of the Order is not applicable.

(b) According to information and explanations given to us no report under sub-section (12) of section 143 of the companies Act has been filed by any auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government and therefore the provision of clause (xi)(b) of the order not applicable.

(c) As represented to us by the management, there were no whistle-blower complaints received by the company during the year.

(xii) In our opinion, the company is not a chit fund or a nidhi and therefore, the provisions of clause 3(xii)(a), (b) & (c) of the Order are not applicable to the company.

(xiii) According to information and explanation given to us, all the transactions with related parties are in compliance with the provisions of sections 177 and 188 of Companies Act, 2013 where applicable. The details of related party transactions have been disclosed in the financial statements as required under Accounting Standards.

(xiv) In our opinion, provision of sec 138 of Companies Act 2013, as regards internal audit is not applicable to company and therefore provision of clause 3(xiv)(a) and 3(xiv)(b) are not applicable.

(xv) During the financial year, the Company has not entered into any non-cash transactions with directors or persons connected with him and therefore, the provisions of clause 3(xv) of the Order are not applicable.

MANEK & ASSOCIATES

(xvi) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and therefore, the provisions of clause 3(xvi)(a),(b),(c) and (d) of the Order are not applicable to the company.

(xvii) The Company has not incurred cash losses during the financial year covered by our audit but incurred cash losses of Rs. 1328.32 lacs in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year and therefore, the provision of clause 3(xviii) of the order are not applicable.

(xix) According to information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, and based on our examination of the evidence supporting and assumption, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

(xx) During the year the provision of Section 135, as regards Corporate Social Responsibility (CSR), of the companies Act, 2013 is not applicable therefore, the provision of clause 3(xx)(a) & (b) of the order are not applicable.

(xxi) In our opinion, preparation of consolidated financial statements are not required and hence provisions of clause (xxi) of the order are not applicable.

**For MANEK & ASSOCIATES
Chartered Accountants**

Firm's registration number: 0126679W



(SHAILESH MANEK)

Partner

Membership number.034925

Mumbai

Dated: 7th September, 2022

UDIN : 22034925AWLXN59920

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NATROYAL INDUSTRIES PRIVATE LIMITED

BALANCE SHEET AS AT 31st March, 2022

			(Rs. In Lacs)	
	NOTE	as at 31-03-2022 ₹	as at 31-03-2021 ₹	
EQUITY AND LIABILITIES				
SHAREHOLDERS' FUND				
Share Capital	3	640.57	640.57	
Reserves and Surplus	4	1,186.89	1,250.96	
		1,827.46	1,891.53	
NON CURRENT LIABILITIES				
Long - Term Borrowings	5	1,424.07	1,744.34	
Long Term Provision	6	255.67	308.20	
		1,679.75	2,052.54	
CURRENT LIABILITIES				
Short - Term Borrowings	7	4,388.83	5,002.16	
Trade Payable :	8			
To - Micro and Small Enterprises		43.68	45.94	
To - Others than Micro and Small Enterprises		2,203.81	1,951.73	
Other Current Liabilities	9	889.67	381.41	
Short - Term Provisions	10	126.69	85.64	
		7,652.69	7,466.89	
		11,159.89	11,410.96	
ASSETS				
NON CURRENT ASSETS				
PROPERTY, PLANT & EQUIPMENT	11			
Tangible Assets		3,082.48	2,909.14	
Intangible Assets		0.13	0.28	
Capital Work In Progress		-	422.91	
		3,082.61	3,332.33	
Non Current Investment	12	2.64	2.64	
Deferred tax Assets	13	-	-	
Long Term Loans and Advances	14	6.65	6.69	
Other Non current Assets	15	41.22	30.51	
CURRENT ASSETS				
Inventories	16	1,466.39	1,872.48	
Trade Receivable	17	5,808.55	5,426.51	
Cash and Cash equivalents	18	116.06	7.90	
Short-term Loans and Advances	19	598.69	695.12	
Other Current Assets	20	37.09	36.78	
		8,026.78	8,039	
		11,159.89	11,410.96	

See accompanying notes 1 to 48 forming parts of the financial Statements

As per our audit report of even date

For Manek & Associates
Chartered Accountants
Firm No. 126679W

(Shailesh Manek)
Partner
Membership No. 034925



Natroyal Industries Private Limited

(Suhrat Shah)
Director
02833798

(Rahul Motasha)
Director
02080806

PLACE : MUMBAI
Date : 07/09/2022

NATROYAL INDUSTRIES PRIVATE LIMITED

Statement of Profit and Loss for the year ended 31st March, 2022

	NOTE	Year ended 31-03-2022 ₹	(Rs. In Lacs) Year ended 31-03-2021 ₹
INCOME			
Revenue From Operations	21	15,342.88	15,735.97
Other Income	22	347.41	102.34
		<u>15,690.29</u>	<u>15,838.31</u>
EXPENDITURE			
Cost of Raw Material Consumed	23	5,903.22	5,132.36
Purchase of Traded goods	23	5,705.98	7,364.43
Changes in Inventories of Finished goods and Work in Progress	24	235.04	778.55
Employee Benefit Expenses	25	1,037.27	935.67
Finance Cost	26	657.78	841.00
Other Expenses	27	1,930.88	2,114.62
Depreciation	11	277.86	263.65
		<u>15,748.02</u>	<u>17,430.28</u>
Profit /(loss) before tax		<u>(57.72)</u>	<u>(1,591.97)</u>
Less: Provision			
for Current tax		-	-
for Deferred tax		-	-
Profit /(loss) after tax		<u>(57.72)</u>	<u>(1,591.97)</u>
Taxes on Earlier year		6.35	2.36
		<u>(64.08)</u>	<u>(1,594.33)</u>
Earning per Share (refer note no. 43)		(10.00)	(248.89)
Basic & Diluted			

See accompanying notes 1 to 48 forming parts of the financial statements

As per audit report of even date

For Manek & Associates
Chartered Accountants
Firm No. 126679W

(Shailesh Manek)
Partner
Membership No. 034925




Natroyal Industries Private Limited

(Suvrat Shah)
Director
02833798

(Rahul Motasha)
Director
02080806

PLACE : MUMBAI
Date : 07/09/2022

NATROYAL INDUSTRIES PRIVATE LIMITED		
CASH FLOW STATEMENT FOR THE YEAR ENDED		
	31-Mar-22 ₹ (in Lacs)	31-Mar-21 ₹ (in Lacs)
CASH FLOW FROM OPERATING ACTIVITIES.		
Net Profit Before taxation	(57.72)	(1,591.97)
Adjustment for :		
Provision for Taxation	-	-
Depreciation	277.86	263.65
Interest Income	(6.18)	(16.04)
Loss / (Profit) on sales of Fixed assets	(201.90)	(9.09)
Assets w/off	9.62	2.67
Interest Expense	646.22	782.05
Operating Profit before Working Capital changes	667.89	(568.72)
Changes in Working Capital		
Decrease/(Increase) in Trade Receivable	(382.04)	1,004.84
Decrease/(increase) in Inventories	406.10	1,125.33
Decrease/(increase) in other non Current Assets	(10.71)	-
Decrease/(Increase) in Short Term Loans and Advances	90.07	150.98
Decrease/(Increase) in long Term Loans and Advances	0.04	19.96
Decrease/(increase) in other Current Assets	(0.31)	239.11
Increase/(Decrease) in Trade Payable	249.82	(2,526.65)
Increase / (Decrease) in Other Current Liability	508.25	(6.06)
Increase/(Decrease) in Short Term Provision	41.05	(64.32)
Increase /(Decrease) in Long Term Provision	(52.53)	(4.86)
Cash generated from operations	849.75	(61.68)
Cash flow before prior period items	1,517.64	(630.40)
Prior Period items	-	-
Taxes of Earlier years	-	-
Net cash from operating activities	1,517.64	(630.40)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase/ Sale of fixed assets (net)	164.16	(55.81)
Interest received	6.18	16.04
Net cash from investing activities	170.33	(39.77)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	(320.26)	(318.81)
Proceeds from short term borrowings	(613.33)	1,764.36
Interest paid	(646.22)	(782.05)
Net cash used in financing activities	(1,579.81)	663.50
NET INCREASE IN CASH AND CASH EQUIVALENT	108.16	(6.67)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	7.90	14.57
CASH AND CASH EQUIVALENT AT THE END OF PERIOD	116.06	7.90
<div> <div> For Manek & Associates Chartered Accountants Firm No. 126679W (Shailesh Manek) Partner Membership No. 034925 PLACE : MUMBAI Date : 07/09/2022 </div>  </div> <div> <div> For Natroyal Industries Private Limited (Suyrat Shah) (Director) 02833798 PLACE : MUMBAI Date : 07/09/2022 </div> <div> (Rahul Motasha) (Director) 02080806 </div> </div>		

NATROYAL INDUSTRIES PRIVATE LIMITED

NOTE- 1 : Corporate Information

Natroyal Industries Private Limited is a private limited Company. It is engaged in the business of Manufacturing of Seating components , Coated textile fabrics, Knitted fabrics and Trading of PVC Vinyl Flooring / Chemical items.

NOTE- 2 : Significant Accounting policies

a. CONVENTION

The accompanying financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting and comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 to the extent applicable. The financial statements are presented in Indian Rupees.

b. USE OF ESTIMATE

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

c. REVENUE RECOGNITION

Sale of goods

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales are excluding GST.

Income from services

Revenues from contracts priced on a time and material basis are recognised when services are rendered and related costs are incurred. Foreseeable losses on such contracts are recognised when probable.

Other income

Interest income is accounted on time proportion basis. Dividend income is accounted for when the right to receive it is established.

All other Revenues and Expenses are accounted on Accrual basis,

d. PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION

Property, Plant & Equipment are stated at cost (Net of Input Tax Credit) and include incidental and/or installation expenses.

Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any.

Depreciation on property, plant & Equipment are provided on straight line method, over the estimated useful life of the assets, in the manner prescribed in Schedule II of the Companies Act 2013.

Intangible assets are amortised over their estimated useful life of five years,

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern.

e. IMPAIRMENT OF ASSETS

Impairment loss is provided to the extent the carrying amount of assets exceeds the recoverable amount. Recoverable amount is the higher of an assets net selling price & its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the assets and from its disposal at the end of its useful life. Net selling price is the amount obtainable from the sale value of the assets in an arm's length transaction between knowledgeable willing parties less the costs of disposal. If at the Balance Sheet date there is an indication that the previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

f. CUSTOM DUTY AND GOODS AND SERVICE TAX

i) Custom duty is accounted upon clearance of goods.

ii) Goods and Services tax (GST) is accounted upon clearance of goods and providing of services. Input Tax credit (ITC) is accounted by adjustment against cost immediately upon receipt of the relevant input and booking of the invoices in respect there.

g. INVENTORIES

(i) Raw Materials and Packing Materials are valued at cost, computed on weighted average basis.

(ii) Stores and spares are valued at cost, computed on FIFO basis.

(iii) Semi-finished goods are valued at cost. For this purpose costs includes cost of Material, Direct Labour and related Factory / Other Overheads upto the stage of completion.

(iv) Finished Goods are valued at lower of Cost and Net Realisable Value.

h. INVESTMENTS

Investments, classified as Long-Term investments, are stated at cost.

i. RETIREMENT BENEFITS

Employee benefits include provident fund, gratuity fund and compensated absences .

Defined contribution plans

The Company's contribution to provident fund is considered as defined contribution plan and are charged as an expense as they fall due based on the amount of contribution required to be made.



Defined benefit plans

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

j. FOREIGN CURRENCY TRANSACTIONS**Initial recognition**

Transactions in foreign currencies entered into by the Company and its integral foreign operations are accounted at the exchange rates as on date of transaction.

Measurement of foreign currency monetary items at the Balance Sheet date

Foreign currency monetary items (other than derivative contracts) of the Company and its net investment in non-integral foreign operations outstanding at the Balance Sheet date are restated at the year-end rates.

In the case of integral operations, assets and liabilities (other than non-monetary items), are translated at the exchange rates prevailing on the Balance Sheet date. Non-monetary items are carried at historical cost. Revenue and expenses are translated at the exchange rate as on date of transaction. Exchange differences arising out of these translations are charged to the Statement of Profit and Loss.

Treatment of exchange differences

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company and its integral foreign operations are recognised as income or expense in the Statement of Profit and Loss. The exchange differences on restatement / settlement of loans to non-integral foreign operations that are considered as net investment in such operations are accumulated in a "Foreign currency translation reserve" until disposal / recovery of the net investment.

k. CLAIMS, DEMANDS & UTILITIES

Disputed and / or Contingent Liabilities are either provided for or disclosed depending on management's judgment of the outcome. These are disclosed by way of notes appended to the balance sheet.

Claims by or against the company are accounted when Acknowledged / Accepted / Settled / Revived.

l. TAXATION

Provision for current tax is computed in accordance with the relevant tax regulation.

Deferred Tax is recognised for all timing differences between accounting income and taxable income and quantified using the enacted / substantially enacted tax rates as at the balance sheet date.

Deferred Tax Assets are recognised where realisations are reasonably certain whereas in case of carried forward losses or unabsorbed depreciation, deferred tax assets are recognised only if there is a virtual certainty of realisation backed by convincing evidence. Deferred tax assets are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.

m. SEGMENT REPORTING

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.

Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on a reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".

n. LEASE

Operating Lease : Lease payments for operating leases are recognized as expenses on a straight line basis over the lease term.

o. RESEARCH AND DEVELOPMENT :

All revenue expenses pertaining to research and development are charged to Statement of Profit & Loss in the year in which they are incurred and all expenditure of capital nature is capitalized as Property, Plant & Equipment, and depreciated as per the company's policy.

p. PROVISIONS, CONTINGENT LIABILITIES & CONTINGENT ASSETS.

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, and in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimation. Contingent liabilities are disclosed in the notes separately



NOTE- 3 : SHARE CAPITAL		As at 31st March 22		As at 31st March 21	
Authorized		No. of shares	₹	No. of shares	₹
Equity Shares of ₹ 100 each.		10,90,000	1,090.00	10,90,000	1,090.00
Total		10,90,000	1,090.00	10,90,000	1,090.00
Issued, subscribed and paid - up					
Equity Shares of ₹ 100 each fully paid up		6,40,570	640.57	6,40,570	640.57
Total		6,40,570	640.57	6,40,570	640.57
a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year.					
Equity Share		As at 31st March 22		As at 31st March 21	
		No. of shares	₹	No. of shares	₹
At the beginning of the year		6,40,570	640.57	6,40,570	640.57
Outstanding at the end of the year		6,40,570	640.57	6,40,570	640.57
b. Terms / rights attached to equity shares					
The company has only one class of Equity Shares having Par Value of ₹ 100 per Share. Each holder of the Equity is entitled to one vote per share. In the event of the liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company which will be in proportion to the number of equity shares held by the shareholders after distribution of all the preferential amounts.					
c. Details of share holding more than 5% shares in the company					
		As at 31st March 22		As at 31st March 21	
		No. of shares	% holding in the class	No. of shares	% holding in the class
Equity Shares of ₹ 100 each fully paid up					
Bhaktavatsala Trading & Consultancy Services LLP	60,287	9.41	60,287	9.41	
Trilokatama Trading & Consultancy Services LLP	62,955	9.83	62,955	9.83	
Sughosh Trading & Consultancy Services LLP	63,610	9.93	63,610	9.93	
Sahishnu Trading and Consultancy Service LLP	61,930	9.67	61,930	9.67	
Shreeshaha Trading and Consultancy Service LLP	61,250	9.56	61,250	9.56	
Shreedaha Trading and Consultancy Services LLP	53,601	8.37	53,601	8.37	
Jay Vinod Shah	34,818	5.44	34,818	5.44	
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 ownerships of shares.					
d. Shareholding of Promoters as below :					
Promoters Name	No. of Shares	% of Total Shares	No. of Shares	% of Total Shares	% Change during the year
Vinod Kantilal Shah	15,492	2.42	15,492	2.42	-
Vinod Kantilal Shah HUF	20,242	3.16	20,242	3.16	-
Jayesh Amritlal Motasha	489	0.08	489	0.08	-
Jayesh Amritlal Motasha HUF	241	0.04	241	0.04	-
Arvind Vadilal Motasha	300	0.05	300	0.05	-
Arvind Vadilal Motasha HUF	100	0.02	100	0.02	-
Suvarat Shah	26,403	4.12	26,403	4.12	-
Rahul Motasha	58	0.01	58	0.01	-
Mahesh Kantilal Shah	12,042	1.88	12,042	1.88	-
Mahesh Kantilal Shah HUF	20,241	3.16	20,241	3.16	-
Jayshree Mahesh Shah	10,584	1.65	10,584	1.65	-
Sushila Kantilal Shah	26,701	4.17	26,701	4.17	-
Meena Vinod Shah	25,084	3.92	25,084	3.92	-
Jhanvi Vinod Shah	8,101	1.26	8,101	1.26	-
Jay Vinod Shah	34,818	5.44	34,818	5.44	-
Dipti Jayesh Motasha	291	0.05	291	0.05	-
Varun Jayesh Motasha	58	0.01	58	0.01	-
Mukesh Amritlal Motasha	341	0.05	341	0.05	-
Mukesh Amritlal Motasha HUF	241	0.04	241	0.04	-
Bhavana Mukesh Motasha	291	0.05	291	0.05	-
Deepak Amritlal Motasha	341	0.05	341	0.05	-
Deepak Amritlal Motasha HUF	241	0.04	241	0.04	-
Anjana Deepak Motasha	291	0.05	291	0.05	-
Vivek Deepak Motasha	58	0.01	58	0.01	-
Hansa Arvind Motasha	100	0.02	100	0.02	-
Anuradha Arvind Motasha	100	0.02	100	0.02	-
Pradip Muchhala	2	0.00	2	0.00	-
Bhaktavatsala Trading & Consultancy Services LLP	60,287	9.41	60,287	9.41	-
Trilokatama Trading & Consultancy Services LLP	62,955	9.83	62,955	9.83	-
Shreeshaha Trading & Consultancy Services LLP	61,250	9.56	61,250	9.56	-
Trilokesh Trading & Consultancy Services LLP	25,000	3.90	25,000	3.90	-
Sughosh Trading & Consultancy Services LLP	63,610	9.93	63,610	9.93	-
Shreedaha Trading & Consultancy Services LLP	53,601	8.37	53,601	8.37	-
Sahishnu Trading & Consultancy Services LLP	61,930	9.67	61,930	9.67	-
Sumukh Trading & Consultancy Services LLP	20,833	3.25	20,833	3.25	-
Suhruda Trading & Consultancy Services LLP	6,250	0.98	6,250	0.98	-
Lokswami Trading & Consultancy Services LLP	21,603	3.37	21,603	3.37	-
	6,40,570		6,40,570		

	as at 31-03-2022 ₹	as at 31-03-2021 ₹
NOTE - 4 : RESERVES AND SURPLUS		
(a) Capital Reserve		
Balance as per last financial statements	235.53	235.53
	<u>235.53</u>	<u>235.53</u>
(b) Securities Premium Account		
Balance as per last financial statements	300.00	300.00
Closing balance	<u>300.00</u>	<u>300.00</u>
(c) Surplus in the statement of profit and loss		
Balance as per last financial statements	715.43	2,309.77
Add: Profit / (Loss) for the year	(64.08)	(1,594.33)
Closing balance	<u>651.36</u>	<u>715.43</u>
Total Reserve and Surplus	<u><u>1,186.89</u></u>	<u><u>1,250.96</u></u>
NOTE - 5 : LONG TERM BORROWINGS		
Secured Loans		
From Banks :		
Against Hypothecation of Vehicles	-	0.03
(The above secured loans are repayable in EMI's ranging from 36 to 60 months, the last EMI due in April, 2022. The rate of interest on loans is 10.75% P.A.)		
From Financial Institutions :		
Against Hypothecation of Vehicles	10.03	13.19
(The above secured loans are repayable in EMI's for 60 months, the last EMI due in December 2025. The rate of interest on these loans is 9.75% P.A..)		
Against Hypothecation of Plant & Machinery	160.14	473.18
(The above secured loans are repayable in EMI of 48 to 60 months, the last EMI due in July 2025 The rate of interest on these loans range from 11.00 % to 15.25% P.A.)		
(The above loans are secured by hypothecation or lien made against respective plant & machinery and personal guarantee of Directors and Corporate Gurantee of five associated LLP.)		
Other Loans & Advances		
Loans and advances from Directors and their relatives (Refer note 41)	368.46	368.46
Loan from Share Holders	567.83	571.86
Security Deposit	317.62	317.62
Note :		
a). Loan from related parties are payable after five years from 01-01-2021 (Previous year from 01-01-2021).		
b). Out of the total deposit from eight share holders, the deposits from two shareholders carries interest @18% and are repayable after five years from 30th March,2022 (Previous year 30th Mar-2018), and from one share holder repayable after five years from 30-01-2020. No interest is paid to other six share holders w.e.f. 01-07-2019.		
	<u><u>1,424.07</u></u>	<u><u>1,744.34</u></u>
NOTE - 6 : LONG TERM PROVISION		
Provision for Gratuity	230.62	280.59
Provision for Leave Encashment	25.05	27.61
	<u><u>255.67</u></u>	<u><u>308.20</u></u>



	as at 31-03-2022	as at 31-03-2021
NOTE - 7 : SHORT TERM BORROWINGS		
Secured Loan : (Refer note below)		
Cash Credit Facility from Bank of Baroda (The rate of interest being 9.05% P.A.(Previous Year 9.05% P.A.))	-	418.13
Cash Credit Facility from State Bank of India (The rate of interest being 11.85% P.A. (Previous Year 11.85% P.A.))	4,031.81	4,242.82
Term Loan from Bank of Baroda (The Term Loan is repayable in EMI of 84 months, the last EMI was paid in July, 2021. The rate of interest being 13.05% P.A.)	-	43.15
Current maturities of long term debt (refer note 5)		
Secured Loan		
From Banks	0.29	4.66
From Financial Institution	243.37	163.80
Unsecured Loan		
Against Insurance Policies	-	6.12
From Financial Institution	113.36	123.49
	4,388.83	5,002.16
Note:		
Cash Credit, Packing Credit and Term Loan facility from Bank of Baroda and State Bank of India are secured by hypothecation of stocks including packing material and stores & spares for manufacturing, hypothecation of book debts and first charge on Property, Plant & Equipment, Land, Building and unencumbered Plant & Machinery of the Company and equitable mortgage of Land of Royal Spinwell Pvt Ltd at Garadhiya Dist. Savli, and Residential Building of relative of director Mr M K Shah (owned by M V Shah Trust) situated at Kandivali (W), Mumbai.		
Its further secured by personal guarantee of Directors of the company Mr.Suvrat M Shah & Mr. Rahul M Motasha and their Family members i.e. Mr. D A Motasha, Mr. M K Shah, Mr.A. V. Motasha, Mr.V. K. Shah, Mr. M. A. Motasha, Mr. J. A. Motasha and Mahesh Vinod Trust and also corporate guarantee of Samsons Leathercloth Mfg. Co. LLP., Royal Spinwell Pvt Ltd., Bhaktavatsala Trading & Cons. Services LLP, Trilokatma Trading & Cons. Services LLP, Lokswami Trading & Consu. Services LLP, Sahishnu Trading & Cons. Services LLP, Shreedaha Trading & Cons. Services LLP, Sughosh Trading & Consu. Services LLP, Shreeshaha Trading & Consu. Services LLP being group company / concerns.		
With effect from 25-03-2019 the above credit facilities was under consortium arrangement, wherein State bank of India is Consortium Leader. During the year 21-22 company has paid all the dues of Bank of Baroda and received no due certificate. Subsequent thereto, the credit facilities are only from State Bank of India.		



	as at 31-03-2022 ₹	as at 31-03-2021 ₹			
NOTE - 8 : TRADE PAYABLES					
Other than Acceptances :					
Trade Payable for Goods :					
To Micro and Small Enterprises (Refer note 29)	29.32	34.70			
To Other than Micro and Small Enterprises	1,358.10	1,197.82			
	1,387.42	1,232.52			
Trade Payable for Others :					
To Micro and Small Enterprises (Refer note 29)	14.36	11.24			
To Other than Micro and Small Enterprises	845.71	753.92			
	860.07	765.15			
	2,247.49	1,997.67			
Trade Payable ageing Schedule :					
Outstanding as at 31/03/2022 from due date of payment					
Particulars	Less Than 1 Year	1-2 Year	2-3 year	More than 3 Year	Total
(i) MSME	41.15	2.39	0.07	0.08	43.68
(ii) Others	1,781.38	78.38	212.58	131.47	2,203.81
(iii) Disputed Dues MSME					-
(iv) Disputed Dues others					-
Outstanding as at 31/03/2021 from due date of payment					
Particulars	Less Than 1 Year	1-2 Year	2-3 year	More than 3 Year	Total
(i) MSME	44.63	0.14	0.47	0.69	45.94
(ii) Others	1,425.35	298.75	128.10	99.54	1,951.73
(iii) Disputed Dues MSME					-
(iv) Disputed Dues others					-
NOTE - 9 : OTHERS CURRENT LIABILITIES					
Statutory Remittances		10.75		10.35	
Advances from Customers		176.90		184.53	
Other liabilities		702.02		186.53	
		889.67		381.41	
NOTE - 10 : SHORT TERM PROVISION					
Provision for Employee Benefit		36.27		14.55	
Provision for Gratuity		56.76		39.64	
Provision for Leave Encashment		33.66		31.45	
		126.69		85.64	
NOTE - 12 : NON CURRENT INVESTMENT					
Investment in equity instruments Quoted :					
858 Equity shares of Bank of Baroda ₹ 2 Each fully paid up		2.34		2.34	
2,000 Equity Shares of ₹ 10 each fully paid up of Development Credit Bank Ltd. Mumbai		0.20		0.20	
Investment in equity instruments Unquoted :					
400 Equity Shares of ₹ 25 each fully paid up Halol Urban co- operative Bank Ltd.		0.10		0.10	
		2.64		2.64	



Notes Forming Part of Balance Sheet
NOTE- 11 : PROPERTY, PLANT & EQUIPMENT

(Rs. In Lacs)									
GROSS BLOCK					DEPRECIATION			NET BLOCK	
PARTICULAR	As At 01-04-2021 ₹	Addition ₹	Deduction/ Sales ₹	As At 31-03-2022 ₹	Up To 01-04-2021 ₹	For The Period ₹	Deduction / Sales ₹	As At 31-03-2022 ₹	As At 31-03-2021 ₹
TANGIBLE ASSETS :									
LAND & LAND DEVELOPMENT	54.92 (54.92)	-	40.70	14.22 (54.92)	-	-	-	-	54.92 (54.92)
BUILDINGS	867.45 (867.45)	-	-	867.45 (867.45)	499.53 (473.38)	21.96 (26.15)	-	521.49 (499.53)	345.96 (367.92)
INTERNAL ROAD & TUBE WELL	28.41 (28.41)	-	-	28.41 (28.41)	26.61 (25.21)	0.38 (1.40)	-	26.99 (26.61)	1.80 (3.19)
PLANT & MACHINERY	4,974.64 (4,994.24)	482.04 (52.76)	81.34 (72.36)	5,375.33 (4,974.64)	2,672.77 (2,534.05)	218.54 (191.69)	76.28 (52.96)	2,815.03 (2,672.78)	2,301.87 (2,460.20)
FURNITURE & FIXTURE :	39.37 (39.37)	-	11.55	27.81 (39.37)	24.78 (22.27)	2.76 (2.51)	10.15	17.39 (24.78)	14.59 (17.09)
VEHICLES	478.92 (534.34)	-	129.93 (75.76)	348.99 (478.92)	393.70 (431.51)	20.40 (27.81)	123.80 (65.62)	290.30 (393.70)	85.22 (102.83)
OFFICE & OTHERS EQUIPMENTS	244.51 (241.04)	6.77 (3.47)	34.12	217.16 (244.51)	183.14 (172.15)	9.38 (10.99)	33.82	158.69 (183.14)	61.37 (68.89)
LABORATORY EQUIPMENT	46.99 (42.48)	15.83 (4.51)	-	62.81 (46.99)	25.53 (22.81)	4.29 (2.72)	-	29.82 (25.53)	21.46 (19.67)
INTANGIBLE ASSETS :									
Computer Software	31.43 (31.43)	-	-	31.43 (31.43)	31.14 (30.75)	0.15 (0.39)	-	31.29 (31.14)	0.28 (0.67)
Goodwill	80.83 (80.83)	-	-	80.83 (80.83)	80.83 (80.83)	-	-	80.83 (80.83)	-
Total	6,847.46 (6,914.50)	504.63 (81.09)	297.64 (148.13)	7,054.45 (6,847.46)	3,938.03 (3,792.96)	277.86 (263.65)	244.05 (118.57)	3,971.84 (3,938.04)	2,909.43 (3,121.54)

Note :

12.1) Figures in bracket are of previous year.

CWIP Ageing Schedule :						
Amount in CWIP for period of FY 2021-22						
	Less than 1 year	1 - 2 year	2 - 3 year	More than 3 years	Total	
CWIP						
Projects in Progress					-	
Projects temporarily suspended					-	
Amount in CWIP for period of FY 2020-21						
	Less than 1 year	1 - 2 year	2 - 3 year	More than 3 years	Total	
CWIP						
Projects in Progress	18.21	10.50	394.19		422.91	
Projects temporarily suspended					-	



Particulars	As at 31-03-2022	As at 31-03-2021																											
Aggregate amount of quoted investments (Market value Rs.2,34,553/- (Previous Year Rs.2,69,021/-)	2.54	2.54																											
Aggregate amount of unquoted investments.	0.10	0.10																											
	2.64	2.64																											
NOTE - 13 : DEFERRED TAX LIABILITY																													
	<table> <tr> <th>Deferred tax Balance as of 31-03-2021</th><th>Charge / (Credit) during the year</th><th>Deferred tax Balance as of 31-03-2022</th></tr> <tr> <th>₹</th><th>₹</th><th>₹</th></tr> <tr> <td>Property, Plant & Equipment and Depreciation</td><td>240.65</td><td>246.54</td></tr> <tr> <td>Provision for Leave Encashment</td><td>(15.36)</td><td>(15.27)</td></tr> <tr> <td>Provision for Doubtful Debts</td><td>(155.95)</td><td>(156.99)</td></tr> <tr> <td>Provision for Gratuity</td><td>(83.26)</td><td>(74.72)</td></tr> <tr> <td>Unabsorbed Depreciation</td><td>(207.51)</td><td>(156.92)</td></tr> <tr> <td>Others</td><td>(32.10)</td><td>(156.32)</td></tr> <tr> <td>Net Deferred Tax Liability / (Assets)</td><td>(253.53)</td><td>(313.67)</td></tr> </table>	Deferred tax Balance as of 31-03-2021	Charge / (Credit) during the year	Deferred tax Balance as of 31-03-2022	₹	₹	₹	Property, Plant & Equipment and Depreciation	240.65	246.54	Provision for Leave Encashment	(15.36)	(15.27)	Provision for Doubtful Debts	(155.95)	(156.99)	Provision for Gratuity	(83.26)	(74.72)	Unabsorbed Depreciation	(207.51)	(156.92)	Others	(32.10)	(156.32)	Net Deferred Tax Liability / (Assets)	(253.53)	(313.67)	
Deferred tax Balance as of 31-03-2021	Charge / (Credit) during the year	Deferred tax Balance as of 31-03-2022																											
₹	₹	₹																											
Property, Plant & Equipment and Depreciation	240.65	246.54																											
Provision for Leave Encashment	(15.36)	(15.27)																											
Provision for Doubtful Debts	(155.95)	(156.99)																											
Provision for Gratuity	(83.26)	(74.72)																											
Unabsorbed Depreciation	(207.51)	(156.92)																											
Others	(32.10)	(156.32)																											
Net Deferred Tax Liability / (Assets)	(253.53)	(313.67)																											
Note : Deferred Tax Assets is recognised only to the extent of Deferred Tax Liability.																													
NOTE - 14 : LONG TERM LOANS AND ADVANCES																													
Unsecured considered good :																													
Other Loans & Advances	3.54	3.54																											
Prepaid Expenses	3.11	3.15																											
	6.65	6.69																											
NOTE - 15 : OTHER NON - CURRENT ASSETS																													
Security Deposit	31.27	30.51																											
(b) Fixed Deposit with Bank (Maturity > 12 Months)	9.94	-																											
	41.22	30.51																											
NOTE - 16 : INVENTORIES																													
(Refer Note No 2 (g) for mode of valuation)																													
Raw materials	670.00	842.05																											
Work in process	378.37	418.99																											
Finished goods	364.49	558.91																											
Stores and Spares	23.03	32.78																											
Packing material	28.81	18.55																											
Fuel	1.69	1.21																											
	1,466.39	1,872.48																											
Details of inventory of Work in progress :																													
Chemicals	147.32	165.44																											
Release Paper	61.44	99.33																											
Semi finished Goods	5.20	3.25																											
Yarn	141.63	91.83																											
Frame	3.79	11.62																											
Trim Cover	0.28	17.56																											
Others	18.71	29.96																											
	378.37	418.99																											



as at
31-03-2022
₹

as at
31-03-2021
₹

NOTE - 17 : TRADE RECEIVABLES

(Unsecured, considered good subject to confirmation)

Trade Receivables outstanding for a period exceeding six

Other Trade Receivables

2,550.48 811.69

3,861.87 5,214.63

6,412.35 6,026.32

603.80 599.81

5,808.55 5,426.51

Provision for Doubtful Debtors

Trade Receivables ageing schedule

Particulars	Outstanding as at 31/03/2022 from due date of payment					Total
	Less than 6 Month	6 month - 1 Year	1-2 Year	2-3 year	More than 3 Year	
(i) Undisputed Trade Receivable Considered Good	3,861.87	1,751.74	151.89	43.06	0.00	5,808.55
(ii) Undisputed Trade Receivable Considered doubtful	-	-	-	332.55	271.25	603.80
(iii) Disputed Trade Receivable Considered Good						-
(iv) Disputed Trade Receivable Considered doubtful						-
(v) Allowance for doubtful trade receivable				(332.55)	(271.25)	(603.80)
	3,861.87	1,751.74	151.89	43.06	0.00	5,808.55

Particulars	Outstanding as at 31/03/2021 from due date of payment					Total
	Less than 6 Month	6 month - 1 Year	1-2 Year	2-3 year	More than 3 Year	
(i) Undisputed Trade Receivable Considered Good	5,214.63	61.52	150.36	-	-	5,426.51
(ii) Undisputed Trade Receivable Considered doubtful	-	-	296.10	125.76	177.94	599.81
(iii) Disputed Trade Receivable Considered Good						-
(iv) Disputed Trade Receivable Considered doubtful						-
(v) Allowance for doubtful trade receivable			(296.10)	(125.76)	(177.94)	(599.81)
	5,214.63	61.52	150.36	-	-	5,426.51

NOTE - 18 : CASH AND CASH EQUIVALENTS

Cash on hand

6.11 6.89

Balance with Bank

109.95 1.01

... in current accounts

109.95 1.01

116.06 7.90

NOTE - 19 : SHORT TERM LOANS AND ADVANCES

Other Loan & Advances :

Unsecured considered good :

Prepaid Expenses

27.86 8.96

Loans to Employees

7.31 8.93

Balances with statutory / Government Authority

156.02 306.15

Other Loan & Advances

381.86 340.05

Advance Income Tax (Net)

25.63 31.03

598.69 695.12

NOTE - 20 : OTHER CURRENT ASSETS

(a) Security Deposit

5.07 5.07

(b) Fixed Deposit with Bank (Maturity > 3 month and < 12 Month)*

31.74 31.44

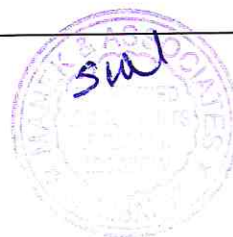
(c) Accruals

0.28 0.27

(i) Interest accrued on fixed deposits

* (Lien with bank against L.C. / Bank Guarantee)

37.09 36.78



	Year ended 31-03-2022 ₹	Year ended 31-03-2021 ₹
NOTE - 21 : REVENUE FROM OPERATIONS (Refer Note 36)		
Sales of Product		
Manufactured Goods	9,200.58	7,971.45
Traded Goods	5,908.43	7,648.26
Other operating revenue		
Job Work	94.03	80.61
Scrap Sales	139.84	35.65
Revenue from operations	15,342.88	15,735.97
NOTE - 22 : OTHER INCOME		
Exchange Rate Difference (Net)	37.82	-
Export Incentive	-	23.14
Insurance Claim Received	-	9.22
Interest on Bank Deposit	2.56	12.87
Interest Others	2.99	2.35
Interest on Income tax Refund	0.63	0.82
Debit /Credit balance written back (Net)	9.66	2.94
Profit / (Loss) on Sale of Fixed Assets	201.90	9.09
Miscellaneous Income	91.85	41.92
	347.41	102.34
NOTE - 23 : COST OF RAW MATERIAL CONSUMED		
Inventories at the beginning of the year	842.05	1,184.14
Add : Purchases	5,731.17	4,790.27
	6,573.22	5,974.41
Less : Inventories at the end of the year	670.00	842.05
Cost of raw material consumed (Refer note 35)	5,903.22	5,132.36
Add : Purchase of Traded goods (refer note 35)	5,705.98	7,364.43
	11,609.20	12,496.80
Details of raw material consumed		
Chemicals	2,838.95	1,972.23
Release Paper	122.70	135.16
Fabric & Leathercloth	176.87	137.89
Yarn	2,181.18	1,845.98
Pipe	85.62	121.77
Others	475.02	776.59
Pvc Cut Pieces	22.88	142.74
Trading PVC Floor Covering	3,621.35	5,021.93
Trading Others	2,084.63	2,342.50
	11,609.20	12,496.80
Details of raw material inventory		
Chemicals	225.23	270.07
Release Paper	153.96	164.42
Fabric & Leathercloth	127.29	97.94
Sheet Metal Component	23.28	104.27
Yarn	65.85	60.42
Pipe	10.29	36.01
Pvc Cut Pieces	-	4.49
Others	64.10	104.41
	670.00	842.05
NOTE - 24 : INCREASE/(DECREASE) IN STOCK		
Inventories at the end of the year		
Finished goods	364.49	558.91
Work in process	378.37	418.99
	742.86	977.90
Inventories at the beginning of the year		
Finished goods	558.91	819.48
Work in process	418.99	936.96
	977.90	1,756.44
	235.04	778.55



	Year ended 31-03-2022 ₹	Year ended 31-03-2021 ₹
NOTE - 25 : EMPLOYEE BENEFIT EXPENSES		
Salaries, Wages and Bonus	881.02	815.91
Contribution to provident and other funds	71.05	63.53
Security expenses	21.54	18.88
Gratuity expenses	55.21	26.28
Welfare expenses	8.44	11.06
	1,037.27	935.67
NOTE - 26 : FINANCE COST		
Interest Expenses :		
- Borrowings	646.22	782.05
- Others	0.36	1.92
Other Borrowing Costs	11.20	57.03
	657.78	841.00
NOTE - 27 : OTHER EXPENSES		
Power and Fuel	532.58	446.39
Consumable stores	131.47	104.54
Packing material	79.72	83.81
Services & Maintenance	292.15	244.09
Travelling	23.99	13.76
Printing and Stationery	3.04	9.95
Telephone	10.13	9.16
Loading / Unloading Charges	2.35	2.55
Insurance Charges	25.89	24.78
Labour Charges Paid	30.67	26.25
Rent , Rates and Taxes	44.99	64.79
Legal and Professional Fees	88.01	62.76
Repairs and Maintenance to		
...plant and machinery	43.87	28.93
...factory building	15.95	9.60
...vehicles	54.39	49.23
...others	15.54	18.12
	129.74	105.87
Auditors' Remuneration		
... audit fees	9.00	9.00
... tax audit fees	1.50	1.50
	10.50	10.50
Export Forwarding and Freight	390.33	178.59
Freight Outward	15.04	13.90
Exchange Rate Difference (Net)	-	7.17
Discount & balances w/off	22.87	24.91
Advertisement Sales	14.34	16.96
Commission on Sales	17.77	19.63
Prior period expenses / (Income) (Net)	1.24	4.39
Provision for Doubtful Debtors	3.99	599.81
Miscellaneous expenses	60.05	40.04
	1,930.88	2,114.62



NATROYAL INDUSTRIES PRIVATE LIMITED

Notes to accounts for the year ended March 31, 2022

28. Trade Receivables, Loans & Advances and Trade Payables are subject to Confirmation.

29. Micro, Small and Medium Enterprises :

Disclosures required Micro and Small Enterprises under the Micro, Small and Medium Enterprises Development Act., 2006 are given as under :

	₹ (In Lacs)	₹ (In Lacs)
Particulars	Year Ended 31st March, 2022	Year Ended 31st March, 2021
(a) Principal amount due to suppliers under the Act.,	43.68	45.94
(b) Interest accrued and due to suppliers under the Act, on the above amount not provided.	0.37	1.98
(c) payment made to suppliers beyond the appointed day, during the year.	-	-
(d) Interest paid to supplier under the Act.,	-	-
(e) Interest accrued but not provided and remaining unpaid at the end of the year to suppliers under the Act.,	15.37	21.18

Note :

- The information has been given on the basis of information received from Vendors and the same has been relied upon by the auditors.
- Opening accrued interest of Rs.6.18 lacs has been reversed, as these vendors are not traceable.
- Amount unpaid to Micro and Small enterprises vendors on account of retention money have not been considered for the purpose on interest calculation.

30. Retirement Benefits:

a. Post-employment benefit plans. Payments to defined contribution retirement benefit schemes are charged to financial statement on the basis of actuarial valuation at the end of the year.

b. Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period when the employee renders the service.

c. The following table sets out the unfunded status of leave absences and gratuity and the amounts recognized in the Company's financial statements as at March 31, 2022.

Particulars	Leave Encashment (Unfunded) (Refer Note below) 2021-22 (₹ in Lacs)	Gratuity (Unfunded) (Refer Note below) 2021-22 (₹ in Lacs)
Reconciliation of liability recognized in the Balance sheet		
Present value of commitments	58.71	287.38
Fair value of plans	-	(3.54)
Net liability in the Balance sheet	58.71	283.84
Movement in net liability recognized in the Balance sheet		
Net liability as at 1st April	59.06	316.69
Adjustment to Opening Fair Value of Plan Assets	-	3.54
Net expense to be recognized in the Statement of Profit and Loss account	11.21	55.21
Contribution during the year	(11.56)	(88.06)
Net liability as at 31st March	58.71	287.38
Expense recognized in the Statement of Profit and Loss account		
Current service cost	17.38	19.63
Interest cost	3.37	17.46
Past Service Cost - (Non-vested Benefits)	-	-
Past Service Cost - (Vested Benefits)	-	-
Unrecognised Past Service Cost - Non - Vested Benefits	-	-
Expected return on plan assets	-	(0.22)
Actuarial (gains)/ losses	(9.54)	18.35
Credit for excess fair value of plan assets at the beginning of the year		
Net Expense to be charged to the Statement of Profit and Loss account (Ref. note below)	11.21	55.21

Return on plan assets		
Expected return on plan assets	-	-
Actuarial (gains)/ losses	-	-
Actual return on plan assets	-	-
Reconciliation of defined-benefit commitments		
Commitments as at 1st April	59.06	316.69
Adjustment to Opening Fair Value of Plan Assets	-	3.54
Current service cost	17.38	19.63
Interest cost	3.37	17.46
Past Service Cost - (Non-vested Benefits)	-	-
Past Service Cost - (Vested Benefits)	-	-
Unrecognised Past Service Cost - Non - Vested Benefits	-	-
Expected return on plan assets	-	(0.22)
Paid benefits	(11.56)	(88.06)
Actuarial (gains)/ losses	(9.54)	18.35
Commitments as at 31st March	58.71	287.38
Reconciliation of plan assets		
Plan assets as at 1st April	-	3.54
Expected return on plan assets	-	0.22
Contributions during the year	-	88.06
Paid benefits	-	(88.06)
Actuarial (gains)/ losses	-	(0.22)
Plan assets as at 31st March	-	3.54
The actuarial calculations used to estimate commitments and expenses in respect of leave encashment and gratuity are based on the following assumptions which if changed, would affect the commitment's size, funding requirements and expense.		
Particulars		
Discount rate	6.32%	6.32%
Expected return on plan assets	-	-
Expected rate of salary increase	6.00%	6.00%
Withdrawal rates	5.00%	5.00%
Mortality	IALM(2012-14) Ult.	IALM(2012-14) Ult.
31. Contingent Liabilities not provided for :		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2022	As at 31st March, 2021
(a) Contingent Liabilities		
(i) Bank Guarantees	60.41	82.49
(ii) Custom Duty	24.46	23.50
(ii) Custom Duty, Fine & Penalty	53.68	53.68
(iv) Income Tax A.Y. 06-07	0.61	0.61
(v) Income Tax A.Y. 09-10	1.85	1.85
(vi) Income Tax A.Y. 09-10 (for penalty u/s 271(1)(c))	0.62	0.62
(viii) Income Tax A.Y. 12-13 (for penalty u/s 271(1)(c))	9.10	9.10
(ix) Income Tax A.Y. 18-19	-	0.94
(x) Maharashtra Value Added Tax (Appeal filed)	17.18	17.18
(xi) Gujarat Value Added Tax F.Y. 2017-18 (Appeal filed)	-	41.89
Total	167.92	231.87



(b) The Directors of the Company along with their family members and group Companies/associates, by giving personal/family properties as collateral security, arranged Loans from Deutsch Bank (DB) and IDFC First Bank (Previously Capital First Ltd) (CFL) . These loans are released by DB and IDFC First Bank (Previously CFL) to Natroyal Industries Private Limited (NIPL) and have been ultimately used by Royal Cushion Vinyl Products Limited (RCVPL), for its business purpose. Pursuant to the arrangement / understanding between RCVPL, Directors of the company, relatives, associates and the Company, the said Loans amount were transferred by the Company to RCVPL. All expenses, instalments including interest etc. are borne by RCVPL. The Company has not borne any of such expenses including interest etc.. In case of failure to repay the loan to DB and IDFC First Bank (Previously CFL) by the Directors of RCVPL or other joint holders, the liability on such account, if any arises, is considered as a contingent liability upto Rs.1,031.38 lacs for DB (P.Y. Rs.1,147.03 lacs) and Rs.1,054.40 lacs for IDFC First Bank (Previously CFL) (Previous Year Rs.1,166.52 lacs).

32. Capital Commitments:

Estimated amount of contracts (net of advance) remaining to be executed on capital account and not provided for ₹ 9.23,lacs. (Previous Year ₹ 11.77 lacs)

33. Consumption of Raw Materials, Stores and Spares

Particulars	Year Ended 31st March, 2022	Year Ended 31st March, 2022	Year Ended 31st March, 2021	Year Ended 31st March, 2021
	₹ (in Lacs)	%	₹ (in Lacs)	%
Raw Material				
Imported	1,785.78	15.38	1,391.97	11.14
Indigenous	9,823.42	84.62	11,104.83	88.86
Total	11,609.20	100.00	12,496.80	100.00
Stores and Spares				
Imported	0.24	0.18	0.39	0.37
Indigenous	131.23	99.82	104.15	99.63
Total	131.47	100.00	104.54	100.00

34. CIF Value of Imports

Particulars	₹ (in Lacs)	₹ (in Lacs)
	Year Ended 31st March, 2022	Year Ended 31st March, 2021
Raw Materials	1,533.69	828.92
Trading Purchase	221.85	440.19
Stores and Spares	-	0.39
Repairing to Plant & Machinery	5.90	1.38
Capital goods	28.27	26.49
Total	1,789.71	1,297.36

35. Raw Materials Consumed

Particulars	₹ (in Lacs)	₹ (in Lacs)
	Year Ended 31st March, 2022	Year Ended 31st March, 2021
Manufacturing		
Fabrics & PVC Leathercloth	176.87	137.89
Chemicals	2,838.95	1,972.23
Yarn	2,182.18	1,845.98
Release Paper	122.70	135.16
Pipe	85.62	121.77
Others	497.89	919.33
Total (a)	5,903.22	5,132.36
Trading		
PVC Floor Covering	3,621.35	5,021.93
Others	2,084.63	2,342.50
Total (b)	5,705.98	7,364.43
Total (a + b)	11,609.20	12,496.80



36. Details of Turnover		
	₹ (in Lacs)	₹ (in lacs)
Particulars	As at 31st March, 2022	As at 31st March, 2021
Manufacturing		
PVC Leathercloth	4,554.79	3,688.91
Parts of Seat Component	986.09	766.60
PVC Floor Covering	133.10	188.91
Knitted Fabric	3,179.38	2,831.65
Others	347.23	510.38
	9,200.58	7,986.45
Job Work	94.03	80.61
Scrap Sales	139.84	35.65
Total Manufacturing	9,434.44	8,102.71
Trading		
PVC Floor Covering	3,802.51	5,286.76
Others	2,105.92	2,346.50
Total Trading	5,908.43	7,633.26
Note : Items covered under the head are numerous, none of which individually exceeds 10% of the total value.		
Total Sales	15,342.88	15,735.97
37. Details of inventories - Finished goods		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2022	As at 31st March, 2021
PVC Leathercloth	217.82	191.12
Parts of Seat Component	26.73	157.27
Knitted Fabric	102.48	154.74
PVC Leathercloth Cuts	17.47	55.78
Total	364.49	558.91
38. Earning in Foreign Exchange		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2022	As at 31st March, 2021
FOB Value of Export	2,215.61	1,752.88
39. Expenditure in Foreign Currency		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2022	As at 31st March, 2021
Commission on Sales	6.67	17.05
Travelling	-	3.30
Others	1.26	9.54
Total	7.93	29.89



40. Segment reporting**Segment information**

The Company has identified business segments as its primary segment and geographic segments as its secondary segment. Business segments are primarily Seat Component and coated textile fabric. Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment and manpower efforts. All other expenses which are not attributable or allocable to segments have been disclosed as unallocable expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as unallocable. Property, Plant & Equipment that are used interchangeably amongst segments are not allocated to primary and secondary segments. Geographical revenues are allocated based on the location of the customer. Geographic segments of the Company are Domestic and Export.

Particulars	For the year ended 31 March, 2022				
	Business segments			Eliminations	Total
	Seat Components	Coated textile Fabrics	Others		
	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)
Revenue	7,235.09 (8,690.23)	8,198.36 (6,793.29)	61.56 (400.96)	152.14 (148.51)	15,342.88 (15,735.97)
Total	7,235.09 (8,690.23)	8,198.36 (6,793.29)	61.56 (400.96)	152.14 (148.51)	15,342.88 (15,735.97)
Segment result (Before Tax)	19.51 (712.95)	(85.93) (927.07)	8.69 48.05	- -	(57.72) (1,591.97)
Operating income	7,235.09 (8,690.23)	8,198.36 (6,793.29)	61.56 (400.96)	152.14 (148.51)	15,342.88 (15,735.97)
Other income (net)	281.27 (43.63)	66.14 (58.71)	- -	- -	347.41 (102.34)
Finance Cost	202.77 (309.72)	455.01 (523.91)	- (7.36)	- -	657.78 (841.00)
Profit before taxes					(57.72) (1,591.97)
Tax expense / (income)					6.35 2.36
Net profit for the year					(64.08) (1,594.33)

Particulars	As at 31 March, 2022				
	Business segments			Eliminations	Total
	Seat Components	Coated textile Fabrics	Others		
	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)
Segment assets	4,246.26 (5,245.35)	5,375.07 (5,835.37)	112.94 (112.94)	(1,425.63) 217.31	11,159.89 (11,410.96)
Total assets	4,246.26 (5,245.35)	5,375.07 (5,835.37)	112.94 (112.94)	(1,425.63) 217.31	11,159.89 (11,410.96)
Segment liabilities	4,359.19 (5,358.28)	5,375.07 (5,835.37)	- -	(1,425.63) 217.31	11,159.89 (11,410.96)
Total liabilities	4,359.19 (5,358.28)	5,375.07 (5,835.37)	- -	(1,425.63) 217.31	11,159.89 (11,410.96)
Other information					
Capital expenditure (allocable)	435.05 (29.65)	69.58 (51.45)	- -	- -	504.63 (81.09)
Depreciation and amortisation (allocable)	38.38 (29.11)	227.25 (222.31)	12.23 (12.23)	- -	277.86 (263.65)
Depreciation and amortisation (unallocable)					- -



The geographic segments individually contributing 10 percent or more of the Company's revenues and segment assets are shown separately:

Geographic Segment	Revenues For the year ended 31 March, 2022	Segment assets As at 31 March, 2021	Capital expenditure incurred during the year ended 31 March, 2022
	₹ (in Lacs)	₹ (in Lacs)	₹ (in Lacs)
Domestic	12,834.50 (13,875.91)	N.A (N.A)	N.A (N.A)
Export	2,508.38 (1,860.06)	N.A (N.A)	N.A (N.A)

Note: Figures in bracket relates to the previous year

41. Related Party Disclosure

A. Related parties & their relationship

Associate Concerns

- | | |
|---|---|
| i. Samsons Leathercloth Mfg Co. LLP | ii. Shreedaha Trading & Cons Services LLP |
| iii. Bhaktavatsala Trading & Cons Services LLP | iv. Suhruda Trading & Cons Services LLP |
| v. Shreesaha Trading & Consultancy Services LLP | vi. Trilokesh Trading & Cons Services LLP |
| vii. Sumukh Trading & Cons Services LLP | |

Key Management Personnel

- | | |
|---------------------------|-----------------------|
| viii. Mr. Rahul M Motasha | ix. Mr. Suvrat M Shah |
|---------------------------|-----------------------|

Relative of KMP

- | | |
|------------------------------|--------------------------|
| x. Bhavna Mukesh Motasha | xi. Jayshree Mahesh Shah |
| xii. Sushilaben K Shah | xiii. Mahesh K Shah |
| xiv. Mukesh Amrutlal Motasha | |

B. Transaction with Related parties during the year :

Nature of Transaction	Associate Concern ₹ (in Lacs)	Key Management Personnel & their Relative ₹ (in Lacs)
Salary	-	41.40 (39.71)
Loan :		
i. Paid	-	- (42.87)
ii. Received	-	- (25.00)
Outstanding :		
i. Payable	-	381.91 (381.91)

Note : Figures in bracket are of previous year.



Royal Cushion Vinyl Products Limited

Cin no: L24110MH1983PLC031395

"Shlok" 60 – CD,

Govt. Industrial Estate, Charkop,
Kandivali (W), Mumbai – 400 067

Tel: + 91 22 28603514, 16

Email: legalho83@gmail.com

Website: www.rcvp.in

The Financial details of Royal Cushion Vinyl Products Limited ("RCVPL") for previous 3 years as per the audited statement of accounts:

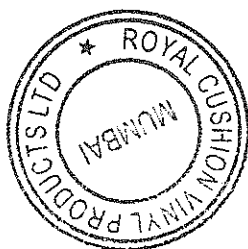
Name of the Company: Royal Cushion Vinyl Products Limited ("RCVPL")

(Rs. in Lakhs unless otherwise stated)

Particulars	As per latest financials as on 31 st December 2024	As per the Audited Financials for the Financial Year ended:		
		2023-24	2022-23	2021-2022
Equity Paid up Capital	3,658.85	3,658.85	1,206.72	1,206.72
Reserves and surplus	12,748.30	12,792.90	7,284.08	7,284.08
Carry forward losses	(19,675.77)	(19,420.51)	(48,849.72)	(48,860.27)
Net Worth	(3,268.62)	(2,968.76)	(40,358.92)	(40,369.47)
Miscellaneous Expenditure		-	-	-
Secured Loans	1,699.82	1,633.16	25,117.11	25,378.91
Unsecured Loans	5,167.78	4,526.49	7,338.57	5,079.95
Fixed Assets	4,736.49	4,588.50	1,086.18	1,193.92
Income from Operations	4,889.67	5,470.69	5,209.25	6,896.87
Total Income	5,069.13	6,675.73	7,075.14	6,942.10
Total Expenditure	5,319.69	6,128.70	7,055.71	8,489.93
Profit/(Loss) before Tax	(250.56)	29,420.86	19.44	4,713.41
Profit/ (Loss) after Tax	(252.53)	29,420.86	19.44	4,713.41
Cash Profit	(181.04)	29,534.11	148.00	4,824.34
EPS	(0.69)	138.48	0.16	39.06
Book Value (in Rs.) (Net worth/ No of shares)	(8.93)	(8.11)	334.45	(334.54)

For and on behalf of
Royal Cushion Vinyl Products Limited

Jayesh Motasha
Director
DIN:00054236
Date:27/03/2025





MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

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Review report to
The Board of Directors,
M/s. ROYAL CUSHION VINYL PRODUCTS LIMITED

We have reviewed the accompanying statement of unaudited standalone financial results of **M/s. ROYAL CUSHION VINYL PRODUCTS LIMITED** for the quarter and nine months ended December 31, 2024 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended (the "Listing Regulations").

This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For MANEK AND ASSOCIATES
Chartered Accountants

Firm's Registration No.: 126679W



Shailesh Manek
(SHAILESH MANEK)

Partner

Membership Number: 034925

UDIN: 25034925BMOEIK1595

MUMBAI

Dated: 12/02/2025

ROYAL CUSHION VINYL PRODUCTS LIMITED		
Regd.Office : 60 CD Shlok Govt.Ind.Estate, Charkop, Kandivali (West), Mumbai-400 067		
CIN : L24110MH1983PLC031395 ; Website:www.rcvp.in ; Email: legalho83@gmail.com		
STANDALONE UNAUDITED STATEMENT OF ASSETS AND LIABILITES AS AT DEC 31st ,2024		
(Amount in lakh Rs.)		
Particulars	As at 31.12.2024 (Unaudited)	As at 31.03.2024 (Audited)
ASSETS		
(1) Non-current Assets		
(a) Property Plant and Equipment	4,736.50	4,588.50
(b) Right to Use Assets	61.51	82.40
(c) Capital Work-In-Progress	9.00	153.31
(d) Investment Property	10.20	10.20
(e) Financial Assets		
(i) Investments	4.30	3.80
(ii) Other Financials Assets	104.85	100.55
Total Non Current assets	4,926.36	4,938.76
(2) Current Assets		
(a) Inventories	850.87	888.74
(b) Financial Assets		
(i) Trade Receivables	901.22	641.04
(ii) Cash and Cash Equivalents	93.91	101.91
(iii) Loans	6.74	4.16
(c) Other Current Assets	787.00	706.38
(d) Current Tax Assets	4.09	45.35
Total Current Assets	2,643.84	2,387.58
TOTAL ASSETS	7,570.20	7,326.34
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	3,658.85	3,658.85
(b) Other Equity	(6,927.47)	(6,627.60)
TOTAL EQUITY	(3,268.62)	(2,968.76)
Liabilities		
(1) Non-current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	1,452.50	1,385.83
(ii)Lease Liabilities	48.66	63.78
(b) Provisions	179.84	173.68
Total Non current liabilities	1,681.00	1,623.30
(2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	5,415.10	4,773.81
(ii)Lease Liabilities	22.41	28.08
(iii) Trade Payables		
- Due to Micro,Small and Medium Emterprises	124.50	159.90
- Others	3,338.79	3,421.92
(b) Other current liabilities	226.84	262.65
(c) Provisions	30.19	25.44
Total Current liabilities	9,157.82	8,671.79
TOTAL LIABILITIES	10,838.82	10,295.10
TOTAL EQUITY AND LIABILITIES	7,570.20	7,326.34

For Royal Cushion Vinyl Products Ltd.

ROYAL CUSHION VINYL PRODUCTS LIMITED Regd.Office : 60 CD Shlok Govt.Ind.Estate, Charkop, Kandivali (West), Mumbai-400 067 CIN : L24110MH1983PLC031395 ; Website:www.rcvp.in ; Email: legalho83@gmail.com STANDALONE UNAUDITED CASH FLOW STATEMENT FOR THE PERIOD ENDED DEC 31,2024 (Amount in lakh Rs.)		
Particulars	For the period ended 31.12.2024 (Unaudited)	For the year ended 31.03.2024 (Audited)
A Cash flow from Operating activities		
Net Profit /(Loss) before tax	(250.56)	29,420.86
Adjustments for :		
Depreciation	71.49	113.25
Finance cost	164.79	278.26
Remeasurements of the defined benefit plans	(2.74)	8.36
Interest received	10.61	42.49
(-) Profit/Loss on Sale of fixed assets	(42.33)	(1,017.74)
Lease Rent	(1.96)	(39.29)
Share of (Profit) loss from Partnership firm	(30.04)	(2.08)
Unclaimed Liabilities / Balance Written Back	(0.51)	(28,873.83)
Operating profit before working capital changes	(81.25)	(69.73)
Movements in working capital:		
(Increase)/Decrease in inventories	37.87	(310.36)
(Increase)/Decrease in trade & other receivables	(260.18)	(487.46)
(Increase)/Decrease in loans & advances	(46.25)	(13.60)
Increase/(Decrease) in trade payables	(118.54)	(257.09)
Increase/(Decrease) in other current liabilities	(35.81)	(587.30)
Increase/(Decrease) in provisions	10.91	(5,706.91)
Cash generated from operation	(412.00)	(7,362.72)
Income Tax paid		-
Net Cash from operating activities (A)	(493.24)	(7,432.45)
B Cash flow from investing activities		
Purchase of fixed assets	(312.42)	(232.91)
Sale of fixed assets	258.13	1,092.26
Sale/Revaluation of investments	(0.51)	(10.23)
Loss on Sale of fixed assets	(2.27)	
Interest received	(10.61)	(42.49)
Lease rent received	30.04	39.29
Share of loss from Partnership firm	0.51	2.08
Net Cash Used for Investing Activities (B)	(37.13)	848.01
C) Cash flow from financing activities		
Borrowing	687.17	2,492.39
Proceeds from issuances of Share Capital including Premium	-	4,438.50
Lease rental paid	(10.07)	(18.88)
(Increase)/decrease in Fixed deposit	-	-
Interest paid	(154.72)	(259.38)
Net Cash Used from Financing Activities (C)	522.38	6,652.63
Net Increase in cash and cash collection (A+B+C)	(8.00)	68.19
Cash & Cash Equivalents at the beginning of the year	101.91	33.72
Cash & Cash Equivalents at the end of the year	93.91	101.91
Cash and Cash Equivalents shall comprise of:-		
Particulars		
a. Balances with banks	93.37	93.88
b. Cash on hand	0.54	8.02
Total	93.91	101.91

For Royal Cushion Vinyl Products Ltd.

ROYAL CUSHION VINYL PRODUCTS LIMITED Regd. Office : 60 CD Shlok Govt. Ind. Estate, Charkop, Kandivall (West), Mumbai-400 067 CIN : L24110MH1983PLC031395 ; Website: www.rcvp.in ; Email: legalho83@gmail.com STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DEC , 2024 (Amount in lakh Rs.)						
	Particulars	Quarter ended			Nine Months ended	
		31.12.2024 (Unaudited)	30.09.2024 (Unaudited)	31.12.2023 (Unaudited)	31.12.2024 (Unaudited)	31.12.2023 (Unaudited)
						31.03.2024 (Audited)
I	Revenue from operations	1595.06	1679.97	1669.88	4889.67	3804.32
II	Other incomes	11.04	108.68	15.85	179.46	1105.67
III	Total income (I+II)	1,606.10	1,788.64	1,685.73	5,069.13	4,909.99
IV	Expenses:					
	Cost of materials consumed	1021.47	1158.34	1393.75	3220.34	2929.67
	Changes in inventories of finished goods, stock in trade and work in progress	65.90	(15.76)	(332.38)	59.15	(220.17)
	Employee benefits expense	149.22	159.01	119.04	454.60	387.53
	Finance costs	54.16	52.52	70.54	164.79	207.08
	Depreciation and amortization expenses	26.20	22.77	35.73	71.49	106.34
	Other expenses	436.76	497.19	440.53	1349.31	1,066.17
	Total expenses (IV)	1,753.71	1,874.07	1,727.22	5,319.69	4,476.61
V	Profit/(loss) before exceptional items and tax (III-IV)	(147.61)	(85.43)	(41.49)	(250.56)	433.38
VI	Exceptional Items					22,860.45
VII	Profit/(loss) before tax	(147.61)	(85.43)	(41.49)	(250.56)	23,293.82
VIII	Tax Expense:	1.96	-	-	1.96	-
IX	Profit/(loss) for the period	(149.57)	(85.43)	(41.49)	(252.53)	23,293.82
X	Other Comprehensive Income					
	A Items that will not be reclassified to profit or loss	(0.90)	(0.03)	(2.22)	(47.34)	(6.67)
	(i) Income tax relating to items that will not be reclassified to profit or loss					
	B (i) Items that will be reclassified to profit or loss					
	Total Comprehensive Income for the period	(0.90)	(0.03)	(2.22)	(47.34)	(6.67)
XI	Total Comprehensive Income for the period (Comprising Profit / (Loss) and Other Comprehensive Income for the period) (IX+X)	(150.47)	(85.46)	(43.71)	(299.86)	23,287.15
XII	Earnings per equity share (for continuing operations):					
	(1) Basic	(0.41)	(0.23)	(0.20)	(0.69)	109.86
	(2) Diluted	(0.41)	(0.23)	(0.20)	(0.69)	109.86
	Paid up Equity share Capital (Face value of Rs. 10/- each)	3,658.85	3,658.85	3,658.85	3,658.85	3,658.85

For Royal Cushion Vinyl Products Ltd.


 Authorised Signatory / Director

Notes:-

- 1 The above Standalone audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meetings held on 12/02/2025. The above financial results for the quarter ended Dec 31, 2024 and Nine months ended Dec 31, 2024 have been reviewed/Audited by Manek & Associates, Chartered Accountants, on which they have issued unmodified opinion. The financial results for the quarter ended Dec 31, 2023 was reviewed by Bipin & Co, Chartered Accountants, on which they had issued unmodified opinion.
- 2 These statements have been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (Ind AS) prescribed under Section 133 of the Companies Act 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules 2015 and Companies (Indian Accounting Standard) (Amendment) Rules 2016.
- 3 Exceptional items in year ended 31.03.2024 represents :
 3.1 written back of outstanding dues of Rs. 22860.44 lacs : Finquest Financial Solutions Private Limited ("FFSPL"), FFSPL had taken over the loans from SICOM & Saraswat Co-op bank. Pursuant to time to time deliberations and negotiations with FFSPL, the Company has finally negotiated with FFSPL to make a full and final payment of Rs. 860.00 lacs ("Settlement Amount") towards settlement of all outstanding dues and accordingly, completed the full payment of the entire Settlement Amount during July 2023. Pursuant thereto, the Company has received the No Dues Certificate dated July 14, 2023 from FFSPL confirming no outstanding dues in the loan accounts of the Company with FFSPL. Accordingly, the said loan accounts stands settled in the books of the Company and outstanding balance amount lying in books, which is not payable has been written back in the books. The required forms CHG-4 are filed with Registrar of Companies and current charges outstanding against above is nil.
 3.2 written back of outstanding Provisions for Custom Duty including interest of Rs. 5683.95 lacs : Under the Duty Exemption Scheme of Advance License (as well as similar other license scheme) pursuant to Import & Export Policy of Government of India, duty free imports of raw materials were permitted, and they are required to be used in manufacturing of goods for export and export of goods has to be effected within the time allowed in terms of such scheme. In the past (Prior to year 2000), the Company had availed benefit of such licenses from time to time and it had also fulfilled its export obligations as per the conditions of such scheme in many of the licenses but in some cases such exports were not done. The said matter relates back to the period of more than 25 years and as such, the management of the company, based on an expert opinion, evaluated its specific obligations which may still subsists, if any. Based on the comprehensive evaluation and expert opinion, the provision made in earlier years has been written back.
 3.3 Unclaimed Liabilities/Balances written back Rs. 329.44 lacs : This represents balances of various parties, which are no longer payable, have been written back.
- 4 During the pervious year FY 2023-24, the Company has done revaluation of it's Land as per the provisions of IND AS. The revalued figure is Rs. 3569.00 lacs and after reducing the book value, revaluation reserve created is Rs. 3522.45 lacs. This value is credited in the Statement of Profit & Loss under the heading Other Comprehensive Income. During the quarter ended Jun 30, 2024 a part of Land was sold and Rs. 44.60 lacs has been reduced from revaluation reserve and debited to comprehensive income.
- 5 In the year 2023-24, the Company had completed preferential issue of i) 66,21,250 equity shares of the Company having face value of INR 10/- each, to members of the Promoters and Promoter Group at an issue price of INR 40/- per equity share including premium of INR 30/- per equity share. Such preferential issue is against the conversion of their outstanding balance of unsecured loans given by promoters and promoters group to the Company ii) 1,79,00,000 equity shares of the Company having face value of INR 10/- each at par, to private investors (non-Promoters) on preferential basis. Further, these shareholders will have voting rights at par with existing shareholders. The above shares are allotted in the meeting of Board of Directors on the Company on 17.11.2023. The Company had also received Trading approval from BSE Ltd for these preferential shares vide letter dated 26.01.2024 from BSE Ltd.
- 6 The Board of the Directors of the Company in its Board Meeting held on 04th January, 2022, has considered and approved draft Scheme of Arrangement ("Scheme") in the nature of merger / amalgamation of, Royal Spinwell and Developers Private Limited, a group company with the Company (Royal Cushion Vinyl Products Limited), with effect from the Appointed Date of October 1, 2021 under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013. The Company received the NOC letter from BSE Ltd as required under Regulation 37 of SEBI, LODR and company had filled the application in NCLT in Oct 2023. Pursuant to the order dated December 15, 2023 read with the addendum order dated December 22, 2023 from Hon'ble National Company Law Tribunal, Mumbai Bench, Mumbai ("NCLT"), the Company has called meeting of it's Shareholders and Unsecured Creditors on 12.02.2024. The Company has filed second motion of application petition to NCLT alongwith all the documents on 12th April, 2024 and next hearing is on 7th March, 2025. The coming into effect of the Scheme is subject to receipt of necessary statutory, regulatory and contractual approvals, permissions, consents, sanctions, exemption as may be required under applicable laws, regulations or guidelines in relation to the Scheme. Pending the coming into effect of the Scheme, these financial statements are prepared without giving effect to the provisions of the Scheme and as such, these financial statements are subject to revision / modification upon coming into effect of the Scheme.
- 7 The Board of Directors of the Company at its meeting held on Tuesday, August 13, 2024, has considered and approved the Scheme of Arrangement under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013 ("Act") in the nature of merger / amalgamation of Natroyal Industries Private Limited ("NIPL" or "Transferor Company"), a related party and an entity related to the promoter and promoter group of the Company, with Royal Cushion Vinyl Products Limited ("RCVPL" or "Transferee Company") and their respective shareholders and creditors with effect from the Appointed Date of April 01, 2024 ("Scheme"). The Scheme is subject to the necessary statutory and regulatory approvals of (i) the shareholders and creditors of RCVPL and NIPL and other parties to the Scheme, as may be directed by the Hon'ble National Company Law Tribunal ("NCLT"), (ii) the BSE Limited ("Stock Exchange" or "BSE") and (iii) any other contractual and regulatory approvals, permissions, consents, sanctions, exemption as may be required under applicable laws, regulations, guidelines in relation to the Scheme and as set out in the Scheme. The Company has submitted application to BSE Ltd on 4th Sept, 2024 for approval of the scheme. The Company has received certain queries from BSE Ltd. the same are replied and the Company is awaiting for approval.
- 8 The other income in nine months ended Dec 31, 2024 includes Rs. 42.33 lacs (Previous year Rs. 1065.21 lacs) towards profit on sale of fixed assets.
- 9 An Incidence of fire occurred in factory premises, leading to major expenditure/replacement cost towards various machinery spare parts. The expenditure incurred for this has been accounted under the head Other expenditure and the insurance claim of Rs. 61.37 lacs receivable is accounted under the head Other income for the quarter ended Sept 30, 2024. The claim amount is received in Dec 24 quarter.
- 10 The company has only one business segment i.e. PVC Flooring/Leathercloth.

Place: - Mumbai
Date :-12/02/2025



For Royal Cushion Vinyl Products Limited

msahaw

Mahesh Shah
Managing Director
00054351



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Parkar Road, Vile Parle (East), Mumbai - 400 057.

Offi. # 4600 7525

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Independent Auditor's Report

To,

The Members,

M/s. ROYAL CUSHION VINYL PRODUCTS LIMITED

Report on the Financial statements

We have audited the accompanying financial statements of **M/s.ROYAL CUSHION VINYL PRODUCTS LIMITED** ('the Company'), which comprise the balance sheet as at 31 March, 2024, the statement of profit and loss (including other comprehensive income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes to the financial statements a summary of significant accounting policies and other explanatory information. (hereinafter referred to as "the financial statements").

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including Indian Accounting Standards("Ind AS") specified u/s 133 of the Act, of the state of affairs of the Company as at 31 March, 2024 and its profit(financial performance including other comprehensive income, changes in equity) and its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion:

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). 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 (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

MANEK & ASSOCIATES

Material Uncertainty Related to Going Concern

We draw your attention to Note 43 of the financial statements, which indicates that the Company's net worth has got eroded as of March 31, 2024 and the Company's current liabilities exceeded its current assets. Our report is not modified in respect of this matter.

Emphasis of Matter

- 1) We draw your attention to amount written back of outstanding dues of Finquest Financial Solutions Private Limited ("FFSPL") of Rs.22860.44 lacs. Finquest Financial Solutions Private Limited ("FFSPL"), FFSPL had taken over the loans from SICOM & Saraswat Co-op bank. Pursuant to time to time deliberations and negotiations with FFSPL, the Company has finally negotiated with FFSPL to make a full and final payment of Rs.860 lacs ("Settlement Amount") towards settlement of all outstanding dues and accordingly, completed the full payment of the entire Settlement Amount during July 2023. Pursuant thereto, the Company has received the No Dues Certificate dated July 14, 2023 from FFSPL confirming no outstanding dues in the loan accounts of the Company with FFSPL. Accordingly, the said loan accounts stands settled in the books of the Company and outstanding balance amount lying in books, which is not payable has been written back in the books and current charges outstanding against above is nil and same is added in Exceptional items.

(Refer Note No 34.1 in the financial statements)

- 2) We Draw your attention to amount written back of outstanding Provisions for Custom Duty including interest of Rs.5683.95 lacs: Under the Duty Exemption Scheme of Advance License (as well as similar other license scheme) pursuant to Import & Export Policy of Government of India, duty free imports of raw materials were permitted, and they are required to be used in manufacturing of goods for export and export of goods has to be effected within the time allowed in terms of such scheme. In the past (Prior to year 2000), the Company had availed benefit of such licenses from time to time and it had also fulfilled its export obligations as per the conditions of such scheme in many of the licenses but in some cases such exports were not done . The said matter relates back to the period of more than 25 years and as such, the management of the company, based on an expert opinion , evaluated its specific obligations which may still subsists, if any. Based on the comprehensive evaluation and expert opinion, the provision made in earlier years has been written back and same is added in Exceptional items.

(Refer Note No 34.2 in the financial statements)

- 3) We Draw your attention to unclaimed Liabilities/Balances written back of Rs. 329.44 lacs represents balances of various parties, which are no longer payable, have been written back. The same is added in Exceptional items.

MANEK & ASSOCIATES

(Refer Note No 34.3 in the financial statements)

- 4) We Draw your attention that during the year under review, the Company has done revaluation of its Land as per the provisions of IND AS. The revalued figure is Rs.3569.00 lacs and after reducing the book value, revaluation reserve created is Rs.3522.45 lacs. This value is credited in the Statement of Profit & Loss under the heading Other Comprehensive Income

(Refer Note No 3 in the financial statements)

- 5) We Draw your attention that the Company has completed preferential issue of i) 66,21,250 equity shares of the Company having face value of Rs.10/- each, to members of the Promoters and Promoter Group at an issue price of Rs.40/- per equity share including premium of Rs.30/- per equity share. Such preferential issue is against the conversion of their outstanding balance of unsecured loans given by promoters and promoters group to the Company ii) 1,79,00,000 equity shares of the Company having face value of Rs.10/- each at par, to private investors (non- Promoters) on preferential basis . Further, these shareholders will have voting rights at par with existing shareholders. The above shares are allotted in the meeting of Board of Directors on the Company on 17.11.2023. The Company has also received Trading approval from BSE Ltd for these preferential shares vide letter dated 26.01.2024 from BSE Ltd.

(Refer Note No 12.2 in the financial statements)

- 6) We Draw your attention that the company has sold its land parcels comprising of Factory Land. Profit on sale of assets Rs. Rs.1065.21 lacs is grouped under other income.

(Refer Note No 23 in the financial statements)

Our conclusion on the financial statements is not modified in respect of the matters described in paragraph 1 to 6 above

MANEK & ASSOCIATES

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. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Report	How was the matter addressed in our audit
<p>Revenue Recognition</p> <p>Revenue is recognized upon transfer of control of promised goods to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those goods. Revenue is measured based on transaction price, which is the consideration, adjusted for rebates, discounts and incentives as also estimated sales returns.</p> <p>Revenue is one of the key profit drivers and therefore, accounting of revenue is considered as a key audit matter.</p> <p>[Refer Note 2(a) to the financial statements]</p> <p>Valuation of inventories</p> <p>The Company has complex product manufacturing process and thus, the overhead absorption over each process is quite complex and more particularly, to have the basis of absorption. The Company has worked out the overhead absorption cost rate based on the consumption of electricity and other utility resources of each process and apply the same for all other overheads.</p> <p>Due to significance of arriving at the overhead absorption rate for the</p>	<p>Our audit procedures, among other things, included the following:</p> <ul style="list-style-type: none"> • Considered the appropriateness of the Company's accounting policies regarding revenue recognition • Testing controls, automated and manual, around dispatches/deliveries/shipments inventory reconciliations and process of confirmation of receivable balances, testing for cut-offs and analytical review procedures. • Assessed the disclosures in accordance with the requirements of Ind AS 115 on "Revenue from Contracts with Customers". <p>Our audit procedures, among other things, included the following.</p> <ul style="list-style-type: none"> • Evaluated the appropriateness of the basis applied to arrive at the overhead absorption rate; • Examined the workings of the absorption of over heads to arrive at the cost of inventories. • Our audit methodology involves process adopted to ascertain and evaluate the methods used are reasonable and absorbs overheads in an appropriate & logical manner.

MANEK & ASSOCIATES

<p>valuation of inventories, it is considered to be a key audit matter.</p> <p>[Refer Note 2(d) to the financial statements]</p> <p>Revaluation of Land</p> <p>The Company has done revaluation of it's Land as per the provisions of IND AS.</p> <p>The revalued figure is Rs. 3569.00 lacs and after reducing the book value, revaluation reserve created is Rs. 3522.45 lacs. This value is credited in the Statement of Profit & Loss under the heading Other Comprehensive Income</p> <p>Due to the significance of the amounts involved, it is considered to be a key audit matter.</p> <p>[Refer Note 3 to the financial statements]</p>	<ul style="list-style-type: none"> Assessed the disclosures in accordance with the requirements of Ind AS 2 on "Inventories". <p>Our audit procedures, among other things, included the following.</p> <ul style="list-style-type: none"> Evaluated the appropriateness of the basis applied. Examined the workings and reviewed the valuation report from independent valuer. Our audit methodology involves process adopted to evaluate the methods used are reasonable in an appropriate & logical manner. Assessed the disclosures in accordance with the requirements of Ind AS 16 on "Property Plant and Equipment".
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Information Other than the Financial statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including annexure to Board's Report and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

MANEK & ASSOCIATES

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with the Governance for the 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 preparation and presentation of these Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows statement, statement of changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (IND AS) specified prescribed under Section 133 of the Act, (read with Rule 7 of the Companies Indian Accounting Standards) Rules, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of preparation of the Financial Statements by the Directors of the Company, as aforesaid.

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 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.

MANEK & ASSOCIATES

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 SA's 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 scepticism 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

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

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

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

MANEK & ASSOCIATES

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

Other Matter

The financial statements of the Company for the year ended 31 March 2023 were audited by the predecessor auditor, Bipin & Co, who have expressed an unmodified opinion on those financial statements vide their audit report dated 29th May , 2023.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020, issued by the Central Government of India in term 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 the paragraphs 3 and 4 of the Order, to the extent applicable.

- (1) 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 statement of cash flow dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

MANEK & ASSOCIATES

(e) On the basis of the written representations received from the directors as on 31 March, 2024 taken on record by the Board of Directors, none of the directors are disqualified as on 31 March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to the 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 A”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.

(g) With respect to other matter to be included in the Auditor’s Report in accordance with the requirement of section 197(16) of the Act, as amended in our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.

(h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigation on its financial position in financial statements—Refer Note 36 to the financial statements.

ii. The Company did not have any long-term contract including derivative contract for which there are 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.

iv.(a) The Management has represented that, to the best of it’s knowledge and belief, 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, 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.

MANEK & ASSOCIATES

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) The Board of Directors of the Company have not proposed any dividend for the year and therefore provisions of rule 11(f) are not applicable.

(vi) As stated in note 50 to the financial statements and based on our examination which included test checks, except for instance mentioned below, the Company, in respect of financial year commencing on 1 April 2023, has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with, other than the consequential impact of the exception given below:

Nature of exception noted	Details of Exception
Instances of accounting software for maintaining books of account for which the feature of recording audit trail (edit log) facility was not operated throughout the year for all relevant transactions recorded in the software	The audit trail feature was not enabled at the database level for accounting software to log any direct data changes, used for maintenance of all accounting records by the Company

MANEK & ASSOCIATES

- (2). As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For MANEK & ASSOCIATES
Chartered Accountants
Firm's registration number: 0126679W




(SHAILESH MANEK)

Partner

Membership number.034925
UDIN :- 24034925BKGE GU1320

Mumbai
Dated: 29th May, 2024



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

A-102, Universal Paradise, Nanda Parkar Road, Vile Parle (East), Mumbai - 400 057.

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SHAILESH MANEK

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MITTUL B. DALAL

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Annexure - A to the Auditors' Report

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 **M/s.ROYAL CUSHION VINYL PRODUCTS LIMITED** ("the Company") as of 31 March 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls with reference to financial statements of the company 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 with reference to financial statements, 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.

MANEK & ASSOCIATES

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to 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.

MANEK & ASSOCIATES

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For MANEK & ASSOCIATES
Chartered Accountants
Firm's registration number:126679W



Mumbai
Dated: 29th May, 2024

A handwritten signature in blue ink, appearing to read "S. Manek", written over a horizontal line.

(SHAILESH MANEK)
Partner
Membership number:034925
UDIN :- 24034925BKGEU1320



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

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Annexure - B to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2024, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

- (B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The company has a phased programme of physical verification of its property, plant and equipment so as to cover all assets once in three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets. In accordance with this program, certain Property, plant and equipment were verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification;

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the factory building and land thereof, the title deeds of immovable properties are held in the name of the Company.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has carried out revaluation of its asset class namely Land based on the report from an independent valuer.

Class of Asset	Cost as on 01.04.2023	Revalued Amount	Remarks
Land	Rs.46.55 Lacs	Rs.3569.00 Lacs	Based on the Valuation report received from independent valuer.

MANEK & ASSOCIATES

- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable and the discrepancies noticed on verification between the physical stocks and the book records were not material.
- (b) The company has not availed any working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets and therefore provision of clause 3(ii)(b) of the order are not applicable to the company.
- (iii) The company has not granted any loan to parties covered in the register maintained under section 189 of the Companies Act, 2013 and therefore, the provisions of clause 3(iii) , (iii)(a)(A)&(B) (b), (c) , (d), (e) and (f) of the order are not applicable to the company..-
- (iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans, or provided any guarantees or security in respect of any loans to any party covered under section 185 and 186 of the Companies Act, 2013 and therefore, the provisions of clause 3(iv) of the order is not applicable.
- (v) The Company has not accepted any deposits from the public and consequently the directives issued by the Reserve Bank of India, the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, and the Rules framed there under are not applicable except the explanation given under note no .17 in the financial statements, and also no orders were passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal and therefore clause 3(v) of the order is 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 sub-section (1) of Section 148 of the Act in respect of Company's products and services and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

MANEK & ASSOCIATES

- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is not generally been regular in depositing provident fund contribution and employees state insurance, with the appropriate authorities, though the delays in deposit have not been serious. Further, the company is generally been regular in depositing with the appropriate authorities undisputed statutory dues including goods and service tax, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of goods and service tax, provident fund, employees` state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues were in arrears as at March 31, 2024 for a period of more than six months from the date they became payable.
- (c) According to the information and explanation given to us, there are no dues of goods and service tax, provident fund, employees` state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues which have not been deposited on account of any dispute except as per details given below:

Name of the Statute	Nature of Dues	Amount (Rs.) In Lacs	Period to which the amount relates	Forum where the dispute is pending
Goods & Service Tax Act ,2017	GST	14.92	2020-21	SGST Appeals Vadodara.
The FERA/FEMA ACT	Penalty	149.39	2002-03	Appellate Authority FERA, New Delhi
The Income Tax Act	Penalty	46.00	2003-04	CIT (Appeal), Mumbai
The Custom Act	Custom Duty	193.07	1996	CESTAT, Mumbai

- (viii) In our opinion and according to the information and explanations given to us, there was no such transaction found in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), therefore, the provision of clause 3(viii) of the order is not applicable.

MANEK & ASSOCIATES

- (ix) (a) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a bank during the year.
- (b) According to the information and explanation given to us and on the basis of our audit procedures, we report that the company has not been declared wilful defaulter by any bank or financial institution or government or any government authority and therefore, the provision of clause 3 (ix)(b) of the Order to that extent is not applicable.
- (c) According to the information and explanations given to us and on the basis of our audit procedures, the term loan taken by the company were applied for the purpose for which the loans were obtained.
- (d) According to information and explanation given to us and the procedures performed by us, and on an overall examination of the financial statement of the Company, we report that the company has used funds raised on short-term basis aggregating to Rs.6,284.22 lacs for long-term purposes.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures and hence the provision of clause 3 (ix)(e) of the order is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associates companies and therefore the provision of clause (ix)(f) of the order not applicable.
- (x) (a) In our opinion and according to the information and explanations given to us, the company has utilised the money raised by way of further public offer for the purpose for which they are raised. The company has not raised any funds by issue of debt instruments.
- (b) The Company has made preferential allotment of its equity shares to the members of the Promoter and Promoter Group.
- (xi) (a) According to information and explanations given to us there were no fraud by the company or any fraud on the Company has been noticed or reported during the year and therefore, the provision of clause 3 (xi)(a) of the Order is not applicable.

MANEK & ASSOCIATES

- (b) According to information and explanations given to us no report under sub-section (12) of section 143 of the companies Act has been filed by any auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government and therefore the provision of clause (xi)(b) of the order not applicable.
- (c) As represented to us by the management, there were no whistle-blower complaints received by the company during the year.
- (xii) In our opinion, the company is not a chit fund or a nidhi and therefore, the provisions of clause 3(xii)(a), (b) & (c) of the Order are not applicable to the company.
- (xiii) According to information and explanation given to us, all the transactions with related parties are in compliance with the provisions of sections 177 and 188 of Companies Act, 2013 where applicable. The details of related party transactions have been disclosed in the financial statements as required under Indian Accounting Standards.
- (xiv) (a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit report, conducted by the internal department of the company, issued till date, for the period under audit.
- (xv) During the financial year, the Company has not entered into any non-cash transactions with directors or persons connected with him and therefore, the provisions of clause 3(xv) of the Order are not applicable.
- (xvi) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and therefore, the provisions of clause 3(xvi)(a),(b),(c) and (d) of the Order are not applicable to the company.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit as well as in the immediately preceding financial year.
- (xviii) There has been resignation of the statutory auditors during the year and based on the information and explanations given to us by the management and the response received by us pursuant to our communication with the outgoing auditors, there have been no issues, objections or concerns raised by the outgoing auditors.

MANEK & ASSOCIATES

- (xix) According to information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, and based on our examination of the evidence supporting and assumption, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) During the year the provision of Section 135, as regards Corporate Social Responsibility (CSR), of the companies Act, 2013 is not applicable therefore, the provision of clause 3(xx)(a) & (b) of the order are not applicable.
- (xxi) In our opinion, preparation of consolidated financial statements are not required and hence provisions of clause (xxi) of the order are not applicable.

For MANEK & ASSOCIATES
Chartered Accountants
Firm's registration number: 0126679W



Sh. Shailesh

(SHAILESH MANEK)

Partner

Membership number.034925

UDIN :- 24034925BKGEGU1320

Mumbai

Dated:29th May, 2024

Royal Cushion Vinyl Products Limited

Annual Accounts

2023-24

ROYAL CUSHION VINYL PRODUCTS LIMITED
Balance Sheet as at 31st March, 2024

(₹ in Lacs)

Particulars	Note No.	As at 31st March, 2024	As at 31st Mar, 2023
ASSETS			
(1) Non-current assets			
(a) Property Plant and Equipment	3	4,588.50	1,086.18
(b) Right of use assets	3	82.40	159.28
(c) Capital Work-in-Progress	3	153.31	-
(d) Investment Property	3	10.20	21.37
(e) Financial assets			
(i) Investments	4	3.80	(6.43)
(ii) Other Financial Assets	5	100.55	100.55
Total Non Current assets		4,938.76	1,360.95
(2) Current Assets			
(a) Inventories	6	888.74	578.38
(b) Financial Assets			
(i) Trade Receivables	7	641.04	153.58
(ii) Cash and Cash Equivalents	8	101.91	33.72
(iii) Loans	9	4.16	4.37
(c) Other Current Assets	10	706.38	701.80
(d) Current Tax Assets	11	45.35	36.12
Total current assets		2,387.58	1,507.97
TOTAL ASSETS		7,326.34	2,868.92
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	12	3,658.85	1,206.72
(b) Other Equity	13	(6,627.60)	(41,565.64)
TOTAL EQUITY		(2,968.76)	(40,358.92)
Liabilities			
(1) Non-current Liabilities			
(a) Financial liabilities			
(i) Borrowings	14	1,385.83	24,890.90
(ii) Lease Liabilities	15	63.78	142.87
(b) Provisions	16	173.68	5,880.78
Total Non-current liabilities		1,623.30	30,914.54
(2) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	17	4,773.81	7,564.78
(ii) Lease Liabilities	18	28.08	34.40
(iii) Trade Payables	19		
- Due to Micro and Small Enterprises		159.90	183.48
- Others		3,421.92	3,655.44
(iv) Other Financial Liabilities			
(b) Other current liabilities	20	262.65	849.95
(c) Provisions	21	25.44	25.26
Total current liabilities		8,671.79	12,313.30
Total liabilities		10,295.10	43,227.84
TOTAL EQUITY AND LIABILITIES		7,326.34	2,868.92

The accompanying Notes are an integral part of the Financial Statements

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As per our report of even date

For MANEK & ASSOCIATES

Chartered Accountants

Firm Reg. No. 126679W

SHAILESH MANEK

(Partner)

Membership No. 034925

Place : MUMBAI

Date : 29.05.2024



For and on behalf of Board of Directors

JAYESH A. MOTASHA

Director

00054236

DEEPTI PAREKH

Company Secretary

ACS60978

Place : MUMBAI

Date : 29.05.2024

AVANI PANDIT

Director

08386003

VIVEK D MOTASHA

Chief Financial officer

ROYAL CUSHION VINYL PRODUCTS LIMITED
Statement of Profit and Loss for the year ended 31st March, 2024

(₹ in Lacs)

Particulars	Note No.	for the year ended 31st March, 2024	for the year ended 31st Mar, 2023
Revenue from Operations	22	5,470.69	5,209.25
Other Incomes	23	1,205.03	1,865.90
Total Income		6,675.73	7,075.14
Expenses			
Cost of Materials Consumed	24	3,945.19	4,364.63
Changes in Inventories of Finished Goods and Work in Progress	25	(226.77)	335.71
Employee Benefits Expense	26	558.93	544.10
Finance Costs	27	278.26	374.92
Depreciation and Amortization Expense	3	113.25	128.56
Other Expenses	28	1,459.84	1,307.79
Total Expenses		6,128.70	7,055.71
Profit/Loss before exceptional items and tax		547.02	19.44
Exceptional Items	34	28,873.83	-
Profit/(Loss) before tax		29,420.86	19.44
Tax Expense:			
(1) Current Tax		-	-
(2) Deferred tax		-	-
Profit/(loss) for the period from continuing operations		29,420.86	19.44
Profit/(loss) from discontinued operations			
Tax expense of discontinued operations		-	-
Profit/(loss) from discontinued operations (after tax)			
Profit/(Loss) for the period after Tax		29,420.86	19.44
Other Comprehensive Income			
A Items that will not be reclassified to profit or loss			
(i) Remeasurement of defined benefit plans		8.36	(8.89)
(ii) Revaluation of Assets(Land)		3,522.45	
(iii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B (i) Items that will be reclassified to profit or loss			
(ii) Income tax relating to items that will be reclassified to profit or loss			
Total other comprehensive income		3,530.80	(8.89)
Total Comprehensive Income for the period (Comprising Profit / (Loss) and Other Comprehensive Income for the period)		32,951.66	10.55
Earnings per equity share (for continuing operations):			
(1) Basic	38	138.48	0.16
(2) Diluted	38	138.48	0.16
The accompanying Notes are an integral part of the Financial Statements			
1- 52			

As per our report of even date

For and on behalf of Board of Directors

For MANEK & ASSOCIATES

Chartered Accountants

Firm Reg. No. 126679W

SHAILESH MANEK

(Partner)

Membership No. 034925

Place : MUMBAI

Date : 29.05.2024


JAYESH A. MOTASHA

Director

00054236

DEEPTI PAREKH

Company Secretary

ACS60978

Place : MUMBAI

Date : 29.05.2024

AVANI PANDIT

Director

08386003

VIVEK D MOTASHA

Chief Financial officer

ROYAL CUSHION VINYL PRODUCTS LIMITED
STATEMENT OF CASH FLOW

(₹ in Lacs)

Particulars	Year ended 31.03.2024	Year ended 31.03.2023
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Tax	29,420.86	19.44
Adjustment for :		
Depreciation	113.25	128.56
Finance Cost	278.26	374.92
Remeasurements of the defined benefit plans A/c	8.36	(8.89)
Interest Received	42.49	1.23
(-) Profit/Loss on Sale of fixed assets	(1,017.74)	(1,858.41)
Lease Rent received	(39.29)	(3.79)
Share of (Profit) loss from Partnership firm	(2.08)	(1.88)
Unclaimed Liabilities / Balance Written Back	(28,873.83)	-
Operating profit before working capital changes	(29,490.59)	(1,368.26)
Adjustment for :	(69.73)	(1,348.83)
A-1 (Increase)/Decrease in inventories	(310.36)	357.36
(Increase)/Decrease in trade & other receivables	(487.46)	191.14
(Increase)/Decrease in loans & advances	(13.60)	(29.46)
Increase/(Decrease) in trade payables	(257.09)	(2,267.61)
Increase/(Decrease) in other current liabilities	(587.30)	(459.21)
Increase/(Decrease) in provisions	(5,706.91)	13.09
Net Cash from operating activities	(7,432.46)	(3,543.52)
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(232.91)	(148.61)
Sale of fixed assets	1,092.26	1,887.51
Sale/Revaluation of investments	(10.23)	24.17
Interest Received	(42.49)	(1.23)
Lease Rent received	39.29	3.79
Share of loss from Partnership firm	2.08	1.88
Net Cash Used for Investing Activities	848.01	1,767.52
C) CASH FLOW FROM FINANCING ACTIVITIES		
Borrowing	2,492.39	2,098.84
Proceeds from issue of Share Capital including Premium	4,438.50	-
Lease rental paid	(18.88)	(11.20)
(Increase)/decrease in Fixed deposit	-	4.83
Interest paid	(259.38)	(363.72)
Net Cash Used from Financing Activities	6,652.63	1,728.75
Net Increase in cash and cash collection (A+B+C)	68.19	(47.26)
Cash & Cash Equivalents at the beginning of the year	33.72	80.98
Cash & Cash Equivalents at the end of the year	101.91	33.72
Cash and Cash Equivalents shall comprise of:-		
a. Balances with banks	93.88	33.10
b. Cash on hand	8.02	0.62
Total	101.91	33.72

The above Cash flow statement has been prepared under the indirect method as set out in the Indian Accounting Standard 7 (Ind AS-7) "Statement of Cash Flow ".
The accompanying notes are an integral part of the Financial statements.

As per our report of even date

For MANEK & ASSOCIATES
Chartered Accountants
Firm Reg. No. 126679W

SHALESH MANEK
(Partner)
Membership No. 034925

Place : MUMBAI
Date : 29.05.2024



For and on behalf of Board of Directors

JAYESH A. MOTASHA
Director
00054236

DEEPTI PAREKH
Company Secretary
ACS60978

Place : MUMBAI
Date : 29.05.2024

AVANI PANDIT
Director
08386003

VIVEK D MOTASHA
Chief Financial officer

ROYAL CUSHION VINYL PRODUCTS LIMITED							
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH, 31, 2024							
(₹ in Lacs)							
(a) Equity share capital							
	Balance as at 31.03.2023	Changes in the equity share capital during the year		Balance as at 31.03.2024			
Number of Shares	120,67,212	245,21,250		365,88,462			
Value of Shares	1,206.72	2,452.13		3,658.85			
(b) Other equity							
Particulars	Reserve & Surplus						Total
	Capital reserves	Securities Premium	Investment Allowance Reserve	General	Revaluation Reserve	Retained Earnings	
Balance as at 31.03.2022	6.49	7,232.25	45.34			(48,860.27)	(41,576.18)
Profit / (Loss) for the period	-	-	-			19.44	19.44
Other Comprehensive Income / (Loss) *	-	-	-			(8.89)	(8.89)
Total Other comprehensive income for the year	-	-	-			10.55	10.55
Addition/(deletion) during the year							
Balance as at 31.03.2023	6.49	7,232.25	45.34			(48,849.72)	(41,565.64)
Profit / (Loss) for the period	-	-	-			29,420.86	29,420.86
Revaluation of Assets**	-	-	-		3,522.45	8.36	3,522.45
Other Comprehensive Income / (Loss) *	-	-	-			8.36	8.36
Total Other comprehensive income for the year	-	-	-		3,522.45	29,429.21	32,951.66
Addition/(deletion) during the year		1,986.38	(45.34)	45.34		-	1,986.38
Balance as at 31.03.2024	6.49	9,218.63	-	45.34	3,522.45	(19,420.51)	(6,627.60)

* Represents remeasurements of defined benefit plans

**The Company had revalued it's Land at Garadhia and Baska to Rs. 3569.00 lacs and after reducing the book value, revaluation reserve created is Rs. 3522.45 lacs.

As per our report of even date

For and on behalf of Board of Directors

For MANEK & ASSOCIATES
Chartered Accountants
Firm Reg. No. 126679W

JAYESH A. MOTASHA
Director
00054236

AVANI PANDIT
Director
08386003

SHAILESH MANEK
(Partner)
Membership No. 034925

DEEPTI PAREKH
Company Secretary
ACS60978

VIVEK D MOTASHA
Chief Financial officer

Place : MUMBAI
Date : 29.05.2024

Place : MUMBAI
Date : 29.05.2024



Royal Cushion Vinyl Products Limited

Standalone financial statements for the year ended March 31, 2024

(All amounts are in ₹ lakh unless stated otherwise)

Notes Forming part of the Financial Statements

1. CORPORATE INFORMATION

Royal Cushion Vinyl Products Limited is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956 (CIN:L24110MH1983PLC031395). Its shares are listed on the Bombay Stock Exchange. The Company is engaged in manufacturing of Vinyl Flooring, PVC Sheeting and Artificial Leather cloth for commercial, residential, Transport and contract range as per the industries need and under the brand name "Royal House."

2. Basis of preparation

Standalone financial statements for the year ended March 31, 2024 are prepared in accordance with Indian Accounting Standards notified under the Companies (Indian Accounting Standards) Rules, 2015 together with comparative period data as at and for the year ended March 31, 2023.

The financial statements have been prepared on accrual basis and under the historical cost convention except for certain financial instruments which are measured at fair value. Historical cost is generally based on the fair value of consideration given in exchange of goods and services. The accounting policies are consistently applied by the Company during the period and are consistent with those used in the previous year except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS 34) as prescribed by Section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 and guidelines issued by the Securities and Exchange Board of India (SEBI). These financial statements do not include all the information required for a complete set of financial statements under the applicable financial reporting framework. The financial statements are presented in Indian ₹ lakh (functional currency of the Company) unless otherwise stated.

MATERIAL ACCOUNTING POLICIES

(a). Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, considering contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

The specific recognition criteria described below must also be met before revenue is recognised.

Revenue from sale of goods and services

Revenue is recognized when it is probable that economic benefits associated with a transaction flows to the Company in the ordinary course of its activities and the amount of revenue can be measured reliably.

Revenue includes only the gross inflows of economic benefits, received and receivable by the Company, on its own account. Amounts collected on behalf of third parties such as goods and service tax are excluded from revenue.

Revenue from sale of goods and services is recognized when the following conditions are satisfied:

- i. The Company has transferred the significant risks and rewards of ownership of the goods to the buyer.
- ii. The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over goods/services sold.
- iii. The amount of revenue can be measured reliably.



Royal Cushion Vinyl Products Limited

Standalone financial statements for the year ended March 31, 2024

(All amounts are in ₹ lakh unless stated otherwise)

Notes Forming part of the Financial Statements

- iv. It is probable that the economic benefits associated with the transaction will flow to the Company.
- v. The costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue is recognized upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or services.

(b). Taxes

Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The Company determines the tax as per the provisions of Income Tax Act 1961 and other rules specified thereunder.

Current income tax relating to items recognized outside the statement of profit and loss is recognized in other comprehensive income. Current tax items are recognized in correlation to the underlying transaction in OCI. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred tax is measured using the balance sheet approach on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised, or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside the statement of profit and loss is recognised in other comprehensive income. Deferred tax items are recognised in correlation to the underlying transaction in OCI.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same tax authority.



Royal Cushion Vinyl Products Limited

Standalone financial statements for the year ended March 31, 2024

(All amounts are in ₹ lakh unless stated otherwise)

Notes Forming part of the Financial Statements**(c). Property, plant & equipment**

Property, plant & equipment represent a significant proportion of the asset base of the company. The charge in respect of depreciation is derived after determining an estimate of the asset's expected useful life and estimated residual value at the end of its life. The useful lives and residual value of the company's assets are estimated by the management at the time the asset is acquired and reviewed periodically. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

Property, plant and equipment is stated at cost less accumulated depreciation and where applicable accumulated impairment losses. Property, plant and equipment and capital work in progress cost include expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials, direct labor and any other costs directly attributable to bringing the asset to a working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. Interest on Funds borrowed for acquisition of property, plant and equipment up to the period such property, plant and equipment is ready for use is capitalized and added to the cost of such items. Property, plant and equipment, if revalued, the valuation suggested by independent valuer has been taken as value of the Property.

Gains and losses on disposal are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognized net within "other income/other expenses" in the statement of profit and loss.

Depreciation in accounts is charged on Straight Line Method based on the management's estimate of useful life of each class of assets and considering the useful life prescribed by Schedule II of the Companies Act, 2013 on the cost, as reduced by the amount of Excise Cenvat, GST and VAT setoff claimed.

Subsequent cost

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognized in the statement of profit and loss.

Depreciation is provided on Straight Line Method (SLM) basis, based on the estimated useful life of the assets.

Asset Class	Estimated useful life (number of years)	Estimated life as per Companies Act
Plant and Machinery	15	15
Electrical Installation	15	15
Laboratory Equipment	15	15
Buildings	30	30
Furniture and Fixtures	10	10
Vehicles	8	8
Office Equipment	5	5

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Amortization is provided on Straight Line Method (SLM) basis, based on the estimated useful life of the assets.



Royal Cushion Vinyl Products Limited

Standalone financial statements for the year ended March 31, 2024

(All amounts are in ₹ lakh unless stated otherwise)

Notes Forming part of the Financial Statements**Intangible assets**

Intangible assets acquired by the Company and having finite useful lives, are measured at cost less accumulated amortization and accumulated impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the intangible asset.

All revenue expenses pertaining to research are charged to the profit and loss account in the year in which they are incurred. Expenditure of capital nature is capitalized as property, plant and equipment and depreciated as per the company's policy.

Amortization is provided on Straight Line Method (SLM) basis, based on the estimated useful life of the assets.

Asset Class	Estimated useful life (number of years)
Computer Software	3.00

Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, are recognized in profit or loss as incurred.

Amortization of intangible assets with finite useful lives:

Amortization is recognized in profit and loss on a straight-line basis over the estimated useful lives of intangible assets from the date that they are available for use.

(d). Inventories

The Company estimates the net realisable value (NRV) of its inventories by taking into account estimated selling price, estimated cost of completion, estimated costs necessary to make the sale, obsolescence considering the past trend. Inventories are written down to NRV where such NRV is lower than their cost.

Stock of raw materials, consumable stores and fuel and oil are valued at lower of cost or market value, on FIFO basis. Finished goods and work in progress are valued at cost of production or market value whichever is lower.

(e). Transactions and balances

Transactions in foreign currency are translated into Indian rupees at the exchange rates at the date of the transaction.

Monetary assets and liabilities denominated in foreign currency are translated at the functional currency spot rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognized in the statement of profit or loss.

Non-monetary items that are measured in terms of historical cost in foreign currency are translated using the exchange rates at the date of the initial transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation difference on items whose fair value gain or loss is recognized in the statement of Other Comprehensive Income (OCI) or the statement of profit or loss is also recognized in the statement of OCI or the statement of profit or loss, respectively).



Royal Cushion Vinyl Products Limited

Standalone financial statements for the year ended March 31, 2024

(All amounts are in ₹ lakh unless stated otherwise)

Notes Forming part of the Financial Statements

Application of accounting policies that require critical accounting estimates and the assumptions having the most significant effect on the amounts recognized in the standalone financial statements are:

Valuation of financial instruments
Useful life of property, plant and equipment
Useful life of intangible assets
Provisions

(f). Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- i. Expected to be realized or intended to be sold or consumed in normal operating cycle
- ii. Held primarily for trading
- iii. Expected to be realized within twelve months after the reporting period, or
- iv. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when

- i. It is expected to be settled in normal operating cycle
- ii. It is held primarily for trading
- iii. It is due to be settled within twelve months after the reporting period, or
- iv. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

(g). Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

In the principal market for the asset or liability, or
In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, if market participants act in their economic best interest.

A fair value measurement of a non-financial asset considers a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the standalone financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:



Royal Cushion Vinyl Products Limited

Standalone financial statements for the year ended March 31, 2024

(All amounts are in ₹ lakh unless stated otherwise)

Notes Forming part of the Financial Statements

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2- Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 -Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in standalone financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's Management determines the policies and procedures for both; recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value, and for non-recurring measurement, such as assets held for distribution in discontinued operations.

At each reporting date, the Management analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Company's accounting policies. For this analysis, the Management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The Management also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable. For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

(h). Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

(i). Borrowing costs

Borrowing costs include interest, amortization of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing cost directly attributable to the cost of acquisition or construction of the fixed assets is capitalized as part of the cost of the assets, upto the date the asset is put to use. Other borrowing costs are charged to the Statement of Profit and Loss in the year in which they are incurred. Costs in connection with the borrowing of funds are charged to statement of profit and loss.



Notes Forming part of the Financial Statements

(j). Provisions and contingent liabilities

The company estimates the provisions that have present obligation as a result of past events and it is probable that outflow of resources will be required to settle the obligations. These provisions are reviewed at the end of each reporting period and are adjusted to reflect the current best estimates. The company uses significant judgements to assess contingent liabilities.

The Company recognizes a provision when there is a present legal or constructive obligation as a result of a past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

Long term provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expense.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

(k). Use of estimates

The preparation of standalone financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, the disclosures of contingent assets and contingent liabilities at the date of financial statements, and the income and expenses during the reporting period. The application of accounting policies that require critical accounting estimates involving complex and subjective judgements and use of assumptions in these standalone financial statements have been disclosed appropriately. Accounting estimates could change from period to period. Actual results may differ from these estimates. Appropriate changes in estimates are made as the management becomes aware of changes in circumstances surrounding the estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in future periods which are affected.

(l). Cash and cash equivalents

For presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Bank overdrafts and cash credits are shown within borrowings in current liabilities in the balance sheet.

(m) Statement of Cash Flow

Cash flows are reported using the indirect method, whereby profit / (loss) after extraordinary items and tax is adjusted for the effects of transactions of noncash 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) Employee benefits

The cost of the defined plans, compensated absences and the present value of the defined benefit obligation are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making



Notes Forming part of the Financial Statements

various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long term nature, a defined benefit obligation is highly sensitive to changes on those assumptions. All assumptions are reviewed at each reporting date.

Defined contribution plans (Provident Fund)

In accordance with Indian Law, eligible employees receive benefits from Provident Fund, which is defined contribution plan. Both the employee and employer make monthly contributions to the plan, which is administrated by the Government authorities, each equal to the specific percentage of employee's basic salary. The Company has no further obligation under the plan beyond its monthly contributions. Obligation for contributions to the plan is recognized as an employee benefit expense in the Statement of Profit and Loss when incurred.

Defined benefit plans (Gratuity)

In accordance with applicable Indian Law, the Company provides for gratuity, a defined benefit retirement plan (the Gratuity Plan) covering eligible employees. The Gratuity Plan provides a lump sum payment to vested employees, at retirement or termination of employment, and amount based on respective last drawn salary and the years of employment with the Company. The Company's net obligation in respect of the Gratuity Plan is calculated by estimating the amount of future benefits that the employees have earned in return of their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognized past service cost and the fair value of plan assets are deducted. The discount rate is the yield at reporting date on risk free government bonds that have maturity dates approximating the terms of the Company's obligation. The calculation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a benefit to the Company, the recognized asset is limited to the total of any unrecognized past service cost and the present value of the economic benefits available in the form of any future refunds from the plan or reduction in future contribution to the plan. The Company recognizes all re-measurements of net defined benefit liability/asset directly in other comprehensive income.

Compensated absences

The employees of the Company are entitled to compensated absences. The employees can carry forward a portion of the unutilized accrued absence and utilize it in future periods or receive cash compensation at retirement or termination of employment for the unutilized accrued compensated absence. The Company recognizes an obligation for compensated absences in the period in which the employee renders the services. The Company provides for the expected cost of compensated absence in the statement of profit and loss as the additional amount that the company expects to pay as a result of the unused entitlement that has accumulated based on actuarial valuations carried out by an independent actuary at the balance sheet date.

(o) Leases

Ind AS 116 requires lessees to determine the lease term as non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assess whether its reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to the company's operations taking into account the location of the asset and the availability of alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances. After considering current and future economic conditions, the company has concluded that no changes are required to lease periods relating to existing lease contracts.

A lease that transfers substantially all the risks and rewards incidental to ownership to the lessee is classified as a finance lease. All other leases are classified as operating leases.



Notes Forming part of the Financial Statements

Company as a lessee

Finance leases are capitalised at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in profit or loss as finance costs, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the Company's general policy on the borrowing costs. Contingent rentals are recognised as expenses in the periods in which they are incurred.

Operating lease payments are generally recognised as an expense in the profit or loss on a straight-line basis over the lease term. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue.

Ind AS 116 Leases:

In March 2019, the Ministry of Corporate Affairs, issued the Companies (Indian Accounting Standards) Amendment Rules 2018, notifying Ind AS 116 "Leases" which replaces Ind AS 17 "Leases". The new standard shall require lessees to recognize the Leases on their Balance Sheet with limited exemptions related to low value asset and assets with a lease term of less than 12 months.

Lessees will use a single accounting model for all leases. Accordingly, the lessee is required to recognize "Right of Use" asset representing its right to use the underlying asset and a "Lease Liability" representing its obligations to make lease payments.

(p) Impairment of assets

Investments in subsidiaries, goodwill and intangible assets are tested for impairment at least annually and when events occur or changes in circumstances indicate that the recoverable amount of the asset or cash generating units to which they pertain is less than its carrying value. The recoverable value of cash generating units is higher of value-in-use and fair value less cost to dispose. The calculation of value in use of a cash generating unit involves use of significant estimates and assumptions which includes turnover and earnings multiples, growth rates and net margins used to calculate projected cash flows, risk adjusted discount rate, future economic and market conditions.

(q) Impairment of non-financial assets

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset unless the asset does not generate cash inflows that are largely independent of those from other assets or Company's assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

(r) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.



Royal Cushion Vinyl Products Limited

Standalone financial statements for the year ended March 31, 2024
(All amounts are in ₹ lakh unless stated otherwise)

Notes Forming part of the Financial Statements**Financial asset****Initial recognition and measurement**

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the Company commits to purchase or sell the assets.

Investment in subsidiaries are carried at cost less impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories;
at amortised cost through profit or loss
at amortised cost through other comprehensive income
at fair value through other comprehensive income
at fair value through profit or loss

Financial assets at amortized cost

A financial asset is measured at the amortised cost if both the following conditions are met:
The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

This category is the most relevant to the Company. All the Loans and other receivables under financial assets (except investments) are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Trade receivables do not carry any interest and are stated at their nominal value as reduced by impairment amount.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the statement of profit and loss. The losses arising from impairment are recognised in the statement of profit and loss. This category generally applies to trade and other receivables.

Financial assets at fair value through the statement of profit and loss/other comprehensive income

Instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

If the Company decides to classify an instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the statement of OCI. There is no recycling of the amounts from OCI to Statement of Profit & Loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

De-recognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:



Royal Cushion Vinyl Products Limited

Standalone financial statements for the year ended March 31, 2024
(All amounts are in ₹ lakh unless stated otherwise)

Notes Forming part of the Financial Statements

The rights to receive cash flows from the asset have expired, or
The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material lay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Impairment of financial assets

The Management has evaluated the impairment provision requirement under IND AS 109 and has listed below major facts for trade and other receivables impairment provisioning:

The Company does not have any purchased or originated credit-impaired (POCI) financial assets, i.e., financial assets which are credit impaired on purchase/ origination.

Expected Credit Loss (ECL) impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the statement of profit and loss. This amount is reflected under the head 'other expenses' in the Statement of Profit & Loss. The balance sheet presentation for various financial instruments is described below:

Financial assets measured as at amortized cost and other contractual revenue receivables- ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

Financial assets measured at FVTOCI- Since financial assets are already reflected at fair value, impairment allowance is not further reduced from its value. Rather, ECL amount is presented as 'accumulated impairment amount' in the OCI.

Financial liabilities**Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through the statement of profit or loss, loans and borrowings, trade payables and other payables.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including other payables.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:



Royal Cushion Vinyl Products Limited

Standalone financial statements for the year ended March 31, 2024
(All amounts are in ₹ lakh unless stated otherwise)

Notes Forming part of the Financial Statements**Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in the statement of profit and loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by considering any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

This category generally applies to interest-bearing loans and borrowings.

De-recognition

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or it expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

(s) Government Grants

Government grants are initially recognized at fair value if there is reasonable assurance that they will be received and the Company will comply with the conditions associated with the grant;

(t) Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.



Particulars	Land	Buildings	Plant & Equipment	Furniture & Fittings	Office Equipments	Total	Capital Work in progress
As at March, 2022	90.85	539.73	1,224.25	10.49	46.32	1,911.63	-
Additions	-	-	8.42	-	0.93	9.34	-
Disposals	(26.46)	-	(52.79)	-	-	(79.25)	-
As at March 31, 2023	64.39	539.73	1,179.87	10.49	47.24	1,841.72	-
Additions *	3,549.86	18.93	31.74	-	1.52	3,602.05	153.31
Reclassified from Investment Property **	-	33.87	-	-	-	33.87	-
Reclassified to Investment Property ***	-	(194.77)	-	-	-	(194.77)	-
Disposals	(44.89)	-	(35.66)	-	-	(80.55)	-
As at March 31, 2024	3,569.36	397.75	1,175.96	10.49	48.76	5,202.32	153.31

Accumulated depreciation and impairment

As at March, 2022	-	224.24	465.49	4.97	23.02	717.72	-
Depreciation for the year	-	22.99	56.60	0.75	7.63	87.98	-
Impairment	-	-	-	-	-	-	-
Disposals	-	-	(50.15)	-	-	(50.15)	-
As at March 31, 2023	-	247.23	471.94	5.72	30.65	755.54	-
Depreciation for the year	-	24.91	38.04	0.16	1.12	64.22	-
Depreciation on reclassified Property ***	-	(185.03)	-	-	-	(185.03)	-
Depreciation on reclassified Property **	-	12.96	-	-	-	12.96	-
Impairment	-	-	-	-	-	-	-
Disposals	-	-	(33.88)	-	-	(33.88)	-
As at March 31, 2024	-	100.06	476.10	5.88	31.77	613.81	-

Carrying amount

As at March 31, 2023	64.39	292.50	707.93	4.77	16.59	1,086.18	-
As at March 31, 2024	3,569.36	297.69	699.85	4.61	16.99	4,588.50	153.31

Investment Property

(₹ in Lacs)

Particulars	Land Baska	Building-Garadhia	Building-Baska	Total
Cost				
As at March, 2022	0.47	33.87	-	34.33
Additions	-	-	-	-
Disposals	-	-	-	-
As at March 31, 2023	0.47	33.87	-	34.33
Reclassified from Business assets ***	-	-	194.77	194.77
Reclassified to Business assets **	-	(33.87)	-	(33.87)
Disposals	-	-	-	-
As at March 31, 2024	0.47	0.00	194.77	195.24

Accumulated depreciation and impairment

As at March, 2022	-	11.10	-	11.10
Depreciation for the year	-	1.86	-	1.86
Impairment	-	-	-	-
Disposals	-	-	-	-
As at March 31, 2023	-	12.96	-	12.96
Depreciation for the year	-	-	-	-
Accumulated Depreciation on reclassified Property ***	-	-	185.03	185.03
Accumulated Depreciation on reclassified Property **	-	(12.96)	-	(12.96)
Impairment	-	-	-	-
Disposals	-	-	-	-
As at March 31, 2024	-	0.00	185.03	185.03

Carrying amount

As at March 31, 2023	0.47	20.91	-	21.37
As at March 31, 2024	0.47	0.00	9.74	10.20

Right to Use Assets

Particulars	Building	Forklift	Lamination & Printing Line	Total
Net carrying value as at March 31, 2022	16.38	42.36	-	58.74
Additions during the year	-	-	139.27	139.27
Less: Depreciation for the year	(16.38)	(21.18)	(1.16)	(38.72)
Net carrying value as at March 31, 2023	-	21.18	138.11	159.28
Additions during the year	-	-	-	-
Deletion during the year	-	-	(27.85)	(27.85)
Less: Depreciation for the year	-	(21.18)	(27.85)	(49.03)
Net carrying value as at March 31, 2024	-	(0.00)	82.40	82.40

Note:

Capital work in Progress as at 31-03-2024

(₹ in Lacs)

Capital Work In Progress	To be completed in			
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years
Project - 1	153.31	-	-	-

Capital work in Progress as at 31-03-2023

Capital Work In Progress	To be completed in			
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years
Project - 1	-	-	-	-

* Addition to Land Rs. 3522.45 lacs is due to revaluation, done during the year.

** The Building at Garadhia location was given on rent and now the rent agreement is discontinued, hence re classified.

*** The Building at Baska which was used for business, is now given out on rent and hence reclassified.



04. INVESTMENT-NON-CURRENT

(₹ in Lacs)

Particulars	Units	As at 31 st March, 2024	Units	As at 31 st March, 2023
Long Term Investment (at cost)				
A Investment in Shares				
i) Unquoted : (Non Trade) in Equity				
Investment in Shares of Subsidiary Company :				
4,50,200 Shares (PY.4,50,200) in Euroroyal Floor Ltd	4,50,200	259.31	4,50,200	259.31
(U.K.) of STG pound 1 (one) each fully paid up.				
Less : provision for diminution in value of investment	4,50,200	259.31	4,50,200	259.31
		-		-
30,000 (PY 30,000) equity shares in AB Corp Ltd	30,000	24.75	30,000	24.75
of ₹ 10/- each fully paid up.				
Less : Provision for Diminution in value of Investment	30,000	24.75	30,000	24.75
		-		-
7,500 (PY.7,500) shares in Baroda City Co-op Bank Ltd.	-	-	0.08	0.75
of ₹ 10/- each fully paid up.				
1,416 (PY.1,416) shares in Saraswat Co-op Bank Ltd.	1,416	0.21	1,416	0.21
of ₹ 10/- each fully paid up.				
B Government Securities				
National Saving Certificates		0.02		0.02
(Pledged with Government Authorities)				
C Investment by way of capital in a partnership firm				
Creative Investment		3.57		(7.41)
Total		3.80		(6.43)

Particulars	As at 31 st March, 2024	As at 31 st March, 2023
Aggregate amount of unquoted investments	287.88	277.63
Aggregate Provision for the diminution in Value of investments	284.06	284.06

4.1) The Company has made an investment of ₹.259.31 lacs (£ 450.200) in Euroroyal Floors Ltd. ("ERF") wholly owned subsidiary in U.K. The subsidiary also owes ₹ 2333.76 lacs (Net of commission payable ₹ 106.19 lacs) towards supply of goods made to it. The principal customers of ERF in Russia did not honour the debts, Due to this ERF in turn, could not pay its creditors. The Company has been informed by the ex-local Directors of ERF that one of the creditors had filed a suit for winding-up of ERF pursuant to which the High Court of Justice of U.K. made a winding-up order dated 11th June, 2001 against ERF and the official receiver has been appointed to liquidate the assets of ERF. Thereafter order dated 12/03/2002 was passed and ERF is dissolved Under the circumstances, the Management had provided for diminution in value of investment made in ERF in the year 2000-01. As also, provision against the debt of ₹ 2333.76 lacs due from ERF had been made during the earlier year.

05. OTHER FINANCIAL ASSETS-NON CURRENT

(₹ in Lacs)

Particulars	As at 31 st March, 2024	As at 31 st March, 2023
Deposits	84.98	84.98
Fixed Deposit with banks	15.57	15.57
(Held as security deposit against Bank Guarantee.)		
Total	100.55	100.55

06. INVENTORIES

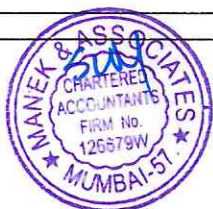
(₹ in Lacs)

Particulars	As at 31 st March, 2024	As at 31 st March, 2023
Raw materials	189.63	119.53
Work-in-progress	52.95	154.99
Finished goods	516.63	187.81
Packing Materials	18.26	14.64
Consumable Stores	109.60	101.41
Fuel	1.67	-
Total	888.74	578.38

07. TRADE RECEIVABLES

(₹ in Lacs)

Particulars	As at 31 st March, 2024	As at 31 st March, 2023
Outstanding for a period exceeding six months from the date they are due for payment		
Considered good	29.18	30.53
Considered Doubtful	2,346.58	2,345.74
	2,375.76	2,376.27
Less : Provision for Doubtful Debts	2,346.58	2,345.74
	29.18	30.53
Others (Considered good)	611.87	123.06
Total	641.04	153.58



7.1) Trade Receivables ageing schedule as at 31st March, 2024

Particulars	Outstanding for following periods from due date of payment						Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years		
(i) Undisputed Trade receivables -considered good	611.87	2.94	6.83	0.73	18.88		641.04
(ii) Undisputed Trade receivables -considered doubtful	-	-	-	-	2,346.58		2,346.58
(iii) Disputed trade receivables - considered good	-	-	-	-	-		-
(iv) Disputed trade receivables - considered doubtful	-	-	-	-	-		-
(v) Allowance for doubtful trade receivables	-	-	-	-	(2,346.58)		(2,346.58)
Total	611.87	2.94	6.83	0.73	18.68		641.04

Trade Receivables ageing schedule as at 31st March, 2023

Particulars	Outstanding for following periods from due date of payment						Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years		
(i) Undisputed Trade receivables -considered good	123.06	7.57	2.84	0.76	19.36		153.58
(ii) Undisputed Trade receivables -considered doubtful	-	-	-	-	2,345.74		2,345.74
(iii) Disputed trade receivables - considered good	-	-	-	-	-		-
(iv) Disputed trade receivables - considered doubtful	-	-	-	-	-		-
(v) Allowance for doubtful trade receivables	-	-	-	-	(2,345.74)		(2,345.74)
Total	123.06	7.57	2.84	0.76	19.36		153.58

08. CASH AND CASH EQUIVALENTS

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
a. Balances with banks	93.88	33.10
b. Cash on hand	6.02	0.62
Total	101.91	33.72

9. LOANS-CURRENT

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Advances to Employees	4.16	4.37
Total	4.16	4.37

10. OTHER CURRENT ASSETS

(Unsecured, considered good)

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Prepaid Expenses	5.34	1.61
Advances to Suppliers	41.86	53.56
Balance with Government authorities	648.88	636.33
Deposit Rental (Office)	10.30	10.30
Total	706.38	701.80

11. Current Tax Assets

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Tax Deduction at Source	45.35	36.12
	45.35	36.12

12. SHARE CAPITAL

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Authorised : 50,000,000 (Previous year 30,000,000)		
Equity Shares of ₹ 10/- each	5,000.00	3,000.00
Issued, Subscribed & Paid up 3,65,88,462 equity shares		
(Previous Year 1,20,67,212) Equity Shares of ₹ 10/- each fully paid up	3,658.85	1,206.72
Total	3,658.85	1,206.72

12.1) Rights of Equity Shareholders

The Company has only one class of equity share of ₹ 10/- per share. Each Share holder of equity shares is entitled to one vote per share.

12.2) Reconciliation of the Shares outstanding and amount of share capital.

Particulars	As at March 31, 2024		As at March 31, 2023	
	Numbers	₹ in lacs	Numbers	₹ in lacs
Shares outstanding at the beginning of the year	120,67,212	1,206.72	120,67,212	1,206.72
Shares Issued during the year	245,21,250	2,452.13		
Shares outstanding at the end of the year	365,88,462	3,658.85	120,67,212	1,206.72

The Company has completed preferential issue of i) 66,21,250 equity shares of the Company having face value of INR 10/- each, to the members of the Promoters and Promoter Group at an issue price of INR 40/- per equity share including premium of INR 30/- per equity share and, ii) 1,79,00,000 equity shares of the Company having face value of INR 10/- each at par, to private investors (non- Promoters) on preferential basis. Further these shareholders will have voting rights at par with existing shareholders.



Name of Shareholder	As at March 31, 2024		As at March 31, 2023	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
1 Mahesh Kantilal Shah	31,83,000	8.70	39,450	0.33
2 Bhaktavatsala Trading & Consultancy Services LLP			10,35,210	8.58
3 Sahishnu Trading & Consultancy Services LLP			7,09,340	5.88
4 Shreedaha Trading & Consultancy Services LLP			7,09,300	5.88
5 Sugshosh Trading & Consultancy Services LLP			7,09,310	5.88
6 Trilokatra Trading & Consultancy Services LLP			10,35,210	8.58
7 Lapada (Mauritius) Limited	28,80,000	7.87	28,80,000	23.87

12.4) Shareholding of Promoters

Name of Promoter *	As at March 31, 2024			As at March 31, 2023		
	No. of Shares held	% of Holding	% Changed during the Year	No. of Shares held	% of Holding	% Changed during the Year
1 Bhaktavatsala Trading & Consultancy Services LLP	10,35,210	2.83	-	10,35,210	8.58	-
2 Trilokatra Trading & Consultancy Services LLP	10,35,210	2.83	-	10,35,210	8.58	-
3 Lokswami Trading & Consultancy Services LLP	6,45,025	1.76	60	4,03,150	3.34	-
4 Sahishnu Trading & Consultancy Services LLP	7,09,340	1.94	-	7,09,340	5.88	-
5 Sugshosh Trading & Consultancy Services LLP	7,09,310	1.94	-	7,09,310	5.88	-
6 Shreedaha Trading & Consultancy Services LLP	7,09,300	1.94	-	7,09,300	5.88	-
7 Shreesaha Trading & Consultancy Services LLP	10,00,000	2.73	NA	-	0.00	-
8 Vishvamurti Trading & Consultancy Services LLP	1,00,445	0.27	1,072	8,570	0.07	-
9 Trilokesh trading & consultancy private limited	45,690	0.12	-	45,690	0.38	-
10 Trilokesh trading & consultancy llp	6,87,500	1.88	NA	-	0.00	-
11 Sumukh trading & consultancy services llp	44,970	0.12	-	44,970	0.37	-
12 Anuradha Jayesh Javeri	28,000	0.08	-	28,000	0.23	-
13 Anuradha arvind motasha	1,000	0.00	-	1,000	0.01	-
14 Arvind vadilal motasha	4,91,903	1.34	2,810	16,903	0.14	-
15 Bhavana Mukesh motasha	40,822	0.11	-	40,822	0.34	-
16 Deepak amrutlal motasha	27,001	0.07	-	27,001	0.22	-
17 Dipti Jayesh motasha	1,051	0.00	-	1,051	0.01	-
18 Hansa arvind motasha	27,600	0.08	-	27,600	0.23	-
19 Jayesh a motasha	26,800	0.07	-	26,800	0.22	-
20 Jayshree Mahesh shah	400	0.00	-	400	0.00	-
21 Mahesh kantilal shah	31,83,000	8.70	7,968	39,450	0.33	-
22 Meena vinod shah	74,000	0.20	-	74,000	0.61	-
23 Mukesh amrutlal motasha	25,701	0.07	-	25,701	0.21	-
24 Sushilaben k shah		0.00	(100)	18,550	0.15	-
25 Suvrat Mahesh shah	13,600	0.04	-	13,600	0.11	-
26 Sweta Deepak motasha	300	0.00	-	300	0.00	-
27 Varun Jayesh motasha	19,800	0.05	-	19,800	0.16	-
28 Vinod kantilal shah	10,41,400	2.85	2,415	41,400	0.34	-
29 Lapada (Mauritius) Limited	28,80,000	7.87	-	28,80,000	23.87	-

* Details of Promoters are identified based on information submitted with the BSE Ltd. as per SEBI (LODR) Regulations, 2015 (as amended) and the Annual Return filed in accordance with the provision of Section 92 of the Companies Act,2013

13. OTHER EQUITY

Particulars	(₹ in Lacs)	
	As at 31st March, 2024	As at 31st March, 2023
a. CAPITAL RESERVE		
Opening Balance	6.49	6.49
Addition	-	-
Deduction	-	-
Closing Balance	6.49	6.49
b. SECURITIES PREMIUM RESERVE		
Opening Balance	7,232.25	7,232.25
Addition : Premium on issue of equity shares on preferential basis (ref. Note 12.2 above)	1,986.38	-
Deduction	-	-
Closing Balance	9,218.63	7,232.25
c. INVESTMENT ALLOWANCE RESERVE		
Opening Balance	45.34	45.34
Addition	-	-
Deduction (ref. c below)	(45.34)	-
Closing Balance	-	45.34
d. GENERAL RESERVE		
Opening Balance		
Addition (Transfer from Investment Allowance Reserve)(ref. d below)	45.34	
Deduction		
Closing Balance	45.34	-
e. REVALUATION RESERVE		
Opening Balance		
Addition (Land Revaluation)(ref. e below)	3,522.45	
Deduction		
Closing Balance	3,522.45	-
f. RETAINED EARNINGS		
Opening Balance	(48,849.72)	(48,860.27)
Remeasurement of defined benefits plans	8.36	(8.89)
Add : Profit for the year	29,420.86	19.44
Closing Balance	(19,420.51)	(48,849.72)
Total	(6,627.60)	(41,565.64)



ROYAL CUSHION VINYL PRODUCTS LIMITED
Notes on Financial Statements for the year ended 31st March, 2024
Nature and Purpose of each reserve

- a) Capital reserve - During amalgamation, the excess of net assets taken, over the consideration paid, if any, is treated as capital reserve.
- b) Securities premium reserve - The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. This reserve will be utilised in accordance with the provisions of the Companies Act, 2013.
- c) Investment allowance reserve - Investment Allowance Reserve was created under the provisions of Income tax, when new machineries were purchased. In the current year this reserve has been transferred to General Reserve, on completion of the required number of years.
- d) General Reserve is created on transfer of accumulated balance from Investment allowance reserve.
- e) Revaluation Reserve is created during the year, on revaluation of Land based on report issued by an independent Valuer.

14. BORROWING - NON CURRENT

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Secured		
From Banks :	-	-
Loans from Financial Institutions (Ref. Note A below) Secured by way of first charge on movable & immovable properties presents & future subject to the prior charge on specified movable properties created in favor of bankers, by way of security for borrowing and further secured by personal guarantee of promoter directors of the Company.	-	23,260.45
Loan from Others (Ref. Note B below)	1,385.83	1,630.45
Total	1,385.83	24,890.90

A. The original lenders of the Company namely IDBI, Bank of India, Oriental Bank of Commerce and EXIM Bank had assigned their dues to Asset Reconstruction Company of India Limited ('ARCIL') in the year 2006-07 and thereafter ARCIL assigned its rights in dues of the Company to SICOM Limited in the year 2011-12. During the financial year 2017-18, SICOM Limited assigned its rights in the dues outstanding from the Company to Finquest Financial Solutions Private Limited ('Finquest'). Similarly, during the financial year 2017-18, Saraswat Co-op Bank Ltd. assigned its rights in the dues outstanding from the Company to Finquest, interest of Rs. 1291.31 lacs was not provided in accounts in the pervious year. Pursuant to time to time deliberations and negotiations with FFSP, the Company has finally negotiated with FFSP to make a full and final payment of Rs. 860.00 lacs ('Settlement Amount') towards settlement of all outstanding dues and accordingly, completed the full payment of the entire Settlement Amount during July 2023. Pursuant thereto, the Company has received the No Dues Certificate dated July 14, 2023 from FFSP confirming no outstanding dues in the loan accounts of the Company with FFSP. Accordingly, the said loan accounts stands settled in the books of the Company and outstanding balance amount lying in books, which is not payable, Rs. 22860.45 lacs has been written back in the books.

B. Historically, the Company was under revival / rehabilitation under the provisions of the SICA 1985 and it's reference was pending before Hon'ble BIFR. In spite of the requisite financial support from certain members of the promoters and promoter group of the Company, the Company was in pressing need of financial support for its working capital requirements and in order to ensure its continuity and survival. However, due to sick status, it was not able to raise funds from banks / FIs on its own. In view thereof, the Company through its directors had requested the directors of the Company and other family members and group companies / entities including specifically Natroyal Industries Private Limited ('NIPL'), which are part of same family business group ('Promoter Group Persons'), to extend requisite support in securing financial support from banks / FIs. In view thereof, the Promoters Group Persons, by giving personal/family properties as collateral security, arranged Loans from banks / FIs on behalf of and for the sole benefit of the Company and such loan funds were initially disbursed to NIPL, as NIPL was a key party to such loan arrangement. As part of agreed arrangement between the Promoter Group Persons and the Company, such loan funds were transferred by NIPL to the Company and accordingly, the said loan / borrowed funds are shown in the name of NIPL and since then, the Company has been discharging all obligations in relation to said loan funds including payment of EMIs, principal repayment, interest and all other charges to the said banks / FIs. As part of agreed arrangement, the Company and Promoter Group Persons are primarily responsible for ensuring fulfilment of all obligations in relation to such loan funds including in case of default in repayment by the Company. Therefore, the Company remains primarily responsible for ensuring discharge of all obligations in relation to such loan funds availed from banks / FIs and standing in the name of NIPL.

15. LEASE LIABILITY-NON CURRENT

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Lease liability	63.78	142.87
Total	63.78	142.87



16. PROVISION - NON-CURRENT

Particulars	As at 31st March, 2024	As at 31st March, 2023
Provision for Employee Benefits		
Provision for Gratuity	145.10	172.98
Provision for Leave Benefits	28.58	23.85
Provision for Customs duty including interest	-	5,683.95
Total	173.68	5,880.78

Under the Duty Exemption Scheme of Advance License (as well as similar other license scheme) pursuant to Import & Export Policy of Government of India, duty free imports of raw materials were permitted, and they are required to be used in manufacturing of goods for export and export of goods has to be effected within the time allowed in terms of such scheme. In the past (Prior to year 2000), the Company had availed benefit of such licenses from time to time and it had also fulfilled its export obligations as per the conditions of such scheme in many of the licenses but in some cases such exports were not done. The said matter relates back to the period of more than 25 years and as such, the management of the company, based on an expert opinion, evaluated its specific obligations which may still subsists, if any. Based on the comprehensive evaluation and expert opinion, the provision made in earlier years Rs. 5683.95 lacs has been written back.

17. BORROWING-CURRENT

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Secured		
Loan from Others (Ref. No.14 (B) above)	247.33	226.21
Unsecured		
From Companies	3,729.07	3,448.65
From Directors	767.11	1,570.11
From Others	30.31	2,319.81
Total	4,773.81	7,564.78

Borrowing from Others in Previous year represents outstanding amount payable to Promoters & Promoters Group entities including LLPs, which were earlier Private Limited Companies. The same were advanced earlier due to the company being sick & was referred to BIFR etc. During the year loan outstanding of Rs.1398.50 Lacs has been converted into equity @Rs.40 per share and Rs.269.44 Lacs has been w/back, as no longer payable and Rs.621.53 lacs has been repaid. The balance outstanding as on 31.03.2024 represents amount payable to Ex-Directors.

18. LEASE LIABILITY-CURRENT

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Lease liability	28.08	34.40
Total	28.08	34.40

19. TRADE PAYABLES

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Micro & Small Enterprises (Ref Note No...42)	159.90	183.48
Others	3,421.92	3,655.44
Total	3,581.82	3,838.92

19.1) Trade Payables ageing schedule: As at 31st March, 2024

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	157.66	1.35	-	0.89	159.90
(ii) Others	1,420.31	211.75	1,208.91	580.95	3,421.92
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	1,577.97	213.10	1,208.91	581.84	3,581.82

Trade Payables ageing schedule: As at 31st March, 2023

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	120.16	35.43	6.03	21.86	183.48
(ii) Others	1,525.70	1,443.93	347.83	329.02	3,646.48
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	8.96	8.96
Total	1,645.86	1,479.36	353.86	359.84	3,838.92

20. OTHER CURRENT LIABILITIES

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
(a) Advance from Customers	66.52	532.19
(b) Statutory Liabilities	49.72	48.29
(c) Other Liabilities	146.41	269.47
Total	262.65	849.95

21. PROVISIONS - CURRENT

(₹ in Lacs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
(a) Provision for Gratuity	22.84	16.92
(b) Provision for Leave Benefits	2.59	8.34
Total	25.44	25.26



22. REVENUE FROM OPERATION

(₹ in Lacs)

Particulars	2023-24	2022-23
Sales of Products	5,419.18	5,158.95
	5,419.18	5,158.95
Other Operating Revenue		
Sale of Scrap	51.52	50.30
	51.52	50.30
Total	5,470.69	5,209.25

DETAILS OF TURNOVER :

PVC Floor Covering	5,419.18	4,494.28
PVC Leather cloth	-	664.66
Total	5,419.18	5,158.95

23. OTHER INCOMES

(₹ in Lacs)

Particulars	2023-24	2022-23
Interest	11.60	1.23
Interest on Income Tax Refund	-	0.58
Lease Rent	39.29	3.79
Profit on sale of Fixed assets*	1,069.46	1,858.41
Share of profit from Partnership firm	2.08	1.88
Profit on sale of securities	51.72	-
Miscellaneous Income	30.89	-
Total	1,205.03	1,865.90

*This includes Rs. 1065.21 lacs (Previous Rs. 1858.02 lacs) towards profit on sale of Land at Garadhia.

24. COST OF MATERIAL CONSUMED

(₹ in Lacs)

Particulars	2023-24	2022-23
Opening Stock	119.53	128.34
Purchases	4,015.30	4,355.81
	4,134.82	4,484.15
Less: Closing Stock	189.63	119.53
Total	3,945.19	4,364.63

24.1) Value of Consumption of directly imported and Indigenou obtained Raw material.

RAW MATERIAL CONSUMED

(₹ in Lacs)

Imported	265.41	447.39
Indigenous	3,679.78	3,917.24
Total	3,945.19	4,364.63

RAW MATERIAL CONSUMED

	Amount	Amount
PVC Resin	1,105.24	1,238.23
Plasticizers	814.12	714.70
Others	2,025.83	2,411.69
Total	3,945.19	4,364.63

25. CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS

(₹ in Lacs)

Particulars	2023-24	2022-23
<u>Opening Stock</u>		
Finished Goods	187.81	222.66
Work-in-process	154.99	455.85
	342.81	678.51
<u>Less: Closing Stock</u>		
Finished Goods	516.63	187.81
Work-in-process	52.95	154.99
	569.58	342.81
Total	(226.77)	335.71



ROYAL CUSHION VINYL PRODUCTS LIMITED

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

26. EMPLOYEES BENEFITS EXPENSES

(₹ in Lacs)

Particulars	2023-24	2022-23
Salaries, Wages & Bonus	500.43	482.37
Contribution to Provident Fund and Other Funds	29.76	31.19
Gratuity	21.59	21.12
Staff Welfare expense	7.15	9.42
Total	558.93	544.10

27. FINANCE COSTS

(₹ in Lacs)

Particulars	2023-24	2022-23
Interest on borrowings	249.93	364.84
Exchange Rate Difference	4.92	-
Interest on Lease Liabilities	11.99	6.02
Bank Charges	11.42	4.07
Total	278.26	374.92

28. OTHER EXPENSES

(₹ in Lacs)

Particulars	2023-24	2022-23
Consumption of stores and spares	80.77	46.12
Consumption of packing material	156.59	166.09
Power and fuel	778.39	695.62
Lease Rent	21.77	67.59
Rates and taxes	31.57	2.95
Insurance	7.46	10.07
Electricity Charges	6.15	8.14
Repairs and maintenance		
- Plant and machinery	67.95	44.31
- Buildings	4.24	2.59
- Others	0.42	0.52
Design & Development	23.88	5.55
Machine Operating Charges	3.08	15.55
Services and maintenance	62.64	61.17
Advertising and sales promotion	5.65	0.77
Travelling and conveyance	12.11	5.54
Telephone Expense	1.93	2.10
Vehicle Expense	32.61	35.41
Legal and professional fees	67.53	83.10
Payment to auditors		
- Audit fees	6.00	2.27
- Tax Audit fees	0.75	0.30
- Other Services	1.38	0.45
Bad debts w/off	0.84	-
Miscellaneous expenses	86.15	51.60
Total	1,459.84	1,307.79



ROYAL CUSHION VINYL PRODUCTS LIMITED
Notes on Financial Statements for the year ended 31st March, 2024
Note 29 - Categories of Financial Instruments and Fair Value Hierarchy

(₹ in Lacs)

	Amount	As at 31-03-2024		
		Level 1	Level 2	Level 3
Financial Assets				
Classified as Fair value through Profit & Loss				
Investments :-				
In Equity Instruments (Unquoted)	0.21	-	-	0.21
Classified as Amortised Cost				
Investment in Partnership firms	3.57	-	-	3.57
Govt. Securities	0.02	-	-	0.02
Trade Receivables	641.04	-	-	641.04
Loans	4.16	-	-	4.16
Cash and cash equivalents	101.91	-	-	101.91
Bank Balances other than Cash and Cash Equivalents	15.57	-	-	15.57
Security Deposit	84.98	-	-	84.98
Total Financial Assets	851.46	-	-	851.46
Financial Liabilities				
Classified as Amortised Cost				
Borrowings	6,159.64	-	-	6,159.64
Lease Liabilities	91.86	-	-	91.86
Trade payables	3,581.82	-	-	3,581.82
Total Financial liabilities	9,833.33	-	-	9,833.33

	Amount	As at 31-03-2023		
		Level 1	Level 2	Level 3
Financial Assets				
Classified as Fair value through Profit & Loss				
Investments :-				
In Equity Instruments (Unquoted)	0.96	-	-	0.96
Classified as Amortised Cost				
Investment in Partnership firms	(7.41)	-	-	(7.41)
Govt. Securities	0.02	-	-	0.02
Trade Receivables	153.58	-	-	153.58
Loans	4.37	-	-	4.37
Cash and cash equivalents	33.72	-	-	33.72
Bank Balances other than Cash and Cash Equivalents	15.57	-	-	15.57
Security Deposit	84.98	-	-	84.98
Total Financial Assets	285.79	-	-	285.79
Financial Liabilities				
Classified as Amortised Cost				
Borrowings	32,455.68	-	-	32,455.68
Lease Liabilities	177.27	-	-	177.27
Trade payables	3,838.92	-	-	3,838.92
Total Financial liabilities	36,471.86	-	-	36,471.86

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, it has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: Such inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset and liability, either directly or indirectly.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities included in level 3.

The investments included in Level 3 of fair value hierarchy have been valued using the cost approach to arrive at their fair value. The cost of unquoted investments approximates the fair value because there is wide range of possible fair value measurements and the costs represents estimate of fair value within that range.

The Management considers that the carrying amount of financials assets and financial liabilities carried at amortised cost approximates their fair values.

Note 30- Financial Risk Management

The Company's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Company's risk management assessment and policies and processes are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities.



ROYAL CUSHION VINYL PRODUCTS LIMITED

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

The

A) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer fails to meet its contractual obligations.

a) Cash and Cash Equivalents

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Board. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure as far as possible that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed condition, without incurring unacceptable losses or risking damage to the Company's reputation. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of surplus funds, bank overdrafts, bank loans, debentures and inter-corporate loans.

The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Company has access to a sufficient variety of sources of funding.

The table below provides details regarding the contractual maturities of significant financial liabilities :

(₹ in Lacs)				
As at 31.03.2024				
Particulars	Less than 1 Year	1-5 Years	above 5yrs	Total
Borrowings	4,773.81	1,385.83	-	6,159.64
Trade payables	3,581.82	-	-	3,581.82
Lease Liabilities	28.08	63.78	-	91.86
Other financial liabilities	262.65	-	-	262.65
Total	8,646.36	1,449.62	-	10,095.98

As at 31.03.2023				
Particulars	Less than 1 Year	1-5 Years	above 5yrs	Total
Borrowings	226.21	1,183.96	31,045.51	32,455.68
Trade payables	3,838.92	-	-	3,838.92
Lease Liabilities	34.40	142.87	-	177.27
Other financial liabilities	849.95	-	-	849.95
Total	4,949.47	1,326.83	31,045.51	37,321.81

Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates, foreign currency exchange rates and commodity prices) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices. Market risk is attributable to all market risk-sensitive financial instruments, all foreign currency receivables and payables and all short term and long-term debt. The Company is exposed to market risk primarily related to commodity prices and the market value of its investments.

Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates.

Note 31 - Employee Benefit Plans

Annexure 'A' GRATUITY

(₹ in Lacs)

Define Benefit Plans as per actuarial valuation under Ind AS 19 period of accounting

Valuation Result as at	31-Mar-24	31-Mar-23
I Changes in present value of obligations		
PVO at beginning of period	189.89	181.31
Interest cost	13.84	11.69
Current Service Cost	7.74	9.43
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Benefits Paid	(35.18)	(21.43)
Contributions by plan participants	-	-
Business Combinations	-	-
Curtailments	-	-
Settlements	-	-
Actuarial (Gain)/Loss on obligation	(8.36)	8.89
PVO at end of period	167.94	189.89



ROYAL CUSHION VINYL PRODUCTS LIMITED
Notes on Financial Statements for the year ended 31st March, 2024

Valuation Result as at	31-Mar-24	31-Mar-23
<u>II Interest Expenses</u>		
Interest cost	13.84	11.69
<u>III Fair Value of Plan Assets</u>		
Fair Value of Plan Assets at the beginning		
Interest Income		
<u>IV Net Liability</u>		
PVO at beginning of period	189.89	181.31
Fair Value of the Assets at beginning report		
Net Liability	189.89	181.31
<u>V Net Interest</u>		
Interest Expenses	13.84	11.69
Interest Income		
Net Interest	13.84	11.69
<u>VI Actual return on plan assets</u>		
Less Interest income included above		
Return on plan assets excluding interest income		-
<u>VII Actuarial (Gain)/loss on obligation</u>		
Due to Demographic Assumption*		-
Due to Financial Assumption	0.06	(4.86)
Due to Experience	(8.42)	13.75
Total Actuarial (Gain)/Loss	(8.36)	8.89

*This figure does not reflect inter relationship between demographic assumption and financial assumption when a limit is applied on the benefit, the effect will be shown as an experience

Annexure 'A' GRATUITY

Accounting Disclosures Statement		
Period of accounting	31-Mar-24	31-Mar-23
<u>VIII Fair Value of Plan Assets</u>		
Opening Fair Value of Plan Asset		-
Adjustment to Opening Fair Value of Plan Asset		-
Return on Plan Assets excl. interest income		-
Interest Income		-
Contributions by Employer	35.18	21.43
Contributions by Employee		-
Benefits Paid	(35.18)	(21.43)
Fair Value of Plan Assets at end		-
<u>IX Past Service Cost Recognised</u>		
Past Service Cost- (non vested benefits)		-
Past Service Cost -(vested benefits)		-
Average remaining future service till vesting of the benefit		-
Recognised Past service Cost- non vested benefits		-
Recognised Past service Cost- vested benefits		-
Unrecognised Past Service Cost- non vested benefits		-
<u>X Amounts to be recognized in the balance sheet and statement of profit & loss account</u>		
PVO at end of period	167.94	189.89
Fair Value of Plan Assets at end of period		-
Funded Status		
Net Asset/(Liability) recognized in the balance sheet	(167.94)	(189.89)
<u>XI Expense recognized in the statement of P & L A/C</u>		
Current Service Cost	7.74	9.43
Net Interest	13.84	11.69
Past Service Cost- (non vested benefits)		-
Past Service Cost -(vested benefits)		-
Curtailment Effect		-
Settlement Effect		-
Unrecognised Past Service Cost- non vested benefits		-
Actuarial (Gain)/Loss recognized for the period		-
Expense recognized in the statement of P & L A/C	21.59	21.12



ROYAL CUSHION VINYL PRODUCTS LIMITED
Notes on Financial Statements for the year ended 31st March, 2024

Period of accounting	Annexure 'A'	
	31-Mar-24	31-Mar-23
XII Other Comprehensive Income (OCI)		
Actuarial (Gain)/Loss recognized for the period	-8.36	8.89
Asset limit effect		
Return on Plan Assets excluding net interest		
Unrecognized Actuarial (Gain)/Loss from previous period		
Total Actuarial (Gain)/Loss recognized in (OCI)	(8.36)	8.89
XIII Movements in the Liability recognized in Balance Sheet		
Opening Net Liability	189.89	181.31
Adjustment to opening balance		
Expenses as above	21.59	21.12
Contribution paid	(35.18)	(21.43)
Other Comprehensive Income(OCI)	(8.36)	8.89
Closing Net Liability	167.94	189.89
XIV Schedule III of The Companies Act 2013		
Current Liability	22.84	16.92
Non-Current Liability	145.10	172.98
XV Asset Information		
Not Applicable as the plan is unfunded.		
XVI Assumptions as at	31-Mar-24	31-Mar-23
Mortality	IALM (2012-14) Ult.	IALM (2012-14) Ult.
Interest / Discount Rate	7.20% p.a.	7.29%
Rate of increase in compensation	8.00% p.a.	8.00%
Annual increase in healthcare costs		
Future Changes in maximum state healthcare benefits		
Expected average remaining service	10.00	8.10
Retirement Age	58 Years	58 Years
Employee Attrition Rate	Age: 0 to 40 : 3%	Age: 0 to 40 : 3%
	Age: 41 to 50 : 2%	Age: 41 to 50 : 2%
	Age: 51 to 58 : 1%	Age: 51 to 58 : 1%

XVII Sensitivity Analysis

	DR: Discount Rate		ER: Salary Escalation Rate	
	PVO DR +1%	PVO DR -1%	PVO ER +1%	PVO ER -1%
PVO	159.41	179.19	176.97	160.34

XVIII Expected Payout

Particulars	31/03/2024
Year 1 Cashflow	22.84
Year 2 Cashflow	15.15
Year 3 Cashflow	25.41
Year 4 Cashflow	24.14
Year 5 Cashflow	11.50
Year 6 to Year 10 Cashflow	96.14

XIX Asset Liability Comparisons

Year	31/03/2020	31/03/2021	31/03/2022	31/03/2023	31/03/2024
PVO at end of period	164.70	166.91	181.31	189.89	167.94
Plan Assets	-	-	-	-	-
Surplus/(Deficit)	(164.70)	(166.91)	(181.31)	(189.89)	(167.94)
Experience adjustments on plan assets	-	-	-	-	-

Weighted average remaining duration of Defined Benefit Obligation 5.77 years.

Note 32 - Capital management

The company's objectives when managing capital are to:

> Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and

> Maintain an optimal capital structure to reduce the cost of capital.

The Company monitors capital on the basis of the carrying amount of debt less cash and cash equivalents as presented on the face of the financial statements. The Company's objective for capital management is to maintain an optimum overall financial structure.

Consistent with others in the industry, the group monitors capital on the basis of the following gearing ratio:

Particulars	(₹ in Lacs)	
	31.03.2024	31.03.2023
Gross Debt	6,159.64	32,455.68
Less:		
Cash and Cash Equivalent	101.91	33.72
Other Bank Balance	15.57	15.57
Net debt (A)	6,042.17	32,406.39
Total Equity (B)	(2,968.76)	(40,358.92)
Net debt to equity ratio	(2.04)	(0.80)



ROYAL CUSHION VINYL PRODUCTS LIMITED
Notes on Financial Statements for the year ended 31st March, 2024
Note 33 - Segment Reporting

The company is engaged in manufacture of PVC products (PVC Flooring, Leather Cloth). Based on the information reported to the chief operating decision maker (CODM) for the purpose of resource allocation and assessment of performance, there are no reportable segments in accordance with the requirements of Indian Accounting Standard 108-'Operating Segment Reporting', notified under the Companies (Indian Accounting Standards) Rules, 2015.

Note .34 - Exceptional Items

Exceptional items represents :

34.1 Written back of outstanding dues of Rs. 22860.44 lacs : Finquest Financial Solutions Private Limited ("FFSPL") , FFSPL had taken over the loans from SiCOM & Saraswat Co-op bank. Pursuant to time to time deliberations and negotiations with FFSPL, the Company has finally negotiated with FFSPL to make a full and final payment of Rs. 860.00 lacs ("Settlement Amount") towards settlement of all outstanding dues and accordingly, completed the full payment of the entire Settlement Amount during July 2023. Pursuant thereto, the Company has received the No Dues Certificate dated July 14, 2023 from FFSPL confirming no outstanding dues in the loan accounts of the Company with FFSPL. Accordingly, the said loan accounts stands settled in the books of the Company and outstanding balance amount lying in books, which is not payable has been written back in the books. The required forms CHG-4 are filed with Registrar of Companies and current charges outstanding against above is nil.

34.2 Written back of outstanding Provisions for Custom Duty including interest of Rs. 5683.95 lacs : Under the Duty Exemption Scheme of Advance License (as well as similar other license scheme) pursuant to Import & Export Policy of Government of India, duty free imports of raw materials were permitted, and they are required to be used in manufacturing of goods for export and export of goods has to be effected within the time allowed in terms of such scheme. In the past (Prior to year 2000), the Company had availed benefit of such licenses from time to time and it had also fulfilled its export obligations as per the conditions of such scheme in many of the licenses but in some cases such exports were not done . The said matter relates back to the period of more than 25 years and as such, the management of the company, based on an expert opinion , evaluated its specific obligations which may still subsists, if any. Based on the comprehensive evaluation and expert opinion, the provision made in earlier years has been written back .

34.3 Unclaimed Liabilities/Balances written back Rs. 329.44 lacs : This represents balances of various parties ,which are no longer payable, have been Written back.

34.4 Total of all above is Rs. 28873.83 lacs

Note 35 - Related Party transactions
1 NAME OF RELATED PARTIES AND RELATIONS
(A) ASSOCIATES CONCERN AND RELATIVES

- a) Natroyal Industries Private Limited
- b) Sugghosh Trading & Consultancy Services LLP
- c) Trilokatma Trading & Consultancy Services LLP
- d) Shreedaha Trading & Consultancy Services LLP
- e) Shreeshaha Trading & Consultancy Services LLP
- f) Bhaktavatsala Trading & Consultancy Services LLP
- g) Trilokesh Trading & Consultancy Services LLP
- h) Lokwami Trading & Consultancy Services LLP
- i) Sahishnu Trading & Consultancy Services LLP
- j) Sumukh Trading & Consultancy Services LLP
- k) Vishvamurti Trading & Consultancy Services LLP
- l) Royal Spinwell & Developers Pvt Ltd
- m) Vinod K Shah
- n) Mukesh Motasha
- o) Kadambari Mehta

(B) KEY MANAGERIAL PERSONNEL

- a) Mahesh K Shah (Chairman & Managing Director)
- b) Jayesh Motasha (Non Executive Director)
- c) Deepti Parekh (Company Secretary)
- d) Vivek D Motasha (CFO)

(C) BOARD OF DIRECTORS

- a) Mahesh K Shah (Chairman & Managing Director)
- b) Jayesh Motasha (Non Executive Director)
- c) Harsha Shah
- d) Avani Pandit

2 RELATED PARTY TRANSACTIONS

(₹ in Lacs)

Nature of Transaction	2023-24		2022-23	
	Associates	Key Management Personnel & their Relative	Associates	Key Management Personnel & their Relative
Purchases of goods & Services				
Natroyal Industries Private Limited	32.27		203.36	
Kadambari Mehta		10.20		10.20
Sales of goods, Services etc.				
Natroyal Industries Private Limited	96.85	-	102.28	-
Repayment of Loan				
Natroyal Industries Private Ltd.(ref.Note no.14(B)	223.51	-	229.11	
Mahesh K Shah		382.98		
Mukesh Motasha		-		4.10
Jayesh A Motasha		307.42		-
Bhaktavatsala Trading & Consultancy Services LLP	127.20			
Trilokesh Trading & Consultancy Services LLP	12.13			
Lokswami Trading & Consultancy Services LLP	0.02			
Sahishnu Trading & Consultancy Services LLP	15.15			
Sugghosh Trading & Consultancy Services LLP	13.70			
Vishvamurti Trading & Consultancy Services LLP	0.01			
Shreeshaha Trading & Consultancy Services LLP	8.99			
Shreedaha Trading & Consultancy Services LLP	4.00			
Trilokatma Trading & Consultancy Services LLP	197.15			
Sumukh Trading & Consultancy Services LLP	243.18			



ROYAL CUSHION VINYL PRODUCTS LIMITED
Notes on Financial Statements for the year ended 31st March, 2024

(₹ in Lacs)

Nature of Transaction	2023-24		2022-23	
	Associates	Key Management Personnel & their Relative	Associates	Key Management Personnel & their Relative
Remuneration				
Mahesh K Shah		9.29		9.29
Deepti Parekh		8.61		6.65
Vivek D Motasha		11.04		11.04
Loan Received				
Mahesh K Shah		989.00		106.75
Jayesh A Motasha		148.40		436.81
Royal Spinwell & Developers Pvt Ltd	455.53		2,572.71	
Conversation of Loan into Equity				
Mahesh Shah	1,250.00			
Vinod Shah	400.00			
Trilokesh Trading & Consultancy Services LLP	275.00			
Shreedaha Trading & Consultancy Services LLP	400.00			
Lokswami Trading & Consultancy Services LLP	96.75			
Vishwamurthi Trading & Consultancy Services LLP	36.75			
Loans w/back				
Bhaktavatsala Trading & Consultancy Services LLP	64.86			
Shreeshaha Trading & Consultancy Services LLP	127.15			
Trilokatma Trading & Consultancy Services LLP	77.43			
Loan Payable				
Natroyal Industries Private Limited	1,633.16		1,856.66	
Shreedaha Trading & Consultancy Services LLP	-		4.00	
Trilokesh Trading & Consultancy Services LLP	-		287.13	
Shreeshaha Trading & Consultancy Services LLP	-		536.14	
Vishwamurthi Trading & Consultancy Services LLP	-		36.76	
Lokswami Trading & Consultancy Services LLP	-		96.77	
Bhaktavatsala Trading & Consultancy Services LLP	-		192.06	
Sahishnu Trading & Consultancy Services LLP	-		15.15	
Sughosh Trading & Consultancy Services LLP	-		13.70	
Trilokatma Trading & Consultancy Services LLP	-		274.58	
Sumukh Trading & Consultancy Services LLP	-		243.18	
Royal Spinwell & Developers Pvt Ltd	3,028.24		2,572.71	
Jayesh A Motasha		309.70		468.72
Mahesh K Shah		457.41		1,101.39
Vinod K Shah		27.61		427.61
Mukesh Motasha		2.70		2.70
Trade Payable				
Natroyal Industries Private Limited	1,199.09		1,299.98	

Note 36 - Contingent Liabilities

(₹ in Lacs)

Particulars	As at	As at
	31.03.2024	31.03.2023
Claims against the Company not acknowledged as debts		4,586.64
GST Showcause for year 2020-21	14.92	
GST Showcause for year 2019-20	64.34	
Excise duty on account of valuation / cenvat credit / service tax		1.23
Custom duty Liabilities disputed -CESTAT appeals filed with respect to Tribunal Mumbai/Vadodara	193.07	9.30
Income tax on account of disallowances / additions	46.00	46.62
Penalty Imposed by FERA /FEMA & disputed by Company	149.39	100.00


Note 37 - Capital Commitments

Capital expenditure contracted for, at the end of the reporting period but not recognised as liabilities is Rs. 1.59 lacs (Previous year Nil)

ROYAL CUSHION VINYL PRODUCTS LIMITED
Notes on Financial Statements for the year ended 31st March, 2024
Note 38 - Earnings per Share

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

Particulars	2023-24	2022-23
a. Net Profit/(loss) after Tax available for equity shareholders (₹)	29,421	19.44
b. Number of Equity Shares of ₹ 10/-each outstanding during the year (Nos. of Shares)	3,65,88,462	1,20,67,212
c. Basic/ Diluted Earnings Per Share (a/b) (₹)	138.48	0.16

Note 39 - Below is the table showing fair value of Investment Property

Investment Property:	31.03.2024	31.03.2023
i Amounts recognised in profit or loss for investment properties Rental income	39.29	3.79
ii Direct operating expenses for property that generated rental income		
Depreciation		(1.86)
Profit from Investment Property	39.29	1.93
iii Fair value	873.24	385.72
Estimation of fair value: Method of Estimation		
This fair value is based on valuation provided by independent valuer.		

Note 40 - The Company is a partner in M/s.Creative Investment, the details of the partners, their share in profit / loss and total capital of the partners of the firm as on 31.03.2024 are as under.

Sr.	a) Name of Partners	Share
i	Shri Jay Shah	46.25%
ii	Shri Vivek Motasha	46.25%
iii	M/s. Royal Cushion Vinyl Products Ltd.	7.50%
		100.00%

b) The total Capital of the Partners is ₹ 14.32 lacs (net)

c) The above details about investment and names of partners are based on the information, certified by partners.

Note 41- Leases

a)	Maturity Analysis of Lease Liabilities	(₹ in Lacs)	
		31st March, 2024	31st March, 2023
	Maturity Analysis - Contractual undiscounted Cash Flows		
	Less than one year	36.00	110.25
	One to five years	70.50	106.50
	More than five years	-	-
	Total Undiscounted Lease Liabilities	106.50	216.75
	Discounting element	(14.64)	(39.48)
	Total discounted liabilities	91.86	177.27
	Lease Liabilities included in the Statement of Financial Position	31st March, 2024	31st March, 2023
	Non Current	63.78	142.87
	Current	28.08	34.40
	Total	91.86	177.27
b)	Amount Recognized in the Statement of Profit & Loss	31st March, 2024	31st March, 2023
	Interest on Lease Liabilities	11.99	6.02
	Expenses relating to short-term leases	21.77	67.59
	Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets.	-	-
	Depreciation on Lease Asset	49.03	38.72

c) Consequently, for all leases (other than short-term leases and leases of low-value assets), a right-of-use asset was recognized on the balance sheet for an amount equal to the liability for future lease payments, adjusted by the amount of any prepaid or accrued lease payments.



Note 42- Disclosure pursuant to Section 22 of "The Micro, Small & Medium Enterprises Development Act, 2006" is as follows:

The Company has identified Micro and Small enterprises to whom the Company owes the dues which are outstanding as at the year end:

(₹ in Lacs)		
Particulars	As on 31.03.2024	As on 31.03.2023
i) Principal amount remaining unpaid at the end of the year	159.90	183.48
ii) Interest accrued at the end of the year	-	-
iii) Interest remaining unpaid, out of above, as at the end of the year	-	-
iv) Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23 of the Act.	-	-

Note: This information has been determined to the extent such parties have been identified on this basis of information available with the Company. Further interest is not provided, as Company is incurring continuous losses and it is not in position to pay interest.

Note 43 The Company has suffered substantial losses in past and due to this, the entire net worth has been eroded. Operations are Continued and the accounts of the Company have been prepared on the basis that, the Company is a going concern. The Promoters are bringing funds required for working capital in order to have smooth operations. Further the Promoters of the Company has given a Letter to provide continuous support to the Company, as and when required.

Note 44 The Board of the Directors of the Company in its Board Meeting held on 04th January, 2022, has considered and approved draft Scheme of Arrangement ("Scheme") in the nature of merger / amalgamation of, Royal Spinwell and Developers Private Limited, a group company with the Company (Royal Cushion Vinyl Products Limited), with effect from the Appointed Date of October 1, 2021 under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013. The Company received the NOC letter from BSE Ltd as required under Regulation 37 of SEBI, LODR and company had filled the application in NCLT in Oct 2023. Pursuant to the order dated December 15, 2023 read with the addendum order dated December 22, 2023 from Hon'ble National Company Law Tribunal, Mumbai Bench, Mumbai ("NCLT"), the Company had called meeting of its Shareholders and Unsecured Creditors on 12.02.2024. The coming into effect of the Scheme is subject to receipt of necessary statutory, regulatory and contractual approvals, permissions, consents, sanctions, exemption as may be required under applicable laws, regulations or guidelines in relation to the Scheme. Pending the coming into effect of the Scheme, these financial statements are prepared without giving effect to the provisions of the Scheme and as such, these financial statements are subject to revision / modification upon coming into effect of the Scheme.

Note 45	Key Financial Ratios	Numerator	Denominator	March 31, 2024	March 31, 2023	variation	Reason for variation for >25%
	Current ratio	Current Assets	Current Liabilities	0.28	0.12	124.62%	Improved due to fresh Equity funds & Conversion of loans to Equity
	Debt equity ratio	Total Debt	Shareholder's equity	(3.47)	(1.07)	223.77%	Reductions in debts due to conversion & w/back of Loans
	Debt Service Coverage ratio	Earning available for debt service	Debt service	(0.37)	(2.02)	-81.41%	Reduction in Debts and increase in Profit
	Return on Equity Ratio	Net Profit after Taxes but before exceptional items	Average Shareholder's equity	(0.03)	(0.00)	5143.47%	Increase in Profit & increase in shareholders fund
	Inventory turnover ratio	Revenue from operations	Average Inventory	12.56	12.83	-2.08%	
	Trade receivable turnover ratio	Revenue from operations	Average Trade receiv.	13.77	20.91	-34.14%	Increase in receivables due to extended credit
	Trade payable ratio	Net Purchases	Average Trade Payab	1.08	0.88	23.55%	
	Net Capital Turnover ratio	Revenue from operations	Working Capital	(0.64)	(0.63)	1.08%	
	Net profit ratio	Net Profit after Taxes but before exceptional items	Revenue from operations	0.10	0.00	2579.73%	Due to increase in profitability
	Return on Capital employed	Earning before interest and taxes and exceptional items	Capital employed	0.19	(0.01)	1900.44%	Due to increase in profitability
	Return on investment	Interest income	Term deposit and inve	0.55	(0.29)	-287.12%	Increase in Income

Note 46 Income Tax Expenses

Provision of income tax is not done due to b/f losses. Further the Company proposes to opt for new income tax regime u/s 115BAA and hence there will be no MAT Tax liability. The deferred tax assets is recognised only to the extent of deferred tax liability.

(₹ in Lacs)			
DEFERRED TAX LIABILITY	Deferred tax Balance as on 31-03-2023	Charge / (Credit) during the year	Deferred tax Balance as on 31-03-2024
Property, Plant & Equipment and Depreciation	227.91	(9.51)	218.39
Provision for Leave Encashment	(8.10)	0.26	(7.85)
Provision for Doubtful Debts	(590.38)	(0.21)	(590.59)
Provision for Gratuity	(47.79)	5.52	(42.27)
Unabsorbed Depreciation	(2,883.37)	1,504.95	(1,378.42)
Bonus	(2.01)	(2.26)	(4.27)
Others	(0.38)	(29.99)	(30.37)
Net Deferred Tax Liability / (Assets)	(3,304.13)	1,468.76	(1,835.37)



ROYAL CUSHION VINYL PRODUCTS LIMITED
Notes on Financial Statements for the year ended 31st March, 2024

Note 47 Sundry Debtors & Creditors (Including foreign suppliers) are subject to confirmation.

Note 48 - CIF Value of Import	(₹ in Lacs)	
	2023-24	2022-23
Raw Materials	233.93	448.42
Stores & Spares	8.05	-
Others	47.75	-
	289.73	448.42

Note 49 - Expenditure in foreign currency	(₹ in Lacs)	
	2023-24	2022-23
Foreign Travel	0.65	-

Note 50 The Ministry of Corporate Affairs (MCA) has prescribed a new requirement for companies under the proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 inserted by the Companies (Accounts) Amendment Rules 2021 requiring companies, which uses accounting software for maintaining its books of accounts, shall use only such accounting software which has a feature of recording audit trail of each and every transaction, creating an edit log of each change made in the books of accounts along with the date when such changes were made and ensuring that the audit trail cannot be disabled. The Company uses the accounting software SAP for maintaining books of account. During the year ended 31 March 2024, the Company had not enabled the feature of recording audit trail (edit log) at the database level for the said accounting software SAP to log any direct data changes on account of recommendation in the accounting software administration guide which states that enabling the same all the time consume storage space on the disk and can impact database performance significantly. Audit trail

Note 51 - Other regulatory information

- The Company does not have any Benami property and no proceedings have been initiated or pending against the Company for holding any Benami properties, under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and the rules made thereunder.
- The Company do not have any transactions with struck off companies under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
- The Company does not have any charge which is yet to be registered / satisfied with ROC beyond the statutory period.
- The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall 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.
- The Company has not undertaken any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- The Company has not traded or invested in Crypto currency or Virtual Currency during the current or previous year.
- The Company has not been declared as a 'Wilful Defaulter' by any bank or financial institution (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

Note 52 The figures of previous year have been regrouped / reclassified wherever necessary to compare with the current year's figures. Figures in brackets in the schedules and Notes pertain to previous year.

As per our report of even date
For MANEK & ASSOCIATES
Chartered Accountants
Firm Reg. No. 126679W

SHAILESH MANEK

SHAILESH MANEK
(Partner)
Membership No. 34925
Place : MUMBAI.
Date : 29.05.2024



For and on behalf of Board of Directors

JAYESH A MOTASHA
JAYESH A MOTASHA
Director
00054236

DEEPTI PAREKH
DEEPTI PAREKH
Company Secretary
ACS60978
Place : MUMBAI.
Date : 29.05.2024

AVANI PANDIT
AVANI PANDIT
Director
08386003

VIVEK D MOTASHA
VIVEK D MOTASHA
Chief Financial officer

ROYAL CUSHION VINYL PRODUCTS LIMITED

ANNUAL ACCOUNTS

2022-23



INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ROYAL CUSHION VINYL PRODUCTS LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

1. We have audited the standalone financial statements of **ROYAL CUSHION VINYL PRODUCTS LIMITED** ("the Company"), which comprise the Standalone Balance Sheet as at 31 March 2023, and the Standalone Statement of Profit and Loss (including other comprehensive income), Standalone Statement of Changes in Equity and Standalone Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ("Ind AS") specified u/s 133 of the Act, of the state of affairs (financial position) of the Company as at 31 March 2023, and its profit (financial performance including other comprehensive income, changes in equity), its cash flows and the changes in equity for the year ended on that date.

3. Basis of Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act 2013 (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made 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 audit opinion on the standalone financial statements.

Emphasis of Matter

1. We draw your attention to Note No.20 to the financial statement with respect to the Profit on Sale of Fixed Assets comprising of sale of Factory Land. Profit on sale of asset is Rs. 1876 lacs, grouped under the head other income.
2. We draw your attention to Note No. 14.1.(b) to the financial statement with respect to the payment of borrowing (Term Loan) with The Baroda City Co Operative bank Ltd. Accordingly interest Rs.73.05 lacs paid and principal of Rs. 32.68 lacs paid towards repayment of loan.



Key Audit Matters

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

We have determined the matters described below to be the key audit matters to be communicated in our report.

Information Other than the Financial Statements and Auditor's Report Thereon

5. The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including annexure to Board's Report, but does not include the Financial Statements and our auditor's report thereon.

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

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with the Governance for the Financial Statements

6. The Company's Board of Directors is responsible for the matter stated in Section 134(5) of the Companies Act, 2013 with respect to preparation and presentation of these Financial Statements in terms of the requirements of the Act that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and statement of changes in equity of the Group including its associates in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Board of Directors of the companies included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and of its associates 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view



and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Financial Statements by the Directors of the Company, as aforesaid.

In preparing the financial statements, the Board of Directors are 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 the Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors of the are also responsible for overseeing the 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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

8. Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of 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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 standalone 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.

- Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone 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 finding, 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 requirement regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditor's Report) Order, 2020, issued by the Central Government of India in term 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 the paragraphs 3 and 4 of the Order, to the extent applicable.

(A) 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 appears from our examination of those books.
- c) The Balance Sheet, the Profit and Loss, and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.

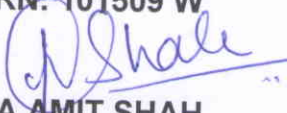


- e) On the basis of written representations received from the directors as on 31 March, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2023, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy 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".
- g) With respect to other matter to be included in the Auditor's Report in accordance with the requirement of section 197(16) of the Act, as amended in our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.
- h) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company has disclosed the impact of pending litigations on its financial position in the standalone financial statements; Refer Note 32 to financial statements;
 - ii. the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
 - iii. there were no amount which were required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31st 2023;
 - iv.
 - i. The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed fund or share premium or any other sources of 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 land 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 ultimate beneficiaries;
 - ii. The management has represented that, to the best of its knowledge and belief, that 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 land 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 ultimate beneficiaries; and



- iii. Based on such audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representation under sub-clause (i) and (ii) of the Rule 11(e) contained any material mis-statement.
- v. There is no dividend declared or paid during the year by the Company and hence provision of section 123 of the Companies Act, 2013 are not applicable.

For, BIPIN & CO.
CHARTERED ACCOUNTANTS
FRN: 101509 W


CA AMIT SHAH
PARTNER
M. No.: 126337
PLACE: VADODARA
DATE: 29/05/2023
UIDN: 23126337BGSPH2152



Annexure “B” to the Independent Auditors’ Report

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 **ROYAL CUSHION VINYL PRODUCTS LIMITED** (“the Company”) as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management and the Board of Directors are 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 control over the financial reporting issued by the Institute of Chartered Accountants of India . These responsibilities include the design, implementation and maintenance of adequate internal financial controls with reference to financial statements of the company that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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 (hereinafter referred to as “the Act”).

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls with reference to standalone financial statements 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, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 with reference to standalone financial statements of the company were established and maintained and if such controls operated effectively in all material respects;

Our audit involves performing procedures to obtain audit evidence about the internal financial controls with reference to financial statements of the company and their operating effectiveness. Our audit of internal financial controls over the 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 Auditors’ judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error;

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



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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, to the best of our information and according to explanation given to us, the Company has, in all material respects, an internal financial controls with reference to standalone financial statements of the company and such internal financial controls over financial reporting were operating effectively as at 31 March 2023, based on the internal financial controls over the 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 (the "Guidance Note").

For, BIPIN & CO.
CHARTERED ACCOUNTANTS
FRN: 101509 W

CA AMIT SHAH
PARTNER
M. No.: 126337
PLACE: VADODARA
DATE: 29/05/2023



ANNEXURE "A" TO THE AUDITORS' REPORT

Annexure "A" to the our Independent Auditor's Report to the members of Royal Cushion Vinyl Products Limited, on the standalone financial statements for the year ended March 31st 2023.

To the best of our information and according to the explanations provided to us be the company and the books of account and records examined by us in the normal course of audit, we state that:

Annexure A

1(a)(A)	The Company has maintained proper records showing full particulars including quantitative details and situation of the property, plant and equipments;
1(a)(B)	The Company has maintained proper records showing full particulars of Intangible Assets;
1(b)	The company has a phased programme of physical verification of its Property, plant and equipments so as to cover all assets once in three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets. In accordance with this program, certain Property, plant and equipments were verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification;
1(c)	Based on our verification of the documents provided to us and according to the information and explanations given by the Management, the title deeds of all the immovable properties as disclosed in the financial statements, are held in the name of the Company as at the Balance Sheet date;
1(d)	According to information and explanations given to us, the company has not revalued its Property, Plant and Equipment and intangible assets during the year;
1(e)	As disclosed in note no. 48 to the accounts and as verified by us, no proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made there under;
2(a)	As per the information and explanations given to us, the inventories held by the company have been physically verified by the management. In our opinion, having regard to the nature and location of stocks, the frequency of the physical verification is reasonable and no discrepancies of 10% or more in aggregate for each class of inventory were noticed on physical verification;
2(b)	Based on our verification of the documents provided to us and according to the information and explanations given by the Management, the working capital limits sanctioned to the Company from banks or financial institutions does not exceed Rs. 5 crore and hence the requirements of paragraph 3(ii)(b) of the Companies (Auditor's Report) Order, 2020 ("the Order") are not applicable to the Company.



3	<p>The Company has made investments in mutual funds and granted unsecured loans to other parties, during the year, in respect of which</p> <p>(a) The Company has provided unsecured loan to its employees during the year and details of which are as follow;</p> <table><tr><td>Unsecured loans</td><td>Aggregate amount granted/Provided during the year</td><td>Balance outstanding as at balance sheet date in respect of loans:</td></tr><tr><td>- Employees</td><td>Rs. 16.78 lacs</td><td>Rs. 4.37 lacs</td></tr></table> <p>(b) In our opinion, the terms and conditions of the grant of loans are prima facie, not prejudicial to the Company's interest;</p> <p>(c) The repayment of principal and payment of interest is been stipulated and the same are regular;</p> <p>(d) In respect of the aforesaid loan, there is no amount which is overdue for more than ninety days;</p> <p>(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties;</p> <p>(f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable;</p> <p>Other than that mentioned above, the company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnership or any other parties;</p>	Unsecured loans	Aggregate amount granted/Provided during the year	Balance outstanding as at balance sheet date in respect of loans:	- Employees	Rs. 16.78 lacs	Rs. 4.37 lacs
Unsecured loans	Aggregate amount granted/Provided during the year	Balance outstanding as at balance sheet date in respect of loans:					
- Employees	Rs. 16.78 lacs	Rs. 4.37 lacs					
4	<p>Based on our verification of the documents provided to us and according to the information and explanations given by the Management, in respect of loans, investments, guarantees, and security, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013;</p>						
5	<p>The company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Act and other relevant provisions of the Act and rules made there under;</p>						
6	<p>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 sub-section (1) of Section 148 of the Act in respect of Company's products and services and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.</p>						



7(a)	<p>In our opinion, the company is generally regular in depositing undisputed statutory dues including Goods and Service tax , provident fund, employee state insurance, income-tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues as applicable to the appropriate authorities. There were no undisputed amounts payable with respect to above statutory dues in arrears as at March 31, 2023 for a period of six months from the date they became payable, except below;</p> <table><tr><th>NAME OF THE STATUTE</th><th>NATURE OF THE DUE</th><th>AMOUNT(In lacs)</th></tr><tr><td>Custom Act</td><td>Custom Duty</td><td>5683.95</td></tr></table>	NAME OF THE STATUTE	NATURE OF THE DUE	AMOUNT(In lacs)	Custom Act	Custom Duty	5683.95																								
NAME OF THE STATUTE	NATURE OF THE DUE	AMOUNT(In lacs)																													
Custom Act	Custom Duty	5683.95																													
7(b)	<p>According to the records of the company examined by us and information and explanations given by the management, there are statutory dues that has not been deposited on account of disputes;</p> <table><tr><th>Sr. No.</th><th>Nature of the Status</th><th>Nature of the due</th><th>Amount In lacs</th><th>Period to which the amount relate</th><th>Forum where dispute is Pending</th></tr><tr><td>1.</td><td>The Central Excise Act</td><td>Custom Duty</td><td>9.30</td><td>Various year</td><td>Commissioner Vadodara</td></tr><tr><td>2.</td><td>The FERA Act</td><td>Penalty</td><td>100.00</td><td>2002-03</td><td>Appellate Authority FERA New Delhi</td></tr><tr><td>3</td><td>The Income Tax Act</td><td>Penalty</td><td>46.62</td><td>Various years</td><td>Various Authorities</td></tr><tr><td>4</td><td>The Central Excise Act</td><td>Excise Duty</td><td>1.23</td><td>Various Year</td><td>Commissioner Vadodara</td></tr></table>	Sr. No.	Nature of the Status	Nature of the due	Amount In lacs	Period to which the amount relate	Forum where dispute is Pending	1.	The Central Excise Act	Custom Duty	9.30	Various year	Commissioner Vadodara	2.	The FERA Act	Penalty	100.00	2002-03	Appellate Authority FERA New Delhi	3	The Income Tax Act	Penalty	46.62	Various years	Various Authorities	4	The Central Excise Act	Excise Duty	1.23	Various Year	Commissioner Vadodara
Sr. No.	Nature of the Status	Nature of the due	Amount In lacs	Period to which the amount relate	Forum where dispute is Pending																										
1.	The Central Excise Act	Custom Duty	9.30	Various year	Commissioner Vadodara																										
2.	The FERA Act	Penalty	100.00	2002-03	Appellate Authority FERA New Delhi																										
3	The Income Tax Act	Penalty	46.62	Various years	Various Authorities																										
4	The Central Excise Act	Excise Duty	1.23	Various Year	Commissioner Vadodara																										
8	<p>As disclosed in note no. 47 to the accounts and as verified by us, there were no transactions which were not recorded in the books of account, have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961;</p>																														
9(a)	<p>The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender except ;</p> <table><tr><th>NAME OF BANKs/ INSTITUTIONs</th><th>AMOUNT</th></tr><tr><td>Finquest Financial Solution Private Limited.</td><td>23260.44 lacs</td></tr></table>	NAME OF BANKs/ INSTITUTIONs	AMOUNT	Finquest Financial Solution Private Limited.	23260.44 lacs																										
NAME OF BANKs/ INSTITUTIONs	AMOUNT																														
Finquest Financial Solution Private Limited.	23260.44 lacs																														
9(b)	<p>As disclosed in note no. 47 to the accounts and as verified by us, the company is not declared as wilful defaulter by any bank or financial institution or other lender;</p>																														
9(c)	<p>Based on the procedures performed by us and according to the information and explanations given by the Management, the term loans taken by the company were applied for the purpose for which the loans were obtained;</p>																														
9(d)	<p>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;</p>																														



9(e)	According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures
9(f)	According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, associates or joint ventures
10(a)	The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable;
10(b)	During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable;
11(a)	During the course of our examination of the books of account and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any incidence of fraud on or by the Company noticed or reported during the year, nor we have been informed of any such case by the management;
11(b)	No report under sub-section (12) of section 143 of the Companies Act 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.
11(c)	As represented to us by the management, there are no whistle blower complaints received by the company during the year.
12	The Company is not a nidhi company and hence the reporting under clause 3(xii) of the order is not applicable to the Company
13	In our opinion, all the transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards;
14(a)	The Company has as internal audit system commensurate with the size and nature of its business
14(b)	The internal audit reports of the Company issued till the date of Audit report, for the period under audit have been considered by us.
15	In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him and the provisions of section 192 of the Companies Act, 2013 are not applicable;
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. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable;
16(b)	There is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable;



17	The Company has not incurred any cash losses in the financial year and in the immediately preceding financial year;
18	There is no resignation of the statutory auditors during the year and accordingly the reporting under clause 3(xviii) is not applicable;
19	<p>Based on our examination of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, knowledge of the Board of Directors and management plans, there is no material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;</p> <p>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;</p>
20(a) & (b)	The provisions of Corporate Social Responsibility (CSR) are not applicable to the company therefore reporting under clause 20(a) and (b) is not applicable.
21	The Company is not required to prepare consolidated financial statements; therefore reporting under clause 3(xxi) of the Order is not applicable.

PLACE: Vadodara
DATE:29/05/2023



FOR BIPIN & CO.
Chartered Accountants
FRN. : 101509W

AMIT D SHAH (PARTNER)
MEMBERSHIP NO. : 126337

ROYAL CUSHION VINYL PRODUCTS LIMITED
Balance Sheet as at 31st March, 2023

(Amount in lacs)

Particulars	Note No.	As at 31st Mar, 2023	As at 31st March, 2022
ASSETS			
(1) Non-current assets			
(a) Property Plant and Equipment	3	1,086.18	1,193.92
(b) Right of use assets	3	159.28	58.74
(c) Investment Property	3	21.37	23.23
(d) Financial assets			-
(i) Investments	4	(6.43)	17.73
(ii) Other Financial Assets	5	95.28	95.49
Total Non Current assets		1,355.69	1,389.11
(2) Current Assets			
(a) Inventories	6	578.38	935.74
(b) Financial Assets		-	-
(i) Trade Receivables	7	153.58	344.72
(ii) Cash and Cash Equivalents	8	33.72	80.98
(iii) Bank Balances other than Cash and Cash Equivalents	9	15.57	20.40
(iv) Loans	10	4.37	9.81
(c) Other Current Assets	11	691.50	660.71
(d) Current Tax Assets		36.12	31.80
Total current assets		1,513.24	2,084.15
TOTAL ASSETS		2,868.92	3,473.26
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	12	1,206.72	1,206.72
(b) Other Equity	13	(41,565.64)	(41,576.18)
TOTAL EQUITY		(40,358.92)	(40,369.46)
Liabilities			
(1) Non-current Liabilities			
(a) Financial liabilities			
(i) Borrowings	14	32,229.47	30,213.08
(ii) Lease Liabilities		142.87	25.59
(b) Provisions	15	5,880.78	5,876.49
Total Non-current liabilities		38,253.11	36,115.17
(2) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	14	226.21	245.77
(ii) Lease Liabilities		34.40	49.66
(iii) Trade Payables	16		
- Due to Micro and Small Enterprises		183.48	586.70
- Other than Micro and Small Enterprises		3,655.44	5,519.83
(b) Other current liabilities	17	849.95	1,309.16
(c) Provisions	18	25.26	16.45
Total current liabilities		4,974.73	7,727.56
Total liabilities		43,227.84	43,842.73
TOTAL EQUITY AND LIABILITIES		2,868.92	3,473.26

The accompanying Notes are an integral part of the Financial Statements

1 to 48

As per our report of even date

For and on behalf of Board of Directors

For BIPIN & CO.
Chartered Accountants
Firm Reg. No. 101509W

AMIT SHAH
(Partner)
Membership No. 126337

Place : VADODARA
Date : 29/05/2023



MAHESH K. SHAH
Chairman & Managing Director
00054351

DEEPTI PAREKH
Company Secretary
ACS60978

Place : MUMBAI
Date : 29/05/2023

JAYESH A. MOTASHA
Director
00054236

VIVEK A. MOTASHA
Chief Financial officer

ROYAL CUSHION VINYL PRODUCTS LIMITED

Statement of Profit and Loss for the year ended 31st March, 2023

(Amount in lacs)

Particulars	Note No.	for the year ended 31st Mar,2023	for the year ended 31st March,2022
Revenue from Operations	19	5,209.25	6,896.87
Other Incomes	20	1,865.90	45.23
Total Income		7,075.14	6,942.11
Expenses			
Cost of Materials Consumed	21	4,364.63	6,215.99
Changes in Inventories of Finished Goods, Stock in Trade and Work in Progress	22	335.71	105.90
Employee Benefits Expense	23	544.10	546.92
Finance Costs	24	374.92	311.60
Depreciation and Amortization Expense	1	128.56	110.93
Other Expenses	25	1,307.79	1,198.59
Total Expenses		7,055.71	8,489.94
Profit/(Loss) before exceptional items and tax		19.44	(1,547.83)
Exceptional Items		-	6,261.24
Profit/(Loss) before tax		19.44	4,713.41
Tax Expense:			
(1) Current Tax		-	-
(2) Deferred tax		-	-
Profit/(loss) for the period from continuing operations		19.44	4,713.41
Profit/(loss) from discontinued operations			
Tax expense of discontinued operations		-	-
Profit/(loss) from discontinued operations (after tax)		-	-
Profit/(Loss) for the period after Tax		19.44	4,713.41
Other Comprehensive Income			
A Items that will not be reclassified to profit or loss			
(i) Remeasurement of defined benefit plans		(8.89)	(0.54)
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
Total other comprehensive income		(8.89)	(0.54)
Total Comprehensive Income for the period (Comprising Profit / (Loss) and Other Comprehensive Income for the period)		10.55	4,712.86
Earnings per equity share (for continuing operations):			
(1) Basic		0.16	39.06
(2) Diluted		0.16	39.06
The accompanying Notes are an integral part of the Financial Statements		1 to 48	

As per our report of even date

For and on behalf of Board of Directors

For BIPIN & CO.

Chartered Accountants

Firm Reg. No. 101509W

AMIT SHAH

(Partner)

Membership No. 126337

Place : VADODARA

Date : 29/05/2023



MAHESH K. SHAH

Chairman & Managing Director

00054351

DEEPTI PAREKH

Company Secretary

ACS60978

Place : MUMBAI

Date : 29/05/2023

JAYESH A. MOTASHA

Director

00054236

VIVEK . MOTASHA

Chief Financial officer

ROYAL CUSHION VINYL PRODUCTS LIMITED				
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2023				
(a) Equity share capital			(Amount in lacs)	
Balance at the beginning of the reporting period		Changes in the equity share capital during the year	Balance at the end of the reporting period	
Number of Shares	1,20,67,212			1,20,67,212
Value of Shares	1,206.72			1,206.72

(b) Other equity					
Particulars	Reserve & Surplus				Total
	Capital reserves	Securities Premium	Investment Allowance Reserve	Retained Earnings	
Balance at the end of the reporting period i.e. 31.03.2021	6.49	7,232.25	45.34	(53,573.13)	(46,289.05)
Profit / (Loss) for the period	-	-	-	4,713.41	4,713.41
Other Comprehensive Income / (Loss) *	-	-	-	(0.54)	(0.54)
Total Other comprehensive income for the year	-	-	-	4,712.86	4,712.86
Addition/(deletion) during the year					
Balance at the end of the reporting period i.e. 31.03.2022	6.49	7,232.25	45.34	(48,860.27)	(41,576.18)
Profit / (Loss) for the period	-	-	-	19.44	19.44
Other Comprehensive Income / (Loss) *	-	-	-	(8.89)	(8.89)
Total Other comprehensive income for the year	-	-	-	10.55	10.55
Addition/(deletion) during the year					
Balance at the end of the reporting period i.e. 31.03.2023	6.49	7,232.25	45.34	(48,849.72)	(41,565.64)

* Represents remeasurements of defined benefit plans

CASH FLOW STATEMENT

(Amount in lacs)

Particulars	Year ended 31.03.2023 (Audited)	Year ended 31.03.2022 (Audited)
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Tax	19.44	4,713.41
Adjustment for:		
Depreciation	128.56	110.93
Finance Cost	374.92	311.60
Remeasurements of the defined benefit plans A/c	(8.89)	(0.54)
Interest Received	1.23	(5.18)
(-) Profit/Loss on Sale of fixed assets	(1,858.41)	(26.82)
Income Tax Refund	-	-
Lease Rent received	(3.79)	(13.23)
Share of (Profit) loss from Partnership firm	(1.88)	-
Unclaimed Liabilities / Balance Written Back	-	-
Operating profit before working capital changes	(1,368.26)	(6,261.24)
Adjustment for:	(1,348.83)	(1,171.07)
A-1 (Increase)/Decrease in Inventories	357.36	225.36
(Increase)/Decrease in trade & other receivables	191.14	(71.96)
(Increase)/Decrease in loans & advances	(29.46)	(141.17)
Increase/(Decrease) in trade payables	(2,267.61)	545.31
Increase/(Decrease) in other current liabilities	(459.21)	463.25
Increase/(Decrease) in provisions	13.09	12.62
Net Cash from operating activities	(3,543.52)	(137.66)
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(148.61)	(117.35)
Sale of fixed assets	1,887.51	118.17
Sale/Revaluation of Investments	24.17	0.00
Interest Received	(1.23)	5.18
Lease Rent received	3.79	13.23
Net Cash Used for Investing Activities	1,767.52	19.23
C) CASH FLOW FROM FINANCING ACTIVITIES		
Borrowing	2,098.84	446.39
Lease rental paid	(11.20)	(42.18)
(Increase)/decrease in Fixed deposit	4.83	(0.36)
Interest paid	(363.72)	(269.42)
Net Cash Used from Financing Activities	1,728.75	134.44
Net Increase in cash and cash collection (A+B+C)	(47.26)	16.01
Cash & Cash Equivalents at the beginning of the year	80.98	64.97
Cash & Cash Equivalents at the end of the year	33.72	80.98

Cash and Cash Equivalents shall comprise of:-

Particulars	Amount in ₹	Amount in ₹
a. Balances with banks	33.10	80.59
b. Cash on hand	0.62	0.39
Total	33.72	80.98

The above Cash flow statement has been prepared under the indirect method as set out in the Accounting Standard 7 "Standard of Cash Flow"
The accompanying notes are an integral part of the Ind AS Financial statements

As per our report of even date.

For and on behalf of Board of Directors

For BIPIN & CO.
Chartered Accountants
Firm Reg. No. 101509W

AMIT SHAH
(Partner)
Membership No. 126337

Place : MADODARA
Date : 29/05/2023



MAHESH K SHAH
Chairman & Managing Director
00054351

DEEPTI PAREKH
Company Secretary
ACS60978

Place : MUMBAI
Date : 29/05/2023

JAYESH A. MOTASHA
Director
00054236

VIVEK, MOTASHA
Chief Financial officer

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

1. CORPORATE INFORMATION:

Royal Cushion Vinyl Products Ltd. (RCVP), CIN L24110MH1983PLC031395, having registered office at 60 Cd Shlok, Govt Industrial Estate, Charkop, Kandivali (West), Mumbai and plant at Plot no. 55, Village Garadhia, Dist Vadodara, Gujarat. The Company's Equity shares are listed in BSE Ltd. The Company is engaged in manufacturing of Vinyl Flooring, PVC Sheeting and Artificial Leather cloth for commercial, residential, Transport and contract range as per the industries need and under the brand name "Royal House."

2. SIGNIFICANT ACCOUNTING POLICIES TO FINANCIAL STATEMENTS:

2.1 Basis for preparation of financial accounting

(i) Statement of Compliance

The financial statement of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) notified pursuant to Section 133 of the Companies Act, 2013 ('the Act'), read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act together with the comparative period data.

(ii) Historical cost conversion

The Financial Statements have been prepared on historical cost conventions basis, except for the following:

- Certain financial instruments that are measured at fair value at the end of each reporting period;
- Defined benefit plans – plan assets measured at fair value.

(iii) Current and Non-Current classification

Based on the nature of activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as twelve months for the purpose of classifications of its assets and liabilities as current and non-current.

2.2 Use of estimates and assumptions

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of circumstances surrounding the estimates. Changes in estimates are reflected in the financial statement in the period in which changes are made and if material, their effects are disclosed in the notes to the financial statement

The company has consistently applied following accounting policies to all the period presented in these financial statements.

a) Property, plant and equipment

For transition to Ind AS, the Company has elected to continue with the carrying value of all of its tangible assets recognized as of April 1, 2016 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost of the transition date.

Free hold land is carried at cost and all other items of Property, Plant and Equipment are recorded at their cost of acquisition, net of taxes, less accumulated depreciation and impairment losses, if any. The cost thereof comprises of its purchase price, including import duties and other non-refundable taxes or

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

levies and any directly attributable cost for bringing the asset to its working condition for its intended use.

Borrowing costs on Property, Plant and Equipment's are capitalised when the relevant recognition criteria specified in Ind AS 23 Borrowing Costs is met.

Significant spares which have a usage period in excess of one year are also considered as part of Property, Plant and Equipment and are depreciated over their useful life.

Decommissioning costs, if any, on Property, Plant and Equipment are estimated at their present value and capitalised as part of such assets.

An item of property, plant and equipment and any significant part initially recognised is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognized.

The residual values and useful lives of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Subsequent cost is included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset, is derecognized when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

Depreciation:

The Company depreciated its property, plant and equipment over the useful life in the manner prescribed in Schedule II of the Companies Act 2013 for the proportionate period of use during the year. The depreciation on assets is provided on the straight-line method considering the useful life and residual value of respective asset. The residual values are not more than 5% of the original cost of the asset. Depreciation on assets purchased /installed during the year is calculated on a pro-rata basis from the date of such purchase /installation.

The useful life considered for calculation of depreciation for various asset class are as follows:

Particulars	Useful Life
Building (Factory)	30
Building (Residential)	30
Building (Fences, Wells, etc)	30
Plant and Machinery	15
Electrical Installations	15
Laboratory Equipment	15
Furniture	10
Office equipment	5
Vehicles - Four Wheeler	8

b) Intangibles

Intangible assets that are acquired by the Company and that have finite useful lives are measured at cost less accumulated amortization and accumulated impairment losses, if any. Subsequent expenditures are capitalised only when they increase the future economic benefits embodied in the specific asset to which they relate.

De-recognition of intangible assets

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

Intangible assets are de-recognised either on their disposal or where no future economic benefits are expected from their use. Gain or loss arising on such de-recognition is recognised in profit or loss and are measured as the difference between the net disposal proceeds, if any, and the carrying amount of respective intangible assets as on the date of de-recognition.

c) Inventories

Raw Material are valued at lower of moving weighted average cost and net realizable value.

Finished goods are valued at lower of cost or net realizable value.

The cost of work in progress and finished goods comprises direct material, direct labour, other direct cost and related production overheads.

Stores and spares, parts and components are valued at cost.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

d) Impairment of non-financial assets

Assets subject to amortization are tested for impairment provided that an event or change in circumstances indicates that their carrying amount might not be recoverable. These are treated as impaired when the carrying cost thereof exceeds its recoverable value. Recoverable value is higher of the asset's net selling price or value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Net selling price is the amount receivable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the cost of disposal. An impairment loss is charged for when an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

e) Revenue Recognition

Revenue from contracts with customers is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts and taxes, revenue from sale of goods is recognized on transfer of significant risk and rewards of ownership of products to the customers, which is generally on dispatch of goods.

Revenue from job charges is recognized on completion of job work.

Contract balances

Contract assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due a contract asset is recognized for the earned consideration that is conditional.

Trade receivables

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

A receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognized when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognized as revenue when the Company performs under the contract

Dividend

Dividend income is recognised when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

Interest income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

e) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of noncash 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.

f) Leases

The Company evaluates each contract or arrangement, whether it qualifies as lease as defined under Ind AS 116.

The Company as a lessee

The Company enters into an arrangement for lease of land, buildings, plant and machinery including computer equipment and vehicles. Such arrangements are generally for a fixed period but may have extension or termination options. The Company assesses, whether the contract is, or contains, a lease, at its inception. A contract is, or contains, a lease if the contract conveys the right to –

- a) control the use of an identified asset,
- b) obtain substantially all the economic benefits from use of the identified asset, and
- c) direct the use of the identified asset

The Company determines the lease term as the non-cancellable period of a lease, together with periods covered by an option to extend the lease, where the Company is reasonably certain to exercise that option.

The Company at the commencement of the lease contract recognizes a Right-of-Use (RoU) asset at cost and corresponding lease liability, except for leases with term of less than twelve months (short term leases) and low-value assets. For these short term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the lease term.

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

The cost of the right-of-use asset comprises the amount of the initial measurement of the lease liability, any lease payments made at or before the inception date of the lease, plus any initial direct costs, less any lease incentives received. Subsequently, the right-of-use assets are measured at cost less any accumulated depreciation and accumulated impairment losses, if any. The right-of-use assets are depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful life of right-of-use assets are determined on the same basis as those of property, plant and equipment.

The Company applies Ind AS 36 to determine whether an RoU asset is impaired and accounts for any identified impairment loss as described in the impairment of non-financial assets below.

For lease liabilities at the commencement of the lease, the Company measures the lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined, if that rate is not readily determined, the lease payments are discounted using the incremental borrowing rate that the Company would have to pay to borrow funds, including the consideration of factors such as the nature of the asset and location, collateral, market terms and conditions, as applicable in a similar economic environment.

After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

The Company recognizes the amount of the re-measurement of lease liability as an adjustment to the right-of-use assets. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognizes any remaining amount of the re-measurement in statement of profit and loss.

Lease liability payments are classified as cash used in financing activities in the statement of cash flows.

Company as a lessor-

Leases under which the Company is a lessor are classified as finance or operating leases. Lease contracts where all the risks and rewards are substantially transferred to the lessee, the lease contracts are classified as finance leases. All other leases are classified as operating leases. For leases under which the Company is an intermediate lessor, the Company accounts for the head-lease and the sub-lease as two separate contracts. The sub-lease is further classified either as a finance lease or an operating lease by reference to the RoU asset arising from the head-lease.

g) Foreign Currency Transactions

On initial recognition, transactions in currencies other than the Company's functional currency (foreign currencies) are translated at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate at that date. Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous period are recognised in profit or loss in the period in which they arise.

Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

h) Taxation

Current Income Taxes:

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the company and its subsidiaries and associates operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred Tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the standalone financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized, or the deferred income tax liability is settled. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

MAT Credit:

Minimum Alternate Tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognizes MAT credit available as a deferred tax asset only to the extent that there is reasonable certainty that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. The MAT credit to the extent there is reasonable certainty that the Company will utilize the credit is recognised in the Statement of profit and loss and corresponding debit is done to the Deferred Tax Asset as unused tax credit.

i) Employee Benefits

Short term employee benefits:

Employee benefits payable wholly within twelve months of rendering the service the service is classified as short-term employee benefits and are recognized in the period in which the employee renders the related service.

Post-Employment benefits:

Defined benefit plans: All employees are covered under Employees' Gratuity Scheme., the liability is determined based on actuarial valuation using the Projected Unit Cost Method. Re-measurement of the net defined benefit liability, which comprise actuarial gains/losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest) are recognized in Other Comprehensive Income. Net interest expense and other expenses related to defined benefit plans are recognized in the Statement of Profit and Loss.

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

Defined contribution plans: All employees are covered under contributory provident fund benefit of a contribution of 12% of basic salary. Contributions to defined contribution scheme is charges to the Statement of Profit and Loss of the year, on due basis. There are no obligations other than the contributions payable to the respective funds.

Long-term employee benefits: Provision for long-term employee benefits comprise of compensated absences. There are measured on the basis of year-end actuarial valuation in line with the Company's rules for compensated absences. Re-measurement gains or losses are recognized in profit or loss in the period in which they arise.

j) **Borrowing Costs**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are considered as a part of cost of such assets less interest earned on the temporary investment. A qualifying asset is one that necessarily takes substantial period of time to get ready for the intended use. All other borrowing costs are charged to Statement of Profit & Loss in the year in which they are incurred.

k) **Provisions and contingent liabilities**

Provisions

The Company recognizes a provision when: it has a present legal or constructive obligation as a result of past events; it is likely that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognized for future operating losses. Provisions are reviewed at each balance sheet and adjusted to reflect the current best estimates.

Contingent Liability and Contingent Assets

A contingent liability recognised in a business combination is initially measured at its fair value. Subsequently, it is measured at the higher of the amount that would be recognised in accordance with the requirements for provisions above or the amount initially recognised less, when appropriate, cumulative amortization recognised in accordance with the requirements for revenue recognition.

A contingent asset is not recognised unless it becomes virtually certain that an inflow of economic benefits will arise. When an inflow of economic benefits is probable, contingent assets are disclosed in the financial statements. Contingent liabilities and contingent assets are reviewed at each balance sheet date.

Onerous Contract

A provision for onerous contracts is measured at the present value of the lower expected costs of terminating the contract and the expected cost of continuing with the contract. Before a provision is established, the Company recognizes impairment on the assets with the contract.

l) **Earnings Per Share (EPS)**

Basic earnings per Share is computed by dividing the net profit or loss for the year attributable to equity share holders, by the weighted average number of equity share outstanding during the period.

Diluted earning per share is computed by dividing the net profit or loss for the year attributable to equity shareholders, by the weighted number of equity and equivalent diluted equity shares outstanding during the year except where the results would be antidilutive.

m) **Government Grants**

The Company recognizes government grants only when there is reasonable assurance that the conditions attached to them will be complied with, and the grants will be received. When the grant

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed.

When the grant relates to an asset, it is recognised as deferred revenue in the balance sheet and transferred to profit or loss on a systematic basis over the expected useful life of the related asset.

n) Cash and cash equivalents

Cash and cash equivalents include cash at bank and deposit with banks having original maturity of not more than three months. Bank deposit with original maturity period of more than three months but less than twelve months are classified as other bank balances.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and fixed deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

o) Investments in the nature of equity in subsidiaries, joint venture and associates

The Company has elected to recognise its investments in equity instruments in subsidiaries, joint venture and associates at cost in the separate financial statements in accordance with the option available in Ind AS 27, 'Separate Financial Statements'.

p) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

Initial recognition and measurement-

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Financial assets are classified, at initial recognition, as financial assets measured at fair value or as financial

assets measured at amortized cost.

Subsequent measurement-

For purposes of subsequent measurement, financial assets are classified in Three categories:

- i. Financial assets measured at amortized cost
- ii. Financial assets measured at fair value through other comprehensive income (FVTOCI)
- iii. Financial assets measured at fair value through profit or loss (FVTPL)

i. A financial asset that meets the following two conditions is measured at amortized cost.

- Business Model test: The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Cash flow characteristics test: Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

ii. A financial asset that meets the following two conditions is measured at fair value through OCI:-

- Business Model test: The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- Cash flow characteristics test: The contractual terms of the instrument give rise on specified dates to cash flows that are SPPI on the principal amount outstanding.

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

iii. All other financial assets are measured at fair value through profit and loss.

Equity instruments

All equity instruments in scope of Ind AS 109 - [•] are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present subsequent changes in the fair value in OCI. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, including foreign exchange gain or loss and excluding dividends, are recognised in the OCI. There is no recycling of the amounts from OCI to profit or loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the profit or loss.

Derecognition-

A financial asset is primarily derecognized (i.e. removed from the Company's balance sheet) when:

- The contractual rights to receive cash flows from the asset have expired, or
- The Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in OCI and accumulated in equity is recognised in profit or loss if such gain or loss would have otherwise been recognised in profit or loss on disposal of that financial asset.

Impairment of financial assets-

In accordance with Ind AS 109, The company assesses impairment based on expected credit losses (ECL) model at an amount equal to: -

- 12 months expected credit losses, or
- Lifetime expected credit losses

depending upon whether there has been a significant increase in credit risk since initial recognition.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables or any contractual right to receive cash or another financial asset.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

Financial liabilities-

Initial recognition and measurement-

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

Subsequent measurement-

All financial liabilities are subsequently measured at amortized cost using the effective interest method or at FVTPL.

Financial liabilities at fair value through profit or loss-

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or is designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred principally for the purpose of repurchasing in the near term or on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking. This category also includes derivative entered into by the Company that are not designated and effective as hedging instruments in hedge relationships as defined by Ind AS 109. Gains or losses on liabilities held for trading are recognised in the profit or loss.

Derecognition-

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognised in profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognize amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

q) Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorized into level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The Company has consistently applied the following accounting policies to all periods presented in these financial statements.

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes to the Financial Statements for the year ended 31st March 2023

r) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker of the Company is responsible for allocating resources and assessing performance of the operating segments and accordingly is identified as the chief operating decision maker.

s) Recent pronouncements

On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. Key amendments relating to Division II which relate to companies whose financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

(i) Balance Sheet:

- Lease liabilities should be separately disclosed under the head 'financial liabilities', duly distinguished as current or non-current.
- Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- Specified format for disclosure of shareholding of promoters.
- Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- Specific disclosure under 'additional regulatory requirement' such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.

(ii) Statement of profit and loss:

- Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of consolidated financial statements.

The amendments are extensive, and the Company will evaluate the same to give effect to them as required by law.

03:PROPERTY, PLANT & EQUIPMENT

(Amount in lacs)

Particulars	Land	Buildings	Plant & Equipment	Furniture & Fittings	Office Equipments	Total	Capital Work In progress
As at March 31, 2021	36.27	539.73	1,202.00	10.49	44.51	1,833.01	52.62
Additions	54.58		60.97		1.81	117.35	
Disposals			(38.72)			(38.72)	(52.62)
As at March, 2022	90.85	539.73	1,224.25	10.49	46.32	1,911.63	
Additions			8.42		0.93	9.34	
Disposals	(25.46)		(52.79)			(79.25)	
As at March 31, 2023	64.39	539.73	1,179.87	10.49	47.24	1,841.72	-

Accumulated depreciation and Impairment

As at March 31, 2021		201.49	421.05	4.97	18.69	646.30	
Depreciation for the year		22.76	44.43	(0.00)	4.33	71.51	
Impairment						-	
Disposals						-	
As at March 31, 2022		224.24	465.49	4.97	23.02	717.82	
Depreciation for the year		22.99	56.60	0.75	7.63	87.98	
Impairment						-	
Disposals			(50.15)			(50.15)	
As at March 31, 2023		247.23	471.94	5.72	30.65	755.65	

Carrying amount

As at March 31, 2022	90.85	315.49	758.76	5.52	23.30	1,193.92	-
As at March 31, 2023	64.39	292.50	707.93	4.77	16.59	1,086.18	-

Investment Property

Particulars	Land	Building	Total
Cost			
As at March 31, 2021	0.47	33.87	34.33
Additions	-	-	-
Disposals	-	-	-
As at March, 2022	0.47	33.87	34.33
Additions	-	-	-
Disposals	-	-	-
As at March 31, 2023	0.47	33.87	34.33
Accumulated depreciation and Impairment			
As at March 31, 2021	-	9.24	9.24
Depreciation for the year	-	1.86	1.86
Impairment	-	-	-
Disposals	-	-	-
As at March, 2022	-	11.10	11.10
Depreciation for the year	-	1.86	1.86
Impairment	-	-	-
Disposals	-	-	-
As at March 31, 2023	-	12.96	12.96

Carrying amount

As at March 31, 2022	0.47	22.76	23.23
As at March 31, 2023	0.47	20.91	21.37

Right to Use Assets

(Amount in lacs)

Particulars	Building	Forklift	Lamination & Print Line	Total
Net carrying value as at March 31, 2021	32.77	63.54	-	96.30
Additions during the year				
Deletions during the year				
Less: Dep. expense during the year 2021-22	(16.38)	(21.18)	-	(37.56)
Net carrying value as at March 31, 2022	16.38	42.36	-	58.74
Additions during the year			139.27	139.27
Deletions during the year	-	-	-	-
Less: Dep. expense during the year 2022-23	(16.38)	(21.18)	(1.16)	(38.72)
Net carrying value as at March 31, 2023	-	21.18	138.11	159.28

04.INVESTMENT-NON-CURRENT

(Amount in lacs)

Particulars	Units	As at 31 st March, 2023	Units	As at 31 st March,2022
Long Term Investment (at cost)				
A Investment In Shares				
i) <u>Unquoted : (Non Trade) In Equity</u>				
<u>Investment in Shares of Subsidiary Company :</u>				
4,50,200 Shares (PY.4,50,200) In Euroroyal Floors Limited (U.K.) of STG pound 1 (one) each fully paid up.	4,50,200	259.31	4,50,200	259.31
Less : provision for diminution in value of investment	4,50,200	259.31	4,50,200	259.31
		-		-
30,000 (PY 30.000) equity shares in AB Corp Ltd of ₹ 10/- each fully paid up.	30,000	24.75	30,000	24.75
Less : Provision for Diminution in value of Investment	30,000	24.75	30,000	24.75
		-		-
7,500 (PY.7,500) shares in Baroda City Co-op Bank Ltd. of ₹ 10/- each fully paid up.	7,500	0.75	7,500	0.75
1,416 (PY.1,416)shares in Saraswat Co-op Bank Ltd. of ₹ 10/- each fully paid up.	1,416	0.21	1,416	0.21
B <u>Government Securities</u>				
National Saving Certificates		0.02		0.02
(Pledged with Government Authorities)				
C <u>Investment by way of capital in a partnership firm</u>				
Creative Investment		(7.41)		16.75
Total		(6.43)		17.73

Particulars	As at 31 st March,2023	As at 31 st March,2022
Aggregate amount of unquoted investments	285.02	285.02
Aggregate Provision for the diminution in Value of Investments	284.06	284.06

4.1) The Company has made an investment of ₹. 259.31 lacs (£ 450.200) In Euroroyal Floors Ltd.("ERF") wholly owned subsidiary In U.K.The subsidiary also owes ₹ 2333.76 lacs (Net of commission payable ₹ 106.19 lacs) towards supply of goods made to it. The principal customers of ERF in Russia did not honour the debts, Due to this ERF in turn, could not pay its creditors. The Company has been informed by the ex-local Directors of ERF that one of the creditors had filed a suit for winding-up of ERF pursuant to which the High Court of Justice of U.K.made a winding-up order dated 11th June,2001 against ERF and the official receiver has been appointed to liquidate the assets of ERF. Thereafter order dated 12/03/2002 was passed and ERF is dissolved Under the circumstances , the Management had provided for diminution in value of Investment made in ERF in the year 2000-01.As also, provision against the debt of ₹ 2333.76 lacs due from ERF had been made during the earlier year.

05. OTHER FINANCIAL ASSETS-CURRENT

Particulars	As at 31 st March, 2023	As at 31 st March,2022
Deposits	95.28	95.49
Total	95.28	95.49

06. INVENTORIES

Particulars	As at 31 st March, 2023	As at 31 st March,2022
Raw materials	119.53	128.34
Work-in-progress	154.99	455.85
Finished goods	187.81	222.66
Packing Materials	14.64	25.39
Consumable Stores	101.41	102.35
Fuel	-	1.15
Total	578.38	935.74

07. TRADE RECEIVABLES

Particulars	As at 31 st March, 2023	As at 31 st March,2022
Outstanding for a period exceeding six months from the date they are due for payment	30.53	178.83
Considered good	2,345.74	2,345.74
Considered Doubtful	2,376.27	2,524.57
Less : Provision for Doubtful Debts	2,345.74	2,345.74
	30.53	178.83
Others (Considered good)	123.05	165.80
Total	153.58	344.72

7.1) Trade Receivables ageing schedule as at 31st March, 2023

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables -considered good	123.05	7.57	2.84	0.76	19.36	153.58
(ii) Undisputed Trade receivables -considered doubtful	-	-	-	-	2,345.74	2,345.74
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-
(v) Allowance for doubtful trade receivables	-	-	-	-	(2,345.74)	(2,345.74)
Total	123.05	7.57	2.84	0.76	19.36	153.58

Trade Receivables ageing schedule as at 31st March, 2022

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables -considered good	165.89	158.09	1.02	0.63	19.09	344.72
(ii) Undisputed Trade receivables -considered doubtful	-	-	-	-	2,345.74	2,345.74
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-
(v) Allowance for doubtful trade receivables	-	-	-	-	(2,345.74)	(2,345.74)
Total	165.89	158.09	1.02	0.63	19.09	344.72

08. CASH AND CASH EQUIVALENTS

Particulars	As at 31st March, 2023	As at 31st March, 2022
a. Balances with banks	33.10	80.59
b. Cash on hand	0.62	0.39
Total	33.72	80.98

09. BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

Particulars	As at 31st March, 2023	As at 31st March, 2022
Fixed Deposit with banks	15.57	20.40
Total	15.57	20.40

Fixed deposit of ₹ 15.57 lacs (P.Y. ₹ 20.40 lacs) , held as security deposit against Bank Guarantee.

10. LOANS-CURRENT

Particulars	As at 31st March, 2023	As at 31st March, 2022
Advances to Employees	4.37	9.81
Total	4.37	9.81

11. OTHER CURRENT ASSETS

(Unsecured, considered good)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Prepaid Expenses	1.61	10.28
Advances to Suppliers	53.56	23.99
Balance with Government authorities	636.33	626.43
Total	691.50	660.71

12. SHARE CAPITAL

Particulars	As at 31st March, 2023	As at 31st March, 2022
Authorised : 30,000,000 (Previous year 30,000,000)		
Equity Shares of ₹ 10/- each	3,000.00	3,000.00
Issued, Subscribed & Paid up 1,20,67,212		
(Previous Year 1,20,67,212) Equity Shares of ₹ 10/- each fully paid up	1,206.72	1,206.72
Total	1,206.72	1,206.72

12.1) Rights of Equity Shareholders

The Company has only one class of equity share of ₹ 10/- per share, Each Share holder of equity shares is entitled to one vote per share.

12.2) Reconciliation of the Shares outstanding and amount of share capital.

Particulars	As at March 31, 2023		As at March 31, 2022	
	Numbers	₹	Numbers	₹
Shares outstanding at the beginning of the year	1,20,67,212	1,206.72	1,20,67,212	1,206.72
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	1,20,67,212	1,206.72	1,20,67,212	1,206.72

12.3) Details of Shareholders holding more than 5% shares.

	As at March 31, 2023		As at March 31, 2022	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
1 Bhaktavatsala Trading & Consultancy Services LLP	10,35,210	8.58	10,35,210	8.58
2 Sahishnu Trading & Consultancy Services LLP	7,09,340	5.88	7,09,340	5.88
3 Shreedaha Trading & Consultancy Services LLP	7,09,300	5.88	7,09,300	5.88
4 Sughosh Trading & Consultancy Services LLP	7,09,310	5.88	7,09,310	5.88
5 Trilokatma Trading & Consultancy Services LLP	10,35,210	8.58	10,35,210	8.58
6 Lapada (Mauritius) Limited	28,80,000	23.87	28,80,000	23.87

12.4) Shareholding of Promoters

Name of Promoter *	As at March 31, 2023		As at March 31, 2022	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
1 Bhaktavatsala Trading & Consultancy Services LLP	10,35,210	8.58	10,35,210	8.58
2 Trilokatma Trading & Consultancy Services LLP	10,35,210	8.58	10,35,210	8.58
3 Lokswami Trading & Consultancy Services LLP	4,03,150	3.34	4,03,150	3.34
4 Sahishnu Trading & Consultancy Services LLP	7,09,340	5.88	7,09,340	5.88
5 Sughosh Trading & Consultancy Services LLP	7,09,310	5.88	7,09,310	5.88
6 Shreedaha Trading & Consultancy Services LLP	7,09,300	5.88	7,09,300	5.88
7 Vishvamurti Trading & Consultancy Services Pvt Ltd	8,570	0.07	8,570	0.07
8 Trilokesh Trading & Consultancy Services Pvt Ltd	45,690	0.38	45,690	0.38
9 Sumukh Trading & Consultancy Services LLP	44,970	0.37	44,970	0.37
10 Anuradha Jayesh Jhaveri	28,000	0.23	28,000	0.23
11 Anuradha Arvind Motasha	1,000	0.01	1,000	0.01
12 Arvind Vadilal Motasha	16,903	0.14	16,903	0.14
13 Bhavana Mukesh Motasha	40,822	0.34	40,822	0.34
14 Deepak Amrutlal Motasha	27,001	0.22	27,001	0.22
15 Dipti Jayesh Motasha	1,051	0.01	1,051	0.01
16 Hansa Arvind Motasha	27,600	0.23	27,600	0.23
17 Jayesh A Motasha	26,800	0.22	26,800	0.22
18 Jayshree Mahesh Shah	400	0.00	400	0.00
19 Mahesh Kantilal Shah	39,450	0.33	39,450	0.33
20 Meena Vinod Shah	74,000	0.61	74,000	0.61
21 Mukesh Amrutlal Motasha	25,701	0.21	25,701	0.21
22 Sushilaben K Shah	18,550	0.15	18,550	0.15
23 Suvrat Mahesh Shah	13,600	0.11	13,600	0.11
24 Sweta Deepak Motasha	300	0.00	300	0.00
25 Varun Jayesh Motasha	19,800	0.16	19,800	0.16
26 Vinod Kantilal Shah	41,400	0.34	41,400	0.34
27 Lapada (Mauritius) Limited	28,80,000	23.87	28,80,000	23.87

* Details of Promoters are identified based on Information submitted with the BSE Ltd. as per SEBI (LODR) Regulations, 2015 (as amended) and the Annual Return filed in accordance with the provision of Section 92 of the Act.

13. OTHER EQUITY

Particulars	As at 31st March, 2023	As at 31st March, 2022
a. CAPITAL RESERVE		
Opening Balance	6.49	6.49
Addition	-	-
Deduction	-	-
Closing Balance	6.49	6.49
b. SECURITIES PREMIUM RESERVE		
Opening Balance	7,232.25	7,232.25
Addition	-	-
Deduction	-	-
Closing Balance	7,232.25	7,232.25

c. INVESTMENT ALLOWANCE RESERVE

Opening Balance	45.34	45.34
Addition	-	-
Deduction	-	-
Closing Balance	45.34	45.34

d. SURPLUS/DEFICIT IN THE STATEMENT OF PROFIT & LOSS

Opening Balance	(48,860.27)	(53,573.13)
Remeasurement of defined benefits plans	(8.89)	(0.54)
Profit for the year	19.44	4,713.41
Closing Balance	(48,849.72)	(48,860.27)
Total	(41,565.64)	(41,576.18)

Nature and Purpose of each reserve

a) Capital reserve - During amalgamation, the excess of net assets taken, over the consideration paid, if any, is treated as capital reserve.

b) Securities premium reserve - The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. In case of equity-settled share based payment transactions, the difference between fair value on grant date and nominal value of share is accounted as securities premium reserve. This reserve is utilised in accordance with the provisions of the Companies Act 2013.

c) Investment allowance reserve - Investment Allowance Reserve was created under the provisions of Income tax, when new machineries were purchased.

14. BORROWING

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Current	Non Current	Current	Non Current
Secured				
From Bank				32.68
Loans from Financial Institution		23,260.45		23,260.45
Loan from Others	226.21	1,630.45	245.77	1,840.01
Unsecured				
From Companies		3,448.65		1,729.49
From Directors		1,570.11		1,026.55
From Others		2,319.81		2,323.91
Total	226.21	32,229.46	245.77	30,213.08

14.1 (a) As in the past, in current year also, due to non-receipt of the statements / advices / balance confirmation certificates from the financial institutions / banks, book entries pertaining to banks and financial institutions, the balances could not be reconciled. Further, in absence of such details and information, the amount payable also could not be estimated or ascertained. Thus, bank balances and balances of such financial institutions as on 31.03.2023 are subject to adjustments, if any, to be carried out on receipt of the relevant statements / advices / balance confirmation certificates from banks/ financial institutions.

(b) The original lenders of the Company namely IDBI, Bank of India, Oriental Bank of Commerce and EXIM Bank had assigned their dues to Asset Reconstruction Company of India Limited ('ARCIL') in the year 2006-07 and thereafter ARCIL assigned its rights in dues of the Company to SICOM Limited in the year 2011-12. During the financial year 2017-18, SICOM Limited assigned its rights in the dues outstanding from the Company to Finquest Financial Solutions Private Limited ('Finquest'). Similarly, during the financial year 2017-18, Saraswat Co-op Bank Ltd. assigned its rights in the dues outstanding from the Company to Finquest. Therefore, the outstanding loan balance of all these original lenders have been presented to the credit of Finquest. The Company has not provided interest on loan outstanding to the credit of Finquest. Had the Company provided interest as per practice followed in earlier years, loss would have been higher by ₹1291.31 lacs (P.Y. ₹ 1296.87 lacs). During the year Company had done one time settlement with Baroda City Co-op Bank and outstanding due of Principal ₹ 32.68 lacs and Interest ₹ 73.05 lacs paid during the year.

(c) The Directors/Promoters of the Company along with their family members and group companies/associates have arranged loans from Deutsch Bank (DB) and Capital First Limited(Now merged with IDFC Bank Ltd) (IDFC), by giving their personal property as collateral security. These loans are released by DB and IDFC to Natroyal Industries Private Limited ('NIPL'). Pursuant to the arrangement / understanding between NIPL, Directors/Promoters, associates and the Company, the said loan amount were transferred by NIPL to the Company and the Company has treated the same as Loan from NIPL. The installments including interest is paid on the said Loan by the Company. The principal loan repayment amount is debited to NIPL Loan Account and interest thereon is debited to interest account in the Company's Books of Accounts. The loan outstanding as on 31.03.2023 for DB is ₹ 916.99 lacs and IDFC is ₹ 939.68 lacs.

15. PROVISION - NON-CURRENT

Particulars	As at 31st March,2023	As at 31st March,2022
Provision for Employee Benefits	172.98	169.65
Provision for Gratuity	23.85	22.89
Provision for Leave Benefits	5,663.95	5,683.95
Provision for Customs duty including interest		
Total	5,860.78	5,876.49

15.1) Under the Duty Exemption Scheme of Advance License (as well as similar other license scheme) pursuant to Import & Export Policy of Government of India,duty free Imports of raw materials are permitted and they are required to be used in manufacturing of goods for export,as well as, export of goods has to be effected within the time allowed, in terms of the scheme. The Company has availed of such licenses from time to time. In the past, it had fulfilled its export obligations. The Company had imported duty free raw material under certain licenses, however it could not effect export within the time allowed due to circumstances beyond the control of the Company. The Company has evaluated its obligations under the scheme and it has been advised that in view of non fulfillment of export obligations, the authorities can recover the import duty and mandatory interest thereon. From 01.04.2014 the Company has stopped providing interest on custom duty liability. Had the company provided interest as per practice followed in earlier years loss would have been higher by ₹ 278.66 lacs and reserve and surplus would have been lower to that extent during the year.

15.2) BIFR's Order dated 11/06/2015 includes various reliefs from DFGT such as extension of Export Obligation Period, Waiver of Penalties and also refund from Customs against Advance Licenses and EPCG Licenses once the export obligation is extended and completed. The company has already got extension of export obligation for various Licenses and is in the process of getting extension of Export Obligation of Advance Licenses and EPCG Licenses. In the year 2000, 2001 and 2006, the Customs Dept. has encashed Bank Guarantees provided by Union Bank of India and Global Trust Bank. The total amount of these Guarantees is ₹ 4.35 Crores. The company is in the process of consolidating all the documents and will file the claim with Customs Dept. for refund of the Bank Guarantees amount etc. As the application is yet to be filed, this amount is not shown as "Receivable" in the Balance Sheet.

16. TRADE PAYABLES

Particulars	As at 31st March,2023	As at 31st March,2022
Micro & Small Enterprises (Ref Note No.37)	183.48	566.70
Others	3,655.44	5,519.83
Total	3,838.92	6,106.53

16.1) Trade Payables ageing schedule: As at 31st March,2023

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	120.16	35.43	6.03	21.86	183.48
(ii) Others	1,525.70	1,443.93	347.83	329.02	3,646.48
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	8.96	8.96
Total	1,645.86	1,479.36	353.86	359.84	3,838.92

Trade Payables ageing schedule: As at 31st March,2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	401.67	11.21	1.32	172.51	566.70
(ii) Others	1,202.80	3,773.19	4.81	530.26	5,510.87
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	8.96	8.96
Total	1,604.47	3,784.40	5.93	711.73	6,106.53

17. OTHER CURRENT LIABILITIES

Particulars	As at 31st March,2023	As at 31st March,2022
(a) Advance from Customers	532.19	1,141.88
(b) Statutory Liabilities	48.29	57.48
(c) Other Liabilities (Advance received for sale of land)	269.47	110.00
Total	849.95	1,309.16

18. PROVISIONS - CURRENT

Particulars	As at 31st March,2023	As at 31st March,2022
(a) Provision for Gratuity	16.92	11.66
(b) Provision for Leave Benefits	8.34	4.79
Total	25.26	16.45

Particulars	for the year ended 31st March, 2023	for the year ended 31st March, 2022
19. REVENUE FROM OPERATION		
Sales of Products and Services	5,158.95	6,807.55
	5,158.95	6,807.55
Other Operating Revenue		
Sale of Scrap	50.30	89.32
	50.30	89.32
Total	5,209.25	6,896.87

Particulars	for the year ended 31st March, 2023	for the year ended 31st March, 2022
DETAILS OF TURNOVER :		
PVC Floor Covering	4,494.28	6,263.16
PVC Leather cloth	664.66	544.39
Total	5,158.95	6,807.55

20. OTHER INCOMES

Interest	1.23	5.18
Income Tax Refund	0.58	-
Lease Rent	3.79	13.23
Profit on sale of Fixed assets (Net of brokerage)	1,858.41	26.83
Share of profit from Partnership firm	1.88	-
Total	1,865.89	45.24

21. COST OF MATERIAL CONSUMED

Opening Stock	128.34	259.29
Purchases	4,355.81	6,085.04
	4,484.15	6,344.33
Less: Closing Stock	119.53	128.34
Total	4,364.63	6,215.99

21.1) Value of Consumption of directly imported and Indigenously obtained Raw material & the percentage of each to the total.

RAW MATERIAL CONSUMED	2022-23		2021-22	
	Amount	%	Amount	%
Imported	447.39	10.25	497.61	8.01
Indigenous	3,917.24	89.75	5,718.38	91.99
Total	4,364.63	100.00	6,215.99	100.00

RAW MATERIAL CONSUMED	Amount	%	Amount	%
PVC Resin	1,818.71	41.67	3,208.45	51.62
Plasticizers	714.70	16.37	1,366.62	21.99
Others	1,831.21	41.96	1,640.93	26.40
Total	4,364.63	100.00	6,215.99	100.00

22. CHANGES IN INVENTORIES OF FINISHED GOODS

Work-In-Progress		
Opening Stock		
Finished Goods	222.66	380.60
Work-in-process	455.85	403.80
	678.51	784.41
Less: Closing Stock		
Finished Goods	187.81	222.66
Work-in-process	154.99	455.85
	342.81	678.51
Total	335.71	105.90

22.1) DETAILS OF INVENTORY OF FINISHED GOODS	Amount	Amount
PVC Floor Covering	187.81	222.66
Total	187.81	222.66

ROYAL CUSHION VINYL PRODUCTS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

(Amount in lacs)

Particulars	for the year ended 31st March, 2023	for the year ended 31st March, 2022
23. EMPLOYEES BENEFITS EXPENSE		
Salaries	482.37	483.61
Contribution to Provident Fund and Other Funds	31.19	32.24
Gratuity	21.12	19.67
Staff Welfare	9.42	11.40
Total	544.10	546.92
24. FINANCE COSTS		
Interest on long term borrowings	364.84	300.50
Interest on Lease Liabilities	6.02	8.94
Bank Charges	4.07	2.17
Total	374.92	311.60
25. OTHER EXPENSES		
Consumption of stores and spares	46.12	81.01
Consumption of packing material	166.09	189.41
Power and fuel	695.62	621.28
Lease Rent	67.59	4.67
Rates and taxes	2.95	1.12
Insurance	10.07	10.68
Electricity Charges	8.14	7.82
Repairs and maintenance		
- Plant and machinery	44.31	29.92
- Buildings	2.59	0.11
- Others	0.52	0.62
Design & Development	5.55	7.88
Machine Operating Charges	15.55	44.36
Services and maintenance	61.17	35.13
Advertising and sales promotion	0.77	1.34
Travelling and conveyance	5.54	1.80
Telephone Expense	2.10	2.40
Vehicle Expense	35.41	30.22
Legal and professional fees	83.10	52.90
Payment to auditor		
- Audit fees	2.27	2.27
- Tax Audit fees	0.30	0.30
- Taxation Matter	-	-
- Certification Work	0.45	0.45
Freight and forwarding charges Outward	0.25	2.13
Miscellaneous expenses	51.35	70.77
Total	1,307.79	1,198.59

Note 26 - Categories of Financial Instruments and Fair Value Hierarchy

(Amount in lacs)

	As at 31-03-2023			
	Amount	Level 1	Level 2	Level 3
<u>Financial Assets</u>				
<u>Classified as Fair value through Profit & Loss</u>				
Investments :-				
In Equity Instruments (Unquoted)	0.96	-	-	0.96
<u>Classified as Amortised Cost</u>				
Investment in Partnership firms	-7.41	-	-	-
Govt. Securities	0.02	-	-	-
Trade Receivables	153.58	-	-	-
Loans	4.37	-	-	-
Cash and cash equivalents	33.72	-	-	-
Bank Balances other than Cash and Cash Equivalents	15.57	-	-	-
Security Deposit	95.28	-	-	-
Total Financial Assets	296.09	-	-	0.96
<u>Financial Liabilities</u>				
<u>Classified as Amortised Cost</u>				
Borrowings	32,455.68	-	-	-
Lease Liabilities	177.27	-	-	-
Trade payables	3,838.92	-	-	-
Total Financial liabilities	36,471.86	-	-	-

	As at 31-03-2022			
	Amount	Level 1	Level 2	Level 3
<u>Financial Assets</u>				
<u>Classified as Fair value through Profit & Loss</u>				
Investments :-				
In Equity Instruments (Unquoted)	0.96	-	-	0.96
<u>Classified as Amortised Cost</u>				
Investment in Partnership firms	16.75	-	-	-
Govt. Securities	0.02	-	-	-
Trade Receivables	344.72	-	-	-
Loans	9.81	-	-	-
Cash and cash equivalents	80.98	-	-	-
Bank Balances other than Cash and Cash Equivalents	20.40	-	-	-
Security Deposit	95.49	-	-	-
Total Financial Assets	569.13	-	-	0.96
<u>Financial Liabilities</u>				
<u>Classified as Amortised Cost</u>				
Borrowings	30,458.85	-	-	-
Lease Liabilities	75.25	-	-	-
Trade payables	6,106.53	-	-	-
Total Financial liabilities	36,640.63	-	-	-

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, it has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: Such inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset and liability, either directly or indirectly.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities included in level 3.

The investments included in Level 3 of fair value hierarchy have been valued using the cost approach to arrive at their fair value. The cost of unquoted investments approximates the fair value because there is wide range of possible fair value measurements and the costs represents estimate of fair value within that range.

The Management considers that the carrying amount of financials assets and financial liabilities carried at amortised cost approximates their fair values.

Note 27 - Financial Risk Management

The Company's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Company's risk management assessment and policies and processes are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities.

A) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer fails to meet its contractual obligations.

a) Cash and Cash Equivalents

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Board. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure as far as possible that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed condition, without incurring unacceptable losses or risking damage to the Company's reputation. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of surplus funds, bank overdrafts, bank loans, debentures and inter-corporate loans.

The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Company has access to a sufficient variety of sources of funding.

The table below provides details regarding the contractual maturities of significant financial liabilities :

(Amount in lacs)				
For the year ended 31.03.2023				
Particulars	Less than 1 Year	1-5 Years	above 5 Years	Total
Borrowings	226.21	1,183.96	31,045.51	32,455.68
Trade payables	3,838.92	-	-	3,838.92
Lease Liabilities	34.40	142.87	-	177.27
Other financial liabilities	849.95	-	-	849.95
Total	4,949.47	1,326.83	31,045.51	37,321.81

For the year ended 31.03.2022				
Particulars	Less than 1 Year	1-5 Years	above 5 Years	Total
Borrowings	245.77	1,422.65	28,790.44	30,458.85
Trade payables	6,106.53	-	-	6,106.53
Lease Liabilities	49.66	25.59	-	75.25
Other financial liabilities	1,309.16	-	-	1,309.16
Total	7,711.11	1,448.24	28,790.44	37,949.79

Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates, foreign currency exchange rates and commodity prices) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices. Market risk is attributable to all market risk-sensitive financial instruments, all foreign currency receivables and payables and all short term and long-term debt. The Company is exposed to market risk primarily related to commodity prices and the market value of its investments.

Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates.

Note 28 - Employee Benefit Plans

Annexure 'A' GRATUITY

(Amount in lacs)

Define Benefit Plans as per actuarial valuation under Ind AS 19 period of accounting		
Valuation Result as at	31-Mar-23	31-Mar-22
I <u>Changes in present value of obligations</u>		
PVO at beginning of period	181.31	166.91
Interest cost	11.69	10.36
Current Service Cost	9.43	9.31
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Benefits Paid	(21.43)	(5.81)
Contributions by plan participants	-	-
Business Combinations	-	-
Curtailments	-	-
Settlements	-	-
Actuarial (Gain)/Loss on obligation	8.89	0.54
PVO at end of period	189.89	181.31
II <u>Interest Expenses</u>	-	-
Interest cost	11.69	10.36
III <u>Fair Value of Plan Assets</u>	-	-
Fair Value of Plan Assets at the beginning	-	-
Interest Income	-	-
IV <u>Net Liability</u>	-	-
PVO at beginning of period	181.31	166.91
Fair Value of the Assets at beginning report	-	-
Net Liability	181.31	166.91
V <u>Net Interest</u>	-	-
Interest Expenses	11.69	10.36
Interest Income	-	-
Net Interest	11.69	10.36
VI <u>Actual return on plan assets</u>	-	-
Less Interest Income included above	-	-
Return on plan assets excluding interest income	-	-
VII <u>Actuarial (Gain)/loss on obligation</u>	-	-
Due to Demographic Assumption*	-	-
Due to Financial Assumption	(4.86)	(6.17)
Due to Experience	13.75	6.71
Total Actuarial (Gain)/Loss	8.89	0.54

*This figure does not reflect inter relationship between demographic assumption and financial assumption when a limit is applied on the benefit, the effect will be shown as an experience

Annexure 'A' GRATUITY

Accounting Disclosures Statement		
Period of accounting	31-Mar-23	31-Mar-22
VIII <u>Fair Value of Plan Assets</u>		
Opening Fair Value of Plan Asset	-	-
Adjustment to Opening Fair Value of Plan Asset	-	-
Return on Plan Assets excl. interest income	-	-
Interest Income	-	-
Contributions by Employer	21.43	5.81
Contributions by Employee	-	-
Benefits Paid	(21.43)	(5.81)
Fair Value of Plan Assets at end	-	-
IX <u>Past Service Cost Recognised</u>	-	-
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Average remaining future service till vesting of the benefit	-	-
Recognised Past service Cost- non vested benefits	-	-
Recognised Past service Cost- vested benefits	-	-
Unrecognised Past Service Cost- non vested benefits	-	-
X <u>Amounts to be recognized in the balance sheet and statement</u>	-	-
PVO at end of period	189.89	181.31
Fair Value of Plan Assets at end of period	-	-
Funded Status	(189.89)	(181.31)
Net Asset/(Liability) recognized in the balance sheet	(189.89)	(181.31)
XI <u>Expense recognized in the statement of P & L A/C</u>	-	-
Current Service Cost	9.43	9.31
Net Interest	11.69	10.36
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Curtailment Effect	-	-
Settlement Effect	-	-
Unrecognised Past Service Cost- non vested benefits	-	-
Actuarial (Gain)/Loss recognized for the period	-	-
Expense recognized in the statement of P & L A/C	21.12	19.67

		Annexure 'A'				
Period of accounting		31-Mar-23	31-Mar-22			
XII	Other Comprehensive Income (OCI)					
	Actuarial (Gain)/Loss recognized for the period	8.89	0.54			
	Asset limit effect	-	-			
	Return on Plan Assets excluding net interest	-	-			
	Unrecognized Actuarial (Gain)/Loss from previous period	-	-			
	Total Actuarial (Gain)/Loss recognized in (OCI)	8.89	0.54			
XIII	Movements in the Liability recognized in Balance Sheet					
	Opening Net Liability	181.31	166.91			
	Adjustment to opening balance	-	-			
	Expenses as above	21.12	18.87			
	Contribution paid	(21.43)	(5.81)			
	Other Comprehensive Income(OCI)	8.89	0.54			
	Closing Net Liability	169.89	181.31			
XIV	Schedule III of The Companies Act 2013					
	Current Liability	18.92	11.86			
	Non-Current Liability	172.98	169.65			
XV	Projected Service Cost 31 Mar 2024	8.84	-			
XVI	Asset Information		Target Allocation			
	Not Applicable as the plan is unfunded.					
XVII	Assumptions as at	31-Mar-23	31-Mar-22			
	Mortality	IALM (2012-14) UIL	IALM (2012-14) UIL			
	Interest / Discount Rate	7.20%	6.85%			
	Rate of increase in compensation	8.00%	8.00%			
	Annual increase in healthcare costs					
	Future Changes in maximum state healthcare benefits					
	Expected average remaining service	8.10	8.75			
	Retirement Age	58 Years	58 Years			
	Employee Attrition Rate	Age: 0 to 40 : 3%	Age: 0 to 40 : 3%			
		Age: 41 to 50 : 2%	Age: 41 to 50 : 2%			
		Age: 51 to 58 : 1%	Age: 51 to 58 : 1%			
			Annexure 'A'			
XVIII	Sensitivity Analysis					
		DR: Discount Rate				
		ER: Salary Escalation Rate				
		PVO DR +1%	PVO DR -1%			
	PVO	179.70	201.30			
			PVO ER +1%			
			199.40			
			PVO ER -1%			
			180.78			
XIX	Expected Payout					
		31-Mar-23	31-Mar-22			
	1st following year	18.92	11.86			
	2nd following year	33.65	14.53			
	3rd following year	10.94	23.41			
	4th following year	20.01	14.96			
	5th following year	27.51	13.68			
	Sum of 6 to 10 years	99.80	108.91			
XX	Asset Liability Comparisons					
	Year	31-03-2019	31-03-2020	31-03-2021	31-03-2022	31-03-2023
	PVO at end of period	187.05	164.70	166.91	181.31	189.89
	Plan Assets	-	-	-	-	-
	Surplus/(Deficit)	(187.05)	(164.70)	(166.91)	(181.31)	(189.89)
	Experience adjustments on plan assets	-	-	-	-	-
	Weighted average remaining duration of Defined Benefit Obligation		5.07			
	Note 29 - Capital management					
	The company's objectives when managing capital are to:					
	> Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits					
	> Maintain an optimal capital structure to reduce the cost of capital.					
	The Company monitors capital on the basis of the carrying amount of debt less cash and cash equivalents as presented on the face of the financial statements. The Company's objective for capital management is to maintain an optimum overall financial structure.					
	Consistent with others in the industry, the group monitors capital on the basis of the following gearing ratio:					
	Particulars	31.03.2023	31.03.2022			
	Gross Debt	32,455.68	30,458.85			
	Less: -	-	-			
	Cash and Cash Equivalent	33.72	80.98			
	Other Bank Balance	15.67	20.40			
	Net debt (A)	32,406.39	30,357.47			
	Total Equity (B)	(40,358.92)	(40,369.48)			
	Net debt to equity ratio	(0.80)	(0.76)			
	Note 30 - Segment Reporting					
	The company is engaged in manufacture of PVC products (PVC Laminated Sheet/Tiles, PVC Leather Cloth).Based on the information reported to the chief operating decision maker (CODM) for the purpose of resource allocation and assessment of performance, there are no reportable segments in accordance with the requirements of Indian Accounting Standard 108-'Operating Segment Reporting', notified under the Companies (Indian Accounting Standards) Rules, 2015.					

Note 31 - Related Party transactions

1 NAME OF RELATED PARTIES AND RELATIONS

(A) SUBSIDIARY COMPANY

a) Euroroyal Floor Ltd.

(B) ASSOCIATES CONCERN AND RELATIVES

a) Natroyal Industries Private Limited
b) Sugghosh Trading & Consultancy Services LLP
c) Trilokama Trading & Consultancy Services LLP
d) Shreedaha Trading & Consultancy Services LLP
e) Shreesaha Trading & Consultancy Services LLP
f) Bhaktavatsala Trading & Consultancy Services LLP
g) Trilokesh Trading & Consultancy Services LLP
h) Lokwami Trading & Consultancy Services LLP
i) Sahishnu Trading & Consultancy Services LLP
j) Royal Spinwell & Developers Pvt Ltd
k) Vinod K Shah
l) Mukesh Molasha

(C) KEY MANAGERIAL PERSONNEL

a) Mahesh K Shah (Chairman & Managing Director)
b) Jayesh Molasha (Non Executive Director)
c) Deepthi Parekh (Company Secretary)
d) Vivek D Molasha (CFO)

(D) BOARD OF DIRECTORS

a) Mahesh K Shah (Chairman & Managing Director)
b) Jayesh Molasha (Non Executive Director)
c) Harsha Shah
d) Avant Pandit

2 RELATED PARTY TRANSACTIONS

(Amount in lacs)

Nature of Transaction	Subsidiary	2022-23			Subsidiary	2021-22		
		Associates	Key Management			Associates	Key Management	
Purchases of goods & Services								
Natroyal Industries Private Limited		203.36				2,953.38		
Sales of goods, Services etc.								
Natroyal Industries Private Limited		102.28				4,490.03		
Repayment of Loan								
Natroyal Industries Private Limited(ref. Note no.14.1 (C))		229.11				227.78		
Mukesh Molasha			4.10					
Jayesh A Molasha							10.73	
Remuneration								
Mahesh K Shah			9.29				9.29	
Nivedita Arun Juvatkar			-				0.62	
Deepthi Parekh			6.55				5.14	
Vivek D Molasha			11.04				5.05	
Loan Received								
Mahesh K Shah			106.75				451.65	
Jayesh A Molasha			436.81					
Royal Spinwell & Developers Pvt Ltd		2,572.71						
Loan Payable								
Natroyal Industries Private Limited		1,855.66				2,085.77		
Shreedaha Trading & Consultancy LLP		4.00				4.00		
Trilokesh Trading & Consultancy LLP		287.13				287.13		
Shreesaha Trading & Consultancy LLP		535.14				535.14		
Vishwamurthy Trading & Consultancy LLP		36.76				36.76		
Lokwami Trading & Consultancy LLP		96.77				96.77		
Bhaktavatsala Trading & Consultancy LLP		192.06				192.06		
Sahishnu Trading & Consultancy LLP		15.15				15.15		
Sugghosh Trading & Consultancy LLP		13.70				13.70		
Trilokamata Trading & Consultancy LLP		274.58				274.58		
Sumukh Trading & Consultancy LLP		243.18				243.18		
Royal Spinwell & Developers Pvt Ltd		2,572.71						
Jayesh A Molasha			468.72				31.91	
Mahesh K Shah			1,101.39				994.04	
Vinod K Shah			427.61				427.61	
Mukesh Molasha			2.70				6.80	
Trade Payable								
Natroyal Industries Private Limited(ref. Note no. 40)		1,200.98				3,511.08		
Trade Receivable *								
Euroroyal Floor Limited	2,333.76				2,333.76			

* In respect of above parties, there is no provision for doubtful debts as on 31st Mar.'2023, except ₹ 2333.76 lacs provided in respect of due by the Subsidiary Company in earlier year. The High Court of Justice of U.K. made a winding -up order dated 11th June, 2001 against Euroroyal Flor Ltd and the official receiver has been appointed to liquidate the assets of ERF. Thereafter order dated 12/03/2002 was passed and Euroroyal Floor Ltd is dissolved. Further full provision has been made towards receivable of ₹ 2333.76 lacs from Euroroyal Floor Ltd in earlier years.

Note 32 - Contingent Liabilities

(Amount in lacs)

Particulars	As at 31.03.2023	As at 31.03.2022
Claims against the Company not acknowledged as debts	4,586.54	4,586.54
Liabilities disputed -appeals filed with respect to CEGATE, Mumbai:	-	21.05
Excise duty on account of valuation / cenval credit / service tax	1.23	12.97
Custom duty Liabilities disputed -CESTA appeals filed with respect to Tribunal Mumbai/Vadodara	9.30	9.30
Income tax on account of disallowances / additions	48.62	48.62
Penalty imposed by FERA & disputed by Company	100.00	100.00

Note 33 - Earnings per Share

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

Particulars	2022-23	2021-22
a. Net Profit/(loss) after Tax available for equity shareholders (₹)	19.44	4,713.41
b. Number of Equity Shares of ₹ 10/-each outstanding during the year (Nos. of Sh)	1,20,67,212	1,20,67,212
c. Basic/ Diluted Earnings Per Share (a/b) (₹)	0.16	39.06

Note 34 - Below is the table showing fair value of Investment Property

Investment Property:	31.03.2023	31.03.2022
i Amounts recognised in profit or loss for investment properties Rental income	3.79	13.23
Direct operating expenses from property that generated rental income		
Depreciation	(1.86)	(1.86)
Profit from Investment Property	1.93	11.37
ii Fair value	395.72	395.72
Estimation of fair value: Method of Estimation		
We have used the prevailing market rate for the purposes of arriving at the fair		

Note 35 The Company is a partner in M/s.Creative Investment, the details of the partners, their share in profit / loss and total capital of the partners of the firm as on 31.03.2023 are as under.

Sr.	a) Name of Partners	Share
i	Shri Jay Shah	48.25%
ii	Shri Vivek Motashia	48.25%
iii	M/s. Royal Cushion Vinyl Products Ltd.	7.50%
		100.00%

b) The total Capital of the Partners is ₹ 23.40 lacs (net)

c) The above details about investment and names of partners are based on the information, certified by a partner.

Note 36 Leases
a) The following is the movement in lease liabilities

(Amount in lacs)

Lease commitments as at 31 March 2020	136.02
Addition during the period	-
Finance cost accrued during the period	12.51
Adjustments on account of modification (extension/termination/rental changes)	6.24
Payment of lease liabilities	(49.40)
Lease commitments as at 31 March 2021	105.38
Addition during the period	-
Finance cost accrued during the period	8.83
Adjustments on account of modification (extension/termination/rental changes)	-
Payment of lease liabilities	(48.74)
Lease commitments as at 31 March 2022	67.47
Addition during the period	139.27
Finance cost accrued during the period	6.02
Adjustments on account of modification (extension/termination/rental changes)	12.75
Payment of lease liabilities	(48.24)
Lease commitments as at 31 March 2023	177.27

b) Maturity Analysis of Lease Liabilities

	31st March, 2023	31st March, 2022	31st March, 2021
Maturity Analysis - Contractual undiscounted Cash Flows			
Less than one year	110.25	46.74	46.74
One to five years	106.50	27.00	73.74
More than five years	-	-	-
Total Undiscounted Lease Liabilities	216.75	73.74	120.48
Discounting element	(39.48)	(6.27)	(15.10)
Total discounted liabilities	177.27	67.47	105.38
Lease Liabilities Included in the Statement of Financial Position			
31st March, 2023	31st March, 2022	31st March, 2021	
Non Current	142.87	25.59	67.47
Current	34.40	41.88	37.91
Total	177.27	67.47	105.38

c) Amount Recognized in the Statement of Profit & Loss

	31st March, 2023	31st March, 2022	31st March, 2021
Interest on Lease Liabilities	6.02	8.83	12.51
Expenses relating to short-term	67.59	4.67	2.13
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	-	-	-
Depreciation on Lease Asset	38.72	37.56	39.13

d) Consequently, for all leases (other than short-term leases and leases of low-value assets), a right-of-use asset was

Note 37

Disclosure pursuant to Section 22 of "The Micro, Small & Medium Enterprises Development Act, 2006" is as follows:

The Company has identified Micro and Small enterprises to whom the Company owes the dues which are outstanding as at the year end:

Particulars	2022-23	2021-22
i) Principal amount remaining unpaid at the end of the year	183.48	586.70
ii) Interest accrued at the end of the year	-	-
iii) Interest remaining unpaid, out of above, as at the end of the year	-	-
iv) Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23 of the Act.	-	-

Note: This information has been determined to the extent such parties have been identified on this basis of information

Note 38

The Company has suffered substantial losses and due to this, the entire net worth has been eroded. However, operations are continued and the accounts of the Company have been prepared on the basis that the Company is a going concern. The Promoters are bringing funds required for working capital in order to have smooth operations.

Note 39

The Board of the Directors of the Company in its Board Meeting held on 04th January, 2022, has considered and approved draft Scheme of Arrangement ("Scheme") in the nature of merger / amalgamation of, Royal Spinwell and Developers Private Limited, a group company with the Company (Royal Cushion Vinyl Products Limited), with effect from the Appointed Date of October 1, 2021 under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013. The Company received the NOC letter from BSE Ltd as required under Regulation 37 of SEBI, LODR and company is in the process of filing the application in NCLT. The coming into effect of the Scheme is subject to receipt of necessary statutory, regulatory and contractual approvals, permissions, consents, sanctions, exemption as may be required under applicable laws, regulations or guidelines in relation to the Scheme. Pending the coming into effect of the Scheme, these financial statements are prepared without giving effect to the provisions of the Scheme and as such, these financial statements are subject to revision / modification upon coming into effect of the Scheme.

Note 40

Exceptional items in the Statement of Profit and Loss account for FY 21-22 represent written back of outstanding due of Rs. 6261.23 lacs payable to Natroyal Industries Private Limited (NIPL). NIPL, one of the group companies being a related party, had supported the Company through various means in its efforts to revive the Company from the sick company status during the time Company's reference for revival was pending before the erstwhile Board for Industrial and Financial Reconstruction (BIFR). As such, there was an aggregate amount of (INR 6261.23 lacs) payable to NIPL consisting of INR 3390.23 lacs as advance deposit received under a manufacturing support and supply agreement and INR 2870.94 lacs as trade payables towards purchases of goods, pertaining to the period prior to the filing of fully tied-up draft rehabilitation scheme (DRS) with BIFR in the year 2013 ('DRS Cut-off Date'). Since then, the said amount payable to NIPL has remained outstanding, and the Company has been endeavouring to keep the ledger account of NIPL regular in respect of transactions undertaken post the DRS Cut-off Date, though as on date, there has been a substantial outstanding amount for the same as well. NIPL has already written off the said amount of INR 6261.23 lacs recoverable from the Company in its books of account and currently, NIPL has not been pursuing any active recovery efforts or measures knowing the state of affairs of the Company. At the same time, the Company has been contemplating and initiating various efforts including monetisation of surplus assets, to strengthen its financial position and operations, however various adverse circumstances including the onset of Covid-19 pandemic and prevalent weak domestic and global environment due to multitude of factors, are causing several limitations to the effective revival measures. Therefore, the management doesn't foresee that the Company will be in position to pay this outstanding amount of INR 62.61 Crores payable to NIPL pertaining to the period prior to the DRS Cut-off Date and has accordingly, decided to write-back the said payable amount.

Note 41

Key Financial Ratios	Numerator	Denominator	March 31, 2023	March 31, 2022	Variation for >25%	Reason for variation for >25%
Current ratio	Current Assets	Current Liabilities	0.39	0.34	14.80%	
Debt equity ratio	Total Debt	Shareholder's equity	-1.07	-1.09	-1.98%	
Debt Service Coverage ratio	Earning available for debt service	Debt service	-2.00	-2.13	-5.91%	
Return on Equity Ratio	Net Profit after Taxes but before exceptional items	Average Shareholder's equity	-0.05	-0.04	23.62%	
Inventory turnover ratio	Revenue from operations	Average Inventory	6.49	8.29	3.23%	
Trade receivable turnover ratio	Revenue from operations	Average Trade receivables	20.71	22.05	-6.09%	
Trade payable ratio	Net Purchases	Average Trade Payable	0.92	0.88	4.62%	
Net Capital Turnover ratio	Revenue from operations	Working Capital	-1.60	-1.22	23.14%	
Net profit ratio	Net Profit after Taxes but before exceptional items	Revenue from operations	0.37%	-22.63%	-101.63%	Due to profit on sale of Fixed assets
Return on Capital employed	Earning before interest and taxes and exceptional items	Capital employed	13.75%	-36.37%	-137.60%	Due to profit on sale of Fixed assets
Return on Investment	Interest Income	Term deposit and investment	1.18%	3.87%	-69.62%	Reduction in Interest Income

Note 42

Income Tax Expenses

Due to substantial brought forward losses, there would not be taxable income in the near future. The deferred tax assets is recognised only to the extent of deferred

Note 43

Sundry Debtors & Creditors (including foreign suppliers) are subject to confirmation.

Note 44

The Directors / employees of the Company have acquired motor cars in their names from and out of the loans obtained by them from the banks, pursuant to an arrangement between the Directors / employees for use of the Company. Accordingly, the Company has accounted the said cars & the said loans in the name of the Directors / employees, as the assets & the liabilities of the Company, including the transactions in respect of repayment and payment of interest and principal etc.

Note 45 - CIF Value of Import

	2022-23 Amount in lacs	2021-22 Amount in lacs
Raw Materials	448.42	496.87
Stores & Spares	-	20.95
	448.42	517.81

Note 46 - Expenditure in foreign currency (on accrual basis)

	2022-23 Amount in lacs	2021-22 Amount in lacs
Stores & Spares	-	18.56

Note 47 - Other regulatory information

- a The Company do not have any Benami property and no proceedings have been initiated or pending against the Company and its Indian subsidiaries for holding any Benami property, under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and the rules made thereunder.
- b The Company do not have any transactions with struck off companies under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
- c The Company does not have any charge which is yet to be registered / satisfied with ROC beyond the statutory period.
- d The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- e The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall 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.
- f The Company has not undertaken any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- g The Company has not traded or invested in Crypto currency or Virtual Currency during the current or previous year.
- h The Company has not been declared as a 'Willful Defaulter' by any bank or financial institution (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- i The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.


Note 48

The figures of previous year have been regrouped / reclassified / recast wherever necessary to compare with the current year's figures. Figures in brackets in the schedules and Notes pertain to previous year.

As per our report of even date

For and on behalf of Board of Directors

For BIPIN & CO.
Chartered Accountants
Firm Reg. No. 101509W


AMIT SHAH
(Partner)
Membership No. 126337


Place : VADODARA
Date : 29/05/2023




MAHESH K. SHAH
Chairman & Managing Director
00054351


DEEPTI PAREKH
Company Secretary
ACS60978

Place : MUMBAI.
Date : 29/05/2023


JAYESH A. MOTASHA
Director
00054236


VIVEK MOTASHA
Chief Financial officer

ROYAL CUSHION VINYL PRODUCTS LIMITED

REGISTERED OFFICE: - 60-CD, SHLOK, GOVT. INDUSTRIAL ESTATE, CHARKOP,
KANDIVALI WEST, MUMBAI – 400067

BALANCE SHEET FOR THE FINANCIAL YEAR 2021-2022



INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ROYAL CUSHION VINYL PRODUCTS LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

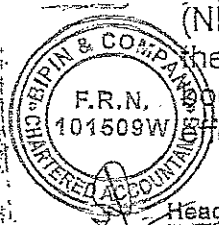
1. We have audited the standalone financial statements of **ROYAL CUSHION VINYL PRODUCTS LIMITED** ("the Company"), which comprise the Standalone Balance Sheet as at 31 March 2022, and the Standalone Statement of Profit and Loss (including other comprehensive income), Standalone Statement of Changes in Equity and Standalone Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ("Ind AS") specified u/s 133 of the Act, of the state of affairs (financial position) of the Company as at 31 March 2022, and its profit (financial performance including other comprehensive income, changes in equity), its cash flows and the changes in equity for the year ended on that date.

3. Basis of Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act 2013 (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made 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 audit opinion on the standalone financial statements.

Emphasis of Matter

4. We draw attention to Note No. 4 of the accompanying standalone result regarding treatment of Rs.6261.23 Lacs for Exceptional item, this represent the written back of outstanding due of Rs.6261.23 Lacs to Natroyal Industries Private Limited (NIPL), one of the group Company (Related Concern). NIPL has already written off the said amount of INR Rs.6261.23 Lacs recoverable from the Company in its books of account and currently, NIPL has not been pursuing any active recovery efforts or measures knowing the state of affairs of the Company.



Key Audit Matters

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

We have determined the matters described below to be the key audit matters to be communicated in our report.

Information Other than the Financial Statements and Auditor's Report Thereon

6. The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including annexure to Board's Report, but does not include the Financial Statements and our auditor's report thereon.

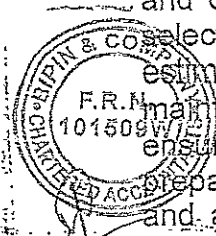
Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with the Governance for the Financial Statements

7. The Company's Board of Directors is responsible for the matter stated in Section 134(5) of the Companies Act, 2013 with respect to preparation and presentation of these Financial Statements in terms of the requirements of the Act that give a true and fair view of the financial position, financial performance including other comprehensive income; cash flows and statement of changes in equity of the Group including its associates in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Board of Directors of the companies included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and of its associates 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have



been used for the purpose of preparation of the Financial Statements by the Directors of the Company, as aforesaid.

In preparing the financial statements, the Board of Directors are 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 the Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors of the are also responsible for overseeing the 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

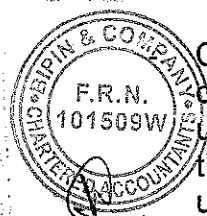
Auditor's Responsibilities for the Audit of the Standalone Financial Statements

8. Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of 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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 standalone 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.

- Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone 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 finding, including any significant deficiencies in internal control that we identify during our audit.

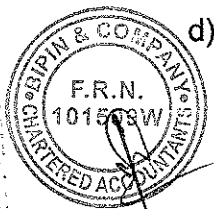
We also provide those charged with governance with a statement that we have complied with relevant ethical requirement regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

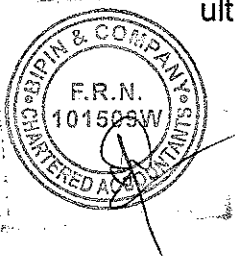
9. As required by the Companies (Auditor's Report) Order, 2020, issued by the Central Government of India in term of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A" a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.

(A) 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 appears from our examination of those books.
- c) The Balance Sheet, the Profit and Loss, and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.

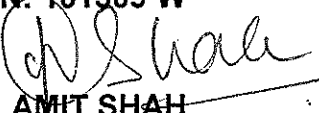


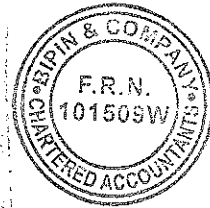
- e) On the basis of written representations received from the directors as on 31 March, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy 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".
- g) With respect to other matter to be included in the Auditor's Report in accordance with the requirement of section 197(16) of the Act, as amended in our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.
- h) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company has disclosed the impact of pending litigations on its financial position in the standalone financial statements; Refer Note 32 to financial statements;
 - ii. the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
 - iii. there has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31st 2022;
 - iv.
 - i. The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed fund or share premium or any other sources of 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 land 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 ultimate beneficiaries;
 - ii. The management has represented that, to the best of its knowledge and belief, that 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 land 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 ultimate beneficiaries; and



- iii. Based on such audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representation under sub-clause (i) and (ii) of the Rule 11(e) contained any material mis-statement.
- v. There is no dividend declared or paid during the year by the Company and hence provision of section 123 of the Companies Act, 2013 are not applicable.

For, BIPIN & CO.
CHARTERED ACCOUNTANTS
FRN: 101509 W


CA AMIT SHAH
PARTNER
M. No.: 126337
PLACE: VADODARA
DATE: 30/05/2022
UIDN: 22126337AJXWQD7453



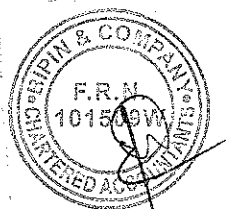
ANNEXURE "A" TO THE AUDITORS' REPORT

Annexure "A" to the our Independent Auditor's Report to the members of Royal Cushion Vinyl Products Limited, on the standalone financial statements for the year ended March 31st 2022.

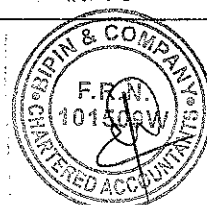
To the best of our information and according to the explanations provided to us be the company and the books of account and records examined by us in the normal course of audit, we state that:

Annexure A

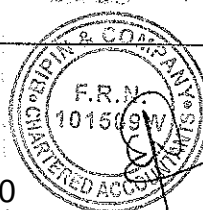
1(a)(A)	The Company has maintained proper records showing full particulars including quantitative details and situation of the property, plant and equipments;
1(a)(B)	The Company has maintained proper records showing full particulars of Intangible Assets;
1(b)	The company has a phased programme of physical verification of its Property, plant and equipments so as to cover all assets once in three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets. In accordance with this program, certain Property, plant and equipments were verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification;
1(c)	Based on our verification of the documents provided to us and according to the information and explanations given by the Management, the title deeds of all the immovable properties as disclosed in the financial statements, are held in the name of the Company as at the Balance Sheet date;
1(d)	According to information and explanations given to us, the company has not revalued its Property, Plant and Equipment and intangible assets during the year;
1(e)	As disclosed in note no. 48 to the accounts and as verified by us, no proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made there under;
2(a)	As per the information and explanations given to us, the inventories held by the company have been physically verified by the management. In our opinion, having regard to the nature and location of stocks, the frequency of the physical verification is reasonable and no discrepancies of 10% or more in aggregate for each class of inventory were noticed on physical verification;
2(b)	Based on our verification of the documents provided to us and according to the information and explanations given by the Management, the working capital limits sanctioned to the Company from banks or financial institutions does not exceed Rs. 5 crore and hence the requirements of paragraph 3(ii)(b) of the Companies (Auditor's Report) Order, 2020 ("the Order") are not applicable to the Company.



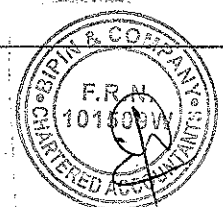
3	<p>The Company has made investments in mutual funds and granted unsecured loans to other parties, during the year, in respect of which</p> <p>(a) The Company has provided unsecured loan to its employees during the year and details of which are as follow;</p> <table><tr><td>Unsecured loans</td><td>Aggregate amount granted/Provided during the year</td><td>Balance outstanding as at balance sheet date in respect of loans:</td></tr><tr><td>- Employees</td><td>Rs. 25.49 lakhs</td><td>Rs. 9.81 lakhs</td></tr></table> <p>(b) In our opinion, the terms and conditions of the grant of loans are prima facie, not prejudicial to the Company's interest;</p> <p>(c) The repayment of principal and payment of interest is been stipulated and the same are regular;</p> <p>(d) In respect of the aforesaid loan, there is no amount which is overdue for more than ninety days;</p> <p>(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties;</p> <p>(f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable;</p> <p>Other than that mentioned above, the company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnership or any other parties;</p>	Unsecured loans	Aggregate amount granted/Provided during the year	Balance outstanding as at balance sheet date in respect of loans:	- Employees	Rs. 25.49 lakhs	Rs. 9.81 lakhs
Unsecured loans	Aggregate amount granted/Provided during the year	Balance outstanding as at balance sheet date in respect of loans:					
- Employees	Rs. 25.49 lakhs	Rs. 9.81 lakhs					
4	<p>Based on our verification of the documents provided to us and according to the information and explanations given by the Management, in respect of loans, investments, guarantees, and security, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013;</p>						
5	<p>The company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Act and other relevant provisions of the Act and rules made there under;</p>						
6	<p>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 sub-section (1) of Section 148 of the Act in respect of Company's products and services and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.</p>						



7(a)	<p>In our opinion, the company is generally regular in depositing undisputed statutory dues including Goods and Service tax , provident fund, employee state insurance, income-tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues as applicable to the appropriate authorities. There were no undisputed amounts payable with respect to above statutory dues in arrears as at March 31, 2022 for a period of six months from the date they became payable, except below;</p> <table><tr><th>NAME OF THE STATUTE</th><th>NATURE OF THE DUE</th><th>AMOUNT(In lacs)</th></tr><tr><td>Custom Act</td><td>Custom Duty</td><td>5683.95</td></tr></table>	NAME OF THE STATUTE	NATURE OF THE DUE	AMOUNT(In lacs)	Custom Act	Custom Duty	5683.95																								
NAME OF THE STATUTE	NATURE OF THE DUE	AMOUNT(In lacs)																													
Custom Act	Custom Duty	5683.95																													
7(b)	<p>According to the records of the company examined by us and information and explanations given by the management, there are statutory dues that has not been deposited on account of disputes;</p> <table><tr><th>Sr. No.</th><th>Nature of the Status</th><th>Nature of the due</th><th>Amount In lacs</th><th>Period to which the amount relate</th><th>Forum where dispute is Pending</th></tr><tr><td>1.</td><td>The Central Excise Act</td><td>Custom Duty</td><td>30.35</td><td>Various year</td><td>Commissioner Vadodara</td></tr><tr><td>2.</td><td>The FERA Act</td><td>Penalty</td><td>100.00</td><td>2002-03</td><td>Appellate Authority FERA New Delhi</td></tr><tr><td>3</td><td>The Income Tax Act</td><td>Penalty</td><td>46.62</td><td>Various years</td><td>Various Authorities</td></tr><tr><td>4</td><td>The Central Excise Act</td><td>Excise Duty</td><td>2.99</td><td>Various Year</td><td>Commissioner Vadodara</td></tr></table>	Sr. No.	Nature of the Status	Nature of the due	Amount In lacs	Period to which the amount relate	Forum where dispute is Pending	1.	The Central Excise Act	Custom Duty	30.35	Various year	Commissioner Vadodara	2.	The FERA Act	Penalty	100.00	2002-03	Appellate Authority FERA New Delhi	3	The Income Tax Act	Penalty	46.62	Various years	Various Authorities	4	The Central Excise Act	Excise Duty	2.99	Various Year	Commissioner Vadodara
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3	The Income Tax Act	Penalty	46.62	Various years	Various Authorities																										
4	The Central Excise Act	Excise Duty	2.99	Various Year	Commissioner Vadodara																										
8	<p>As disclosed in note no. 48 to the accounts and as verified by us, there were no transactions which were not recorded in the books of account, have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961;</p>																														
9(a)	<p>The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender except ;</p> <table><tr><th>NAME OF BANKs/ INSTITUTIONs</th><th>AMOUNT (Rs.)</th></tr><tr><td>Baroda City Co-op Bank Limited.</td><td>32,68,089</td></tr><tr><td>Finquest Financial Solution Private Limited.</td><td>234,70,44,523</td></tr></table>	NAME OF BANKs/ INSTITUTIONs	AMOUNT (Rs.)	Baroda City Co-op Bank Limited.	32,68,089	Finquest Financial Solution Private Limited.	234,70,44,523																								
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Finquest Financial Solution Private Limited.	234,70,44,523																														
9(b)	<p>As disclosed in note no. 48 to the accounts and as verified by us, the company is not declared as wilful defaulter by any bank or financial institution or other lender;</p>																														
9(c)	<p>Based on the procedures performed by us and according to the information and explanations given by the Management, the term loans taken by the company were applied for the purpose for which the loans were obtained;</p>																														
9(d)	<p>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;</p>																														

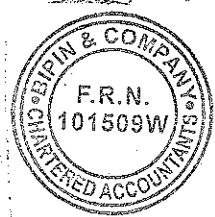


9(e)	According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures
9(f)	According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, associates or joint ventures
10(a)	The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable;
10(b)	During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable;
11(a)	During the course of our examination of the books of account and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any incidence of fraud on or by the Company noticed or reported during the year, nor we have been informed of any such case by the management;
11(b)	No report under sub-section (12) of section 143 of the Companies Act 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.
11(c)	As represented to us by the management, there are no whistle blower complaints received by the company during the year.
12	The Company is not a nidhi company and hence the reporting under clause 3(xii) of the order is not applicable to the Company
13	In our opinion, all the transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards;
14(a)	The Company has as internal audit system commensurate with the size and nature of its business
14(b)	The internal audit reports of the Company issued till the date of Audit report, for the period under audit have been considered by us.
15	In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him and the provisions of section 192 of the Companies Act, 2013 are not applicable;
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. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable;
16(b)	There is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable;



17	The Company has not incurred any cash losses in the financial year and in the immediately preceding financial year;
18	There is no resignation of the statutory auditors during the year and accordingly the reporting under clause 3(xviii) is not applicable;
19	<p>Based on our examination of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, knowledge of the Board of Directors and management plans, there is no material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;</p> <p>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;</p>
20(a) & (b)	The provisions of Corporate Social Responsibility (CSR) are not applicable to the company therefore reporting under clause 20(a) and (b) is not applicable.
21	The Company is not required to prepare consolidated financial statements; therefore reporting under clause 3(xxi) of the Order is not applicable.

FOR BIPIN & CO.
Chartered Accountants
FRN. : 101509W



PLACE: Vadodara
DATE:30/05/2022

AMIT D SHAH (PARTNER)
MEMBERSHIP NO. : 126337

Annexure "B" to the Independent Auditors' Report

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 **ROYAL CUSHION VINYL PRODUCTS LIMITED** ("the Company") as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

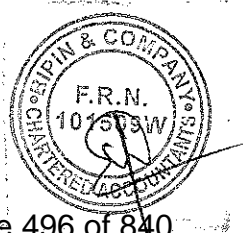
The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on audit of internal financial control over the financial reporting issued by the Institute of Chartered Accountants of India . These responsibilities include the design, implementation and maintenance of adequate internal financial controls with reference to financial statements of the company that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements 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, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 with reference to standalone financial statements of the company were established and maintained and if such controls operated effectively in all material respects;

Our audit involves performing procedures to obtain audit evidence about the internal financial controls with reference to financial statements of the company and their operating effectiveness. Our audit of internal financial controls over the 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 Auditors' judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error;

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



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements;

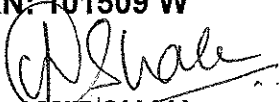
Inherent Limitations of Internal Financial Controls over Financial Reporting

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, to the best of our information and according to explanation given to us, the Company has, in all material respects, an internal financial controls with reference to standalone financial statements of the company and such internal financial controls over financial reporting were operating effectively as at 31 March 2022, based on the internal financial controls over the 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 (the "Guidance Note").

For, BIPIN & CO.
CHARTERED ACCOUNTANTS
FRN: 101509 W


CA AMIT SHAH
PARTNER
M. No.: 126337
PLACE: VADODARA
DATE: 30/05/2022



ROYAL CUSHION VINYL PRODUCTS LIMITED
Balance Sheet as at 31st March, 2022

(₹ in Lacs)

Particulars	Note No.	As at 31st March, 2022	As at 31st March, 2021
ASSETS			
(1) Non-current assets			
(a) Property Plant and Equipment	3	1,193.92	1,186.81
(b) Right of use assets	3	58.74	96.30
(c) Capital Work-in-Progress	3	-	52.62
(d) Investment Property	3	23.23	25.09
(e) Financial assets		-	-
(i) Investments	4	17.73	17.73
(ii) Other Financial Assets	5	95.49	95.30
Total Non Current assets		1,389.11	1,473.86
(2) Current Assets			
(a) Inventories	6	935.74	1,161.10
(b) Financial Assets		-	-
(i) Trade Receivables	7	344.73	272.77
(ii) Cash and Cash Equivalents	8	80.98	64.97
(iii) Bank Balances other than (ii) above	9	20.40	20.04
(iv) Loans	10	9.81	9.29
(c) Other Current Assets	11	660.71	522.15
(d) Current Tax Assets		31.80	29.89
Total current assets		2,084.17	2,080.21
TOTAL ASSETS		3,473.28	3,554.07
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	12	1,206.72	1,206.72
(b) Other Equity	13	(41,576.19)	(46,289.05)
TOTAL EQUITY		(40,369.47)	(45,082.33)
Liabilities			
(1) Non-current Liabilities			
(a) Financial liabilities		-	-
(i) Borrowings	14	30,213.09	33,121.90
(ii) Lease Liabilities		25.59	67.47
(b) Provisions	15	5,876.49	5,871.74
Total Non-current liabilities		36,115.18	39,061.11
(2) Current Liabilities			
(a) Financial Liabilities		-	-
(i) Borrowings	14	245.77	247.61
(ii) Lease Liabilities		49.66	41.03
(iii) Trade Payables	16	-	-
- Total outstanding dues of Micro and Small Enterprises		586.71	693.07
- Total outstanding dues of Creditors other than Micro and Small Enterprises		5,519.83	7,739.10
(b) Other current liabilities	17	1,309.16	845.90
(c) Provisions	18	16.45	8.58
Total current liabilities		7,727.57	9,575.28
Total liabilities		43,842.75	48,636.40
TOTAL EQUITY AND LIABILITIES		3,473.28	3,554.07

The accompanying notes are an integral part of the financial statements 1 to 49

As per our report of even date
For BIPIN & CO.
Chartered Accountants
Firm Reg. No. 101509W

AMIT SHAH
(Partner)
Membership No. 126337
Place : VADODARA
Date : 30/05/2022



For and on behalf of Board of Directors

MAHESH K. SHAH
Chairman & Managing Director
DIN:00054351

JAYESH A MOTASHA
Director
DIN:00054236

DEEPTI PAREKH
Company Secretary
ACS60978
Place : MUMBAI
Date : 30/05/2022

VIVEK D MOTASHA
Chief Financial officer

ROYAL CUSHION VINYL PRODUCTS LIMITED
Statement of Profit and Loss for the year ended 31st March, 2022

(₹ in Lacs)

Particulars	Note No.	for the year ended 31st March, 2022	for the year ended 31st March, 2021
Revenue from Operations	19	6,896.87	6,096.64
Other Income	20	45.23	1,295.80
Total Income		6,942.10	7,392.44
Expenses			
Cost of Materials Consumed	21	6,215.99	5,185.84
Changes in Inventories of Finished Goods, Stock in Trade and Work in Progress	22	105.90	(114.95)
Employee Benefits Expense	23	546.92	515.77
Finance Costs	24	311.60	352.32
Depreciation and Amortization Expense	2	110.93	168.02
Other Expenses	25	1,198.59	1,085.29
Total Expenses		8,489.93	7,192.29
Profit/Loss before exceptional items and tax		(1,547.83)	200.15
Exceptional Items		6,261.24	-
Profit/(Loss) before tax		4,713.41	200.15
Tax Expense:			
(1) Current Tax		-	-
(2) Deferred tax		-	-
Profit/(loss) for the period from continuing operations		4,713.41	200.15
Profit/(loss) from discontinued operations			
Tax expense of discontinued operations			
Profit/(loss) from discontinued operations (after tax)			
Profit/(Loss) for the period after Tax		4,713.41	200.15
Other Comprehensive Income			
A Items that will not be reclassified to profit or loss			
(i) Remeasurement of defined benefit plans		(0.54)	(6.70)
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
Total other comprehensive income		(0.54)	(6.70)
Total Comprehensive Income for the period (Comprising Profit / (Loss) and Other Comprehensive Income for the period)		4,712.87	193.46
Earnings per equity share (for continuing operations):			
(1) Basic		39.06	1.66
(2) Diluted		39.06	1.66

The accompanying notes are an integral part of the financial statements

1 to 49

As per our report of even date
For BIPIN & CO.
Chartered Accountants
Firm Reg. No. 101509W

Amit Shah
(Partner)
Membership No. 126337

Place : VADODARA
Date : 30/05/2022



For and on behalf of Board of Directors

MAHESH K. SHAH
Chairman & Managing Director
00054351

DEEPTI PAREKH
Company Secretary
ACS60978

Place : MUMBAI
Date : 30/05/2022

JAYESH A MOTASHA
Director
00054236

VIVEK D MOTASHA
Chief Financial officer

ROYAL CUSHION VINYL PRODUCTS LIMITED
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2022

(a) Equity share capital

	Balance at the beginning of the reporting period	Changes in the equity share capital during the year	Balance at the end of the reporting period
Number of Shares	1,20,67,212		1,20,67,212
Value of Shares	1,206.72		1,206.72

(b) Other equity

Particulars	Reserve & Surplus				Total
	Capital reserves	Securities Premium	Investment Allowance Reserve	Retained Earnings	
Balance at the end of the reporting period i.e. 31.03.2020	6.49	7,232.25	45.34	(53,766.59)	(46,482.50)
Profit / (Loss) for the period	-	-	-	200.15	200.15
Other Comprehensive Income / (Loss)	-	-	-	(6.70)	(6.70)
Total Other comprehensive income for the year	-	-	-	193.46	193.46
Addition/(deletion) during the year	-	-	-	-	-
Balance at the end of the reporting period i.e. 31.03.2021	6.49	7,232.25	45.34	(53,573.13)	(46,289.05)
Profit / (Loss) for the period	-	-	-	4,713.41	4,713.41
Other Comprehensive Income / (Loss) *	-	-	-	(0.54)	(0.54)
Total Other comprehensive income for the year	-	-	-	4,712.86	4,712.86
Addition/(deletion) during the year	-	-	-	-	-
Balance at the end of the reporting period i.e. 31.03.2022	6.49	7,232.25	45.34	(48,860.27)	(41,576.18)

* Represents remeasurements of defined benefit plans

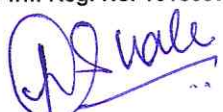
STATEMENT OF CASH FLOWS

Particulars	Year ended		(₹ in Lacs)
	31.03.2022	31.03.2021	
	(Audited)	(Audited)	
CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit /(Loss) before Tax	-	4,713.41	200.15
Adjustment for :	-		
Depreciation and Amortization Expense	110.93	168.02	
Finance Cost	311.60	352.32	
Remeasurements of the defined benefit plans A/c	(0.54)	(6.70)	
Interest Received	(5.18)	(6.76)	
(-) Profit/Loss on Sale of fixed assets	(26.82)	(896.38)	
Lease Rent received	(13.23)	(19.15)	
Unclaimed Liabilities / Balance Written Back	(6,261.24)	(37.94)	(446.58)
Operating profit before working capital changes	(5,884.48)		(246.43)
Adjustment for :	(1,171.07)		
(Increase)/Decrease in inventories	225.36	(209.39)	
(Increase)/Decrease in trade & other receivables	(71.96)	(117.31)	
(Increase)/Decrease in loans & advances	(141.17)	(215.37)	
Increase/(Decrease) in trade payables	545.31	128.29	
Increase/(Decrease) in other current liabilities	463.25	(139.50)	
Increase/(Decrease) in provisions	12.62	3.18	(550.10)
Net Cash from operating activities	1,033.42		(796.54)
	(137.66)		
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of fixed assets	(117.35)	(34.51)	
Sale of fixed assets	118.17	1,167.13	
Sale/Revaluation of investments	0.00	2.51	
Interest Received	5.18	6.76	
Lease Rent received	13.23	19.15	
Net Cash Used for Investing Activities	19.23		1,161.06
CASH FLOW FROM FINANCING ACTIVITIES			
Borrowing	446.39	11.31	
Lease rental paid	(42.18)	(46.28)	
(Increase)/decrease in Fixed deposit	(0.36)	3.30	
Interest paid	(269.42)	(306.04)	
Net Cash from Financing Activities	134.44		(337.72)
Net Increase in cash and cash collection	16.01		26.80
Cash & Cash Equivalents at the beginning of the year	64.97		38.17
Cash & Cash Equivalents at the end of the year	80.98		64.97
Cash and Cash Equivalents shall comprise of:-			
Particulars			
a. Balances with banks	80.59		64.48
b. Cash on hand	0.39		0.49
Total	80.98		64.97

The above cash flow statement has been prepared under the "indirect method " as set out in the Accounting Standard -7 "Statement of Cash Flows"

The accompanying notes are an integral part of the Ind AS financial statements

As per our report of even date
For BIPIN & CO.
Chartered Accountants
Firm Reg. No. 101509W


Amit Shah
(Partner)
Membership No. 126337


Place : VADODARA
Date : 30/05/2022



For and on behalf of Board of Directors


MAHESH K SHAH
Chairman & Managing Director
00054351


DEEPTI PAREKH
Company Secretary
ACS60978
Place : MUMBAI
Date : 30/05/2022


JAYESH A MOTASHA
Director
00054238


VIVEK D MOTASHA
Chief Financial officer

Notes on Financial Statements for the Year ended 31st March, 2022
03:PROPERTY, PLANT & EQUIPMENT

(₹ in Lacs)

Particulars	Land	Buildings	Plant & Equipment	Furniture & Fittings	Office Equipment's	Total	Capital Work in progress
Cost							
As at March 31, 2020	48.08	686.64	1,286.71	10.49	44.19	2,076.10	52.02
Additions	-	-	5.68	-	0.32	6.01	0.60
Disposals	11.80	146.91	90.39	-	-	249.10	-
As at March 31, 2021	36.27	539.73	1,202.00	10.49	44.51	1,833.01	52.62
Additions	54.58	-	60.97	-	1.81	117.35	-
Disposals	-	-	38.72	-	-	38.72	52.62
As at March 31, 2022	90.85	539.73	1,224.25	10.49	46.32	1,911.63	0.00
Accumulated depreciation and impairment							
As at March 31, 2020	-	169.19	331.98	3.97	14.03	519.17	-
Depreciation for the year	-	32.30	89.07	1.00	4.66	127.03	-
Impairment	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
As at March 31, 2021	-	201.49	421.05	4.97	18.69	646.20	-
Depreciation for the year	-	22.76	44.43	-0.00	4.33	71.51	-
Impairment	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
As at March, 2022	-	224.24	465.49	4.97	23.02	717.72	-
Carrying amount							
As at March 31, 2021	36.27	338.24	780.95	5.52	25.82	1,186.81	52.62
As at March 31, 2022	90.85	315.49	758.76	5.52	23.30	1,193.92	0.00
Investment Property							
Particulars	Land	Building	Total				
Cost							
As at March 31, 2020	0.47	33.87	34.33				
Additions	-	-	-				
Disposals	-	-	-				
As at March 31, 2021	0.47	33.87	34.33				
Additions	-	-	-				
Disposals	-	-	-				
As at March, 2022	0.47	33.87	34.33				
Accumulated depreciation and impairment							
As at March 31, 2020	-	7.39	7.39				
Depreciation for the year	-	1.86	1.86				
Impairment	-	-	-				
Disposals	-	-	-				
As at March 31, 2021	-	9.24	9.24				
Depreciation for the year	-	1.86	1.86				
Impairment	-	-	-				
Disposals	-	-	-				
As at March 31, 2022	-	11.10	11.10				
Carrying amount							
As at March 31, 2021	0.47	24.62	25.09				
As at March 31, 2022	0.47	22.76	23.23				
Right to Use Assets							
Particulars	Building	Forklift	Total				
Net carrying value as at March 31, 2020	21.25	84.72	105.97				
Additions during the year	-	-	-				
Deletion during the year	-	-	-				
Adjustments on account of modification (extension/termination/rental changes)	27.90	-	27.90				
Depreciation during the year	(16.38)	(21.18)	(37.56)				
Net carrying value as at March 31, 2021	32.77	63.54	96.30				
Additions during the year	-	-	-				
Deletion during the year	-	-	-				
Less: Dep. expense during the year 2021-22	(16.38)	(21.18)	(37.56)				
Net carrying value as at March 31, 2022	16.38	42.36	58.74				

Capital work in Progress as at 31-03-2022

Capital Work In Progress	To be completed in			
Project - 1	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years

Capital work in Progress as at 31-03-2021

Capital Work In Progress	To be completed in			
Project - 1	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years
	52.62			

ROYAL CUSHION VINYL PRODUCTS LIMITED
Notes on Financial Statements for the year ended 31st March, 2022

04. INVESTMENT-NON-CURRENT

(₹ in Lacs)

Particulars	Units	As at 31st March, 2022	Units	As at 31st March, 2021
A Long Term Investment (at cost)				
Investment in Shares				
i) Unquoted : (Non Trade) in Equity				
Investment in Shares of Subsidiary Company :				
4,50,200 Shares (PY.4,50,200) in Euroroyal Floor Limited	4,50,200	259.31	4,50,200	259.31
(U.K.) of STG pound 1 (one) each fully paid up.				
Less : provision for diminution in value of investment	4,50,200	259.31	4,50,200	259.31
		-		-
30,000 (PY 30,000) equity shares in AB Corp Ltd	30,000	24.75	30,000	24.75
of ₹10/- each fully paid up.				
Less : Provision for Diminution in value of Investment	30,000	24.75	30,000	24.75
		-		-
7,500 (PY.7,500) shares in Baroda City Co-op Bank Ltd.	7,500	0.75	7,500	0.75
of ₹10/- each fully paid up.				
1,416 (PY.1,000) shares in Saraswat Co-op Bank Ltd.	1,416	0.21	1,416	0.21
of ₹10/- each fully paid up				
B Government Securities				
National Saving Certificates		0.02		0.02
(Pledged with Government Authorities)				
C Investment by way of capital in a partnership firm				
Creative Investment		16.75		16.75
Total		17.73		17.73

Particulars	As at 31st March, 2022	As at 31st March, 2021
Aggregate amount of unquoted investments	285.02	285.02
Aggregate Provision for the diminution in Value of investments	284.06	284.06

4.1) The Company has made an investment of ₹ 259.31 lacs (£ 450.200) in Euroroyal Floors Ltd. ("ERF"), a wholly owned subsidiary in U.K.. The subsidiary also owes ₹ 2333.76 lacs (Net of commission payable ₹ 106.19 lacs) towards supply of goods made to it. The principal customers of ERF in Russia did not honour the debts, Due to this ERF in turn, could not pay it's creditors. The Company has been informed by the ex-local Directors of ERF that one of the creditors had filed a suit for winding-up of ERF pursuant to which the High Court of Justice of U.K. made a winding-up order dated 11th June, 2001 against ERF and the official receiver has been appointed to liquidate the assets of ERF. Thereafter order dated 12/03/2002 was passed and ERF is dissolved Under the circumstances , the Management had provided for diminution in value of investment made in ERF in the year 2000-01. As also, provision against the debt of ₹ 2333.76 lacs due from ERF had been made in earlier year.

05. OTHER FINANCIAL ASSETS-CURRENT

Particulars	As at 31st March, 2022	As at 31st March, 2021
Deposits	95.49	95.30
Total	95.49	95.30

06. INVENTORIES

Particulars	As at 31st March, 2022	As at 31st March, 2021
Raw materials	128.34	259.29
Work-in-progress	455.85	403.80
Finished goods	222.66	380.60
Packing Materials	25.39	26.26
Consumable Stores	102.35	90.62
Fuel	1.15	0.52
Total	935.74	1,161.10

07. TRADE RECEIVABLES

Particulars	As at 31st March, 2022	As at 31st March, 2021
Outstanding for a period exceeding six months from the date they are due for payment		
Considered good	178.83	18.45
Considered Doubtful	2,345.74	2,345.74
	2,524.57	2,364.19
Less : Provision for Doubtful Debts	2,345.74	2,345.74
	178.83	18.45
Others (Considered good)	165.90	254.32
Total	344.73	272.77

7.1) Trade Receivables ageing schedule as at 31st March,2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -considered good	165.90	158.09	1.02	0.63	19.09	344.73
(ii) Undisputed Trade receivables -considered doubtful	-	-	-	-	2,345.74	2,345.74
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-
(v) Allowance for doubtful trade receivables	-	-	-	-	(2,345.74)	(2,345.74)
	165.90	158.09	1.02	0.63	19.09	344.73

Trade Receivables ageing schedule as at 31st March,2021

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -considered good	254.32	0.11	1.25	3.66	13.43	272.77
(ii) Undisputed Trade receivables -considered doubtful	-	-	-	-	2,345.74	2,345.74
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-
(v) Allowance for doubtful trade receivables	-	-	-	-	(2,345.74)	(2,345.74)
	254.32	0.11	1.25	3.66	13.43	272.77

08. CASH AND CASH EQUIVALENTS

Particulars	As at 31st March, 2022	As at 31st March, 2021
a. Balances with banks	80.59	64.48
b. Cash on hand	0.39	0.49
Total	80.98	64.97

09.BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

Particulars	As at 31st March, 2022	As at 31st March, 2021
Fixed Deposit with banks	20.40	20.04
Total	20.40	20.04

Fixed deposit of ₹ 20.40 lacs (P.Y. ₹ 20.03 lacs) , held as security deposit against Bank Guarantee.

10. LOANS-CURRENT

Particulars	As at 31st March, 2022	As at 31st March, 2021
Advances to Employees	9.81	9.29
Total	9.81	9.29

11. OTHER CURRENT ASSETS (Unsecured, considered good)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Prepaid Expenses	10.28	5.11
Advances to Suppliers	23.99	40.73
Balance with Government authorities	626.43	476.31
Total	660.71	522.15

12. SHARE CAPITAL

Particulars	As at 31st March, 2022	As at 31st March, 2021
Authorised : 30,000,000 (Previous year 30,000,000)		
Equity Shares of ₹ 10/- each	3,000.00	3,000.00
Issued, Subscribed & Paid up 12,067,212		
(Previous Year 12,067,212) Equity Shares of ₹ 10/- each fully paid up	1,206.72	1,206.72
Total	1,206.72	1,206.72

12.1) Rights of Equity Shareholders

The Company has only one class of equity share of ₹ 10/- per share, Each Share holder of equity shares is entitled to one vote per share.

12.2) Reconciliation of the Shares outstanding and amount of share capital.

Particulars	As at March 31, 2022		As at March 31, 2021	
	Numbers	₹ in lacs	Numbers	₹ in lacs
Shares outstanding at the beginning of the year	1,20,67,212	1,206.72	1,20,67,212	1,206.72
Shares Issued during the year	-	-	-	-
Shares outstanding at the end of the year	1,20,67,212	1,206.72	1,20,67,212	1,206.72

12.3) Details of Shareholders holding more than 5% shares.

	As at 31st March, 2022	% of Holding	As at 31st March, 2021	% of Holding
No. of Shares held			No. of Shares held	
Bhaktavatsala Trading & Consultancy Services LLP	10,35,210	8.58	10,35,210	8.58
Sahishnu Trading & Consultancy Services LLP	7,09,340	5.88	7,09,340	5.88
Shreedaha Trading & Consultancy Services LLP	7,09,300	5.88	7,09,300	5.88
Sughosh Trading & Consultancy Services LLP	7,09,310	5.88	7,09,310	5.88
Trilokatma Trading & Consultancy Services LLP	10,35,210	8.58	10,35,210	8.58
Lapada (Mauritius) Limited	28,80,000	23.87	28,80,000	23.87

12.4) Shareholding of Promoters

Name of Promoter *	As at March 31, 2022	% of Holding	As at March 31, 2021	% of Holding	% change during the year
No. of Shares held			No. of Shares held		
Bhaktavatsala Trading & Consultancy Services LLP	10,35,210	8.58	10,35,210	8.58	0.00
Trilokatma Trading & Consultancy Services LLP	10,35,210	8.58	10,35,210	8.58	0.00
Lokswami Trading & Consultancy Services LLP	4,03,150	3.34	4,03,150	3.34	0.00
Sahishnu Trading & Consultancy Services LLP	7,09,340	5.88	7,09,340	5.88	0.00
Sughosh Trading & Consultancy Services LLP	7,09,310	5.88	7,09,310	5.88	0.00
Shreedaha Trading & Consultancy Services LLP	7,09,300	5.88	7,09,300	5.88	0.00
Vishvamurti Trading & Consultancy Services Pvt Ltd.	8,570	0.07	8,570	0.07	0.00
Trilokesh Trading & Consultancy Services Pvt Ltd	45,690	0.38	45,690	0.38	0.00
Sumukh Trading & Consultancy Services LLP	44,970	0.37	44,970	0.37	0.00
Anuradha Jayesh Jhaveri	28,000	0.23	28,000	0.23	0.00
Anuradha Arvind Motasha	1,000	0.01	1,000	0.01	0.00
Arvind Vadilal Motasha	16,903	0.14	16,903	0.14	0.00
Bhavana Mukesh Motasha	40,822	0.34	40,822	0.34	0.00
Deepak Amrutlal Motasha	27,001	0.22	27,001	0.22	0.00
Dipti Jayesh Motasha	1,051	0.01	1,051	0.01	0.00
Hansa Arvind Motasha	27,600	0.23	27,600	0.23	0.00
Jayesh A Motasha	26,800	0.22	26,800	0.22	0.00
Jayshree Mahesh Shah	400	0.00	400	0.00	0.00
Mahesh Kantilal Shah	39,450	0.33	39,450	0.33	0.00
Meena Vinod Shah	74,000	0.61	74,000	0.61	0.00
Mukesh Amrutlal Motasha	25,701	0.21	25,701	0.21	0.00
Sushilaben K Shah	18,550	0.15	18,550	0.15	0.00
Suvrat Mahesh Shah	13,600	0.11	13,600	0.11	0.00
Sweta Deepak Motasha	300	0.00	300	0.00	0.00
Varun Jayesh Motasha	19,800	0.16	19,800	0.16	0.00
Vinod Kantilal Shah	41,400	0.34	41,400	0.34	0.00
Lapada (Mauritius) Limited	28,80,000	23.87	28,80,000	23.87	0.00

* Details of Promoters are identified based on information submitted with the BSE Ltd. as per SEBI (LODR) Regulations, 2015 (as amended) and the Annual Return filed in accordance with the provision of Section 92 of the Act.

13. OTHER EQUITY

Particulars	As at 31st March, 2022	As at 31st March, 2021
a. CAPITAL RESERVE		
Opening Balance	6.49	6.49
Addition	-	-
Deduction	-	-
Closing Balance	6.49	6.49
b. SECURITIES PREMIUM RESERVE		
Opening Balance	7,232.25	7,232.25
Addition	-	-
Deduction	-	-
Closing Balance	7,232.25	7,232.25
c. INVESTMENT ALLOWANCE RESERVE		
Opening Balance	45.34	45.34
Addition	-	-
Deduction	-	-
Closing Balance	45.34	45.34
d. SURPLUS/DEFICIT IN THE STATEMENT OF PROFIT & LOSS		
Opening Balance	(53,573.13)	(53,766.59)
Remeasurement of defined benefits plans	(0.54)	(6.70)
Add : Profit for the year	4,713.41	200.15
Closing Balance	(48,860.27)	(53,573.13)
Total	(41,576.19)	(46,289.05)

Nature and Purpose of each reserve

- Capital reserve - During amalgamation, the excess of net assets taken, over the consideration paid, if any, is treated as capital reserve.
- Securities premium reserve - The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. In case of equity-settled share based payment transactions, the difference between fair value on grant date and nominal value of share is accounted as securities premium reserve. This reserve is utilised in accordance with the provisions of the Companies Act 2013.
- Investment allowance reserve - Investment Allowance Reserve was created under the provisions of Income tax , when new machineries were purchased.

14. BORROWING		(₹ in Lacs)			
Particulars	As at 31st March, 2022		As at 31st March, 2021		
	Current	Non Current	Current	Non Current	
Secured					
Loan from Banks	-	32.68	19.83	32.68	
Loans from Financial Institutions	-	23,260.45	-	23,470.45	
Loan/deposit/advances from Others	245.77	1,840.01	227.78	5,475.07	
Unsecured					
Loan from Companies	-	1,729.49	-	1,226.65	
Loan from Directors	-	1,026.55	-	585.63	
Loan from Others	-	2,323.91	-	2,330.43	
Total	245.77	30,213.08	247.61	33,121.90	

14.1 (a) As in the past, in current year also, due to non-receipt of the statements / advices / balance confirmation certificates from the financial institutions / banks, book entries pertaining to banks and financial institutions, the balances could not be reconciled. Further, in absence of such details and information, the amount payable also could not be estimated or ascertained. Thus, bank balances and balances of such financial institutions as on 31.03.2022 are subject to adjustments, if any, to be carried out on receipt of the relevant statements / advices / balance confirmation certificates from banks/ financial institutions.

(b) The original lenders of the Company namely IDBI, Bank of India, Oriental Bank of Commerce and EXIM Bank had assigned their dues to Asset Reconstruction Company of India Limited ('ARCIL') in the year 2006-07 and thereafter ARCIL assigned its rights in dues of the Company to SICOM Limited in the year 2011-12. During the financial year 2017-18, SICOM Limited assigned its rights in the dues outstanding from the Company to Finquest Financial Solutions Private Limited ('Finquest'). Similarly, during the financial year 2017-18, Saraswat Co-op Bank Ltd. assigned its rights in the dues outstanding from the Company to Finquest. Therefore, the outstanding loan balance of all these original lenders have been presented to the credit of Finquest. The Company has not provided interest on loan outstanding to the credit of Finquest. Similarly, the Company has not provided interest on loan outstanding of Baroda City Co-op Bank, as the Company has already given one-time settlement proposal to bank. Had the Company provided interest as per practice followed in earlier years, loss would have been higher by ₹.1295.87 lacs (P.Y. ₹ 1311.63 lacs).

(c) The Directors of the Company along with their family members and group companies/associates have arranged loans from Deutsch Bank (DB) and Capital First Limited (Now merged with IDFC Bank Ltd.) (IDFC) by giving their personal property as collateral security. These loans are released by DB and IDFC to Natroyal Industries Private Limited ('NIPL'). Pursuant to the arrangement / understanding between NIPL, Directors, associates and the Company, the said loan amount were transferred by NIPL to the Company and the Company has treated the same as Loan from NIPL. The instalments including interest is paid on the said Loan by the Company. The principal loan repayment amount is debited to NIPL Loan Account and interest thereon is debited to interest account in the Company's Books of Accounts. The loan outstanding as on 31.03.2022 for DB is ₹ 1031.38 lacs and IDFC is ₹ 1054.40 lacs.

15. PROVISION - NON-CURRENT

Particulars	As at 31st March, 2022	As at 31st March, 2021
Provision for Employee Benefits		
Provision for Gratuity	169.65	162.52
Provision for Leave Benefits	22.69	25.28
Provision for Customs duty including interest	5,683.95	5,683.95
Total	5,876.49	5,871.74

15.1) Under the Duty Exemption Scheme of Advance License (as well as similar other license scheme) pursuant to Import & Export Policy of Government of India duty free imports of raw materials are permitted and they are required to be used in manufacturing of goods for export, as well as, export of goods has to be effected within the time allowed, in terms of the scheme. The Company has availed of such licenses from time to time. In the past, it had fulfilled its export obligations. The Company had imported duty free raw material under certain licenses, however it could not effect export within the time allowed due to circumstances beyond the control of the Company. The Company has evaluated its obligations under the scheme and it has been advised that in view of non fulfillment of export obligations, the authorities can recover the import duty and mandatory interest thereon. From 01.04.2014 the Company has stopped providing interest on custom duty liability. Had the company provided interest as per practice followed in earlier years loss would have been higher by ₹ 278.66 lacs and reserve and surplus would have been lower to that extent during the year.

15.2) BIFR's Order dated 11/06/2015 includes various reliefs from DFGT such as extension of Export Obligation Period, Waiver of Penalties and also refund from Customs against Advance Licenses and EPCG Licenses once the export obligation is extended and completed. The company has already got extension of export obligation for various Licenses and is in the process of getting extension of Export Obligation of Advance Licenses and EPCG Licenses. In the year 2000, 2001 and 2006, the Customs Dept. has encashed Bank Guarantees provided by Union Bank of India and Global Trust Bank. The total amount of these Guarantees is ₹ 4.35 Crores. The company is in the process of consolidating all the documents and will file the claim with Customs Dept. for refund of the Bank Guarantees amount etc. As the application is yet to be filed, this amount is not shown as "Receivable" in the Balance Sheet.

16. TRADE PAYABLES

Particulars	As at 31st March, 2022	As at 31st March, 2021
Micro & Small Enterprises (Ref Note No.37)	586.71	693.07
Others	5,519.83	7,738.10
Total	6,106.54	8,432.17

16.1) Trade Payables ageing schedule: As at 31st March, 2022

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	401.67	11.21	1.32	172.51	586.71
(ii) Others	1,202.81	3,773.19	4.61	530.26	5,510.87
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	8.96	8.96
Total	1,604.48	3,784.40	5.93	711.73	6,106.54

Trade Payables ageing schedule: As at 31st March, 2021

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	481.07	27.52	9.14	175.34	693.07
(ii) Others	3,755.20	13.91	461.24	3,499.79	7,730.14
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	8.96	8.96
Total	4,236.27	41.43	470.38	3,684.09	8,432.17

17. OTHER CURRENT LIABILITIES

Particulars	As at 31st March, 2022	As at 31st March, 2021
(a) Advance from Customers	1,141.68	780.32
(b) Statutory Liabilities	57.48	54.59
(c) Other Liabilities	110.00	11.00
Total	1,309.16	845.90

ROYAL CUSHION VINYL PRODUCTS LIMITED
Notes on Financial Statements for the year ended 31st March, 2022

(₹ in Lacs)

18. PROVISIONS - CURRENT

Particulars	As at 31st March, 2022	As at 31st March, 2021
(a) Provision for Gratuity	11.66	4.39
(b) Provision for Leave Benefits	4.79	4.19
Total	16.45	8.58

19. REVENUE FROM OPERATION

	2021-22	2020-21
Sales of Products and services	6,807.55	6,048.00
	6,807.55	6,048.00
Other Operating Revenue		
Sale of Scrap	89.32	48.64
	89.32	48.64
Total	6,896.87	6,096.64

19.1)

Particulars	2021-22	2020-21
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DETAILS OF TURNOVER :

PVC Floor Covering	6,263.16	5,739.73
PVC Leather cloth	544.39	308.27
Total	6,807.55	6,048.00

20. OTHER INCOMES

Interest	5.18	6.76
Govt. Grant received	-	335.56
Unclaimed Liabilities / Provision / Balance Written Back	-	37.94
Lease Rent	13.23	19.15
Profit on sale of Fixed assets	26.82	896.38
Total	45.23	1,295.80

20.1 Unclaimed Liabilities/Balances written back represents balances of various suppliers, advances from customers, balances of banks and financial Institutions etc. Which are no longer payable, have been written back.

21. COST OF MATERIAL CONSUMED

	2021-22	2020-21
Opening Stock	259.29	190.84
Purchases	6,085.04	5,254.29
	6,344.33	5,445.13
Less: Closing Stock	128.34	259.29
Total	6,215.99	5,185.84

21.1) Value of Consumption of directly imported and Indigenously obtained Raw material & the percentage of each to the total.

RAW MATERIAL CONSUMED	2021-22	%	2020-21	%
Imported	497.61	8.01	16.42	0.32
Indigenous	5,718.38	91.99	5,169.42	99.68
Total	6,215.99	100.00	5,185.84	100.00

RAW MATERIAL CONSUMED

	2021-22	2020-21
PVC Resin	3,208.45	2,476.07
Plasticizers	1,366.62	1,002.81
Others	1,640.93	1,706.97
Total	6,215.99	5,185.84

22. CHANGES IN INVENTORIES OF FINISHED GOODS , STOCK IN TRADE AND WORK IN PROGRESS

	2021-22	2020-21
<u>Opening Stock</u>		
Finished Goods	380.60	212.01
Work-in-process	403.80	457.44
	784.41	669.46
<u>Less: Closing Stock</u>		
Finished Goods	222.66	380.60
Work-in-process	455.85	403.80
	678.51	784.41
Total	105.90	(114.95)

22.1) DETAILS OF INVENTORY OF FINISHED GOODS

	2021-22	2020-21
PVC Floor Covering	222.66	380.60
Total	222.66	380.60

(₹ in Lacs)

23. EMPLOYEES BENEFITS EXPENSE	2021-22	2020-21
Salaries	483.61	463.15
Contribution to Provident Fund and Other Funds	32.24	27.28
Gratuity	19.67	19.63
Staff Welfare	11.40	5.71
Total	546.92	515.77
 24. FINANCE COSTS	 2021-22	 2020-21
Interest on borrowings	300.50	337.16
Interest on Lease Liabilities	8.94	12.51
Bank Charges	2.16	2.65
Total	311.60	352.32
 25. OTHER EXPENSES	 2021-22	 2020-21
Consumption of stores and spares	81.01	76.46
Consumption of packing material	189.41	187.39
Power and fuel	621.28	464.72
Lease Rent	4.67	2.13
Rates and taxes	1.12	21.08
Insurance	10.68	14.78
Electricity Charges	7.82	8.18
Repairs and maintenance		
- Plant and machinery	29.92	55.71
- Buildings	0.11	1.53
- Others	0.62	0.99
Design & Development	7.88	4.67
Machine Operating Charges	44.36	48.66
Services and maintenance	35.13	28.17
Advertising and sales promotion	1.34	1.26
Travelling and conveyance	1.80	2.08
Telephone Expense	2.40	3.40
Vehicle Expense	30.22	25.95
Legal and professional fees	52.90	50.09
Payment to auditor		
- Audit fees	2.27	2.27
- Tax Audit fees	0.30	0.30
- Certification Work	0.45	0.08
Share of loss from Partnership firm	0.00	0.01
Freight and forwarding charges Outward	2.13	3.19
Miscellaneous expenses	70.77	82.18
Total	1,198.59	1,085.29

Note 26 - Categories of Financial Instruments and Fair Value Hierarchy

(₹ in Lacs)

As at 31-03-2022				
	Amount	Level 1	Level 2	Level 3
Financial Assets				
Classified as Fair value through Profit & Loss				
Investments :-				
In Equity Instruments (Unquoted)	0.96	-	-	0.96
Classified as Amortised Cost				
Investment in Partnership firms	16.75	-	-	-
Govt. Securities	0.02	-	-	-
Trade Receivables	344.73	-	-	-
Loans	9.81	-	-	-
Cash and cash equivalents	80.98	-	-	-
Bank Balances other than Cash and Cash Equivalents	20.40	-	-	-
Security Deposit	95.49	-	-	-
Total Financial Assets	569.14	-	-	0.96
Financial Liabilities				
Classified as Amortised Cost				
Borrowings	30,458.86	-	-	-
Lease Liabilities	75.25	-	-	-
Trade payables	6,106.54	-	-	-
Total Financial liabilities	36,640.65	-	-	-

As at 31-03-2021				
	Amount	Level 1	Level 2	Level 3
Financial Assets				
Classified as Fair value through Profit & Loss				
Investments :-				
In Equity Instruments (Unquoted)	0.96	-	-	0.96
Classified as Amortised Cost				
Investment in Partnership firms	16.75	-	-	-
Govt. Securities	0.02	-	-	-
Trade Receivables	272.77	-	-	-
Loans	9.29	-	-	-
Cash and cash equivalents	64.97	-	-	-
Bank Balances other than Cash and Cash Equivalents	20.04	-	-	-
Security Deposit	95.30	-	-	-
Total Financial Assets	480.10	-	-	0.96
Financial Liabilities				
Classified as Amortised Cost				
Borrowings	33,369.51	-	-	-
Lease Liabilities	108.50	-	-	-
Trade payables	8,540.66	-	-	-
Total Financial liabilities	42,018.67	-	-	-

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, it has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: Such inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset and liability, either directly or indirectly.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities included in level 3.

The investments included in Level 3 of fair value hierarchy have been valued using the cost approach to arrive at their fair value. The cost of unquoted investments approximates the fair value because there is wide range of possible fair value measurements and the costs represents estimate of fair value within that range.

The Management considers that the carrying amount of financial assets and financial liabilities carried at amortised cost approximates their fair values.

Note 27 - Financial Risk Management

The Company's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Company's risk management assessment and policies and processes are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities.

A) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer fails to meet its contractual obligations.

a) Cash and Cash Equivalents

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Board. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure as far as possible that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed condition, without incurring unacceptable losses or risking damage to the Company's reputation. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of surplus funds, bank overdrafts, bank loans, debentures and inter-corporate loans.

The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Company has access to a sufficient variety of sources of funding.

The table below provides details regarding the contractual maturities of significant financial liabilities :

(₹ in Lacs)

Particulars	For the year ended 31.03.2022			Total
	Less than 1 Year	1-5 Years	above 5yrs	
Borrowings	245.77	1,422.85	29,790.44	30,459.06
Trade payables	6,106.54	-	-	6,106.54
Lease Liabilities	49.86	25.59	-	75.25
Other financial liabilities	1,309.16	-	-	1,309.16
Total	7,711.13	1,448.24	29,790.44	37,949.81

Particulars	For the year ended 31.03.2021			Total
	Less than 1 Year	1-5 Years	above 5yrs	
Borrowings	247.61	1,488.00	31,633.90	33,369.51
Trade payables	8,432.17	-	-	8,432.17
Lease Liabilities	41.03	67.47	-	108.50
Other financial liabilities	845.90	-	-	845.90
Total	9,566.71	1,555.47	31,633.90	42,756.08

Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates, foreign currency exchange rates and commodity prices) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices. Market risk is attributable to all market risk-sensitive financial instruments, all foreign currency receivables and payables and all short term and long-term debt. The Company is exposed to market risk primarily related to commodity prices and the market value of its investments.

Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates.

Note 28 - EMPLOYEE BENEFIT PLANS

Annexure 'A' GRATUITY

(₹ in Lacs)

Define Benefit Plans as per actuarial valuation under ind AS 19 period of accounting

Valuation Result as at		31-Mar-22	31-Mar-21
I	Changes in present value of obligations		
	PVO at beginning of period	166.91	164.70
	Interest cost	10.36	10.38
	Current Service Cost	9.31	9.26
	Past Service Cost- (non vested benefits)	-	-
	Past Service Cost-(vested benefits)	-	-
	Benefits Paid	(5.81)	(24.12)
	Contributions by plan participants	-	-
	Business Combinations	-	-
	Curtailments	-	-
	Settlements	-	-
	Actuarial (Gain)/Loss on obligation	0.54	6.70
	PVO at end of period	181.31	166.91
II	Interest Expenses		
	Interest cost	10.36	10.38
III	Fair Value of Plan Assets		
	Fair Value of Plan Assets at the beginning	-	-
	Interest Income	-	-
IV	Net Liability		
	PVO at beginning of period	166.91	164.70
	Fair Value of the Assets at beginning report	-	-
	Net Liability	166.91	164.70
V	Net Interest		
	Interest Expenses	10.36	10.38
	Interest Income	-	-
	Net Interest	10.36	10.38
VI	Actual return on plan assets		
	Less Interest income included above	-	-
	Return on plan assets excluding interest income	-	-
VII	Actuarial (Gain)/Loss on obligation		
	Due to Demographic Assumption*	-	-
	Due to Financial Assumption	(6.17)	5.55
	Due to Experience	6.71	1.15
	Total Actuarial (Gain)/Loss	0.54	6.70

Accounting Disclosures Statement Period of accounting

Annexure 'A' GRATUITY

	31-Mar-22	31-Mar-21
Fair Value of Plan Assets		
Opening Fair Value of Plan Asset	-	-
Adjustment to Opening Fair Value of Plan Asset	-	-
Return on Plan Assets excl. interest income	-	-
Interest Income	-	-
Contributions by Employee	-	-
Benefits Paid	(5.81)	(24.12)
Fair Value of Plan Assets at end	-	-
Past Service Cost Recognised	-	-
Past Service Cost- (non vested benefits)	-	-
Past Service Cost-(vested benefits)	-	-
Average remaining future service till vesting of the benefit	-	-
Recognised Past service Cost- non vested benefits	-	-
Recognised Past service Cost- vested benefits	-	-
Unrecognised Past Service Cost- non vested benefits	-	-
Amounts to be recognized in the balance sheet	-	-
PVO at end of period	181.31	166.91
Fair Value of Plan Assets at end of period	-	-
Funded Status	(181.31)	(166.91)
Net Asset/(Liability) recognized in the balance sheet	(181.31)	(166.91)
Expense recognized in the statement of P & L A		
Current Service Cost	9.31	9.26
Net Interest	10.36	10.38
Past Service Cost- (non vested benefits)	-	-
Past Service Cost-(vested benefits)	-	-
Curtailment Effect	-	-
Settlement Effect	-	-
Unrecognised Past Service Cost- non vested benefits	-	-
Actuarial (Gain)/Loss recognized for the period	-	-
Expense recognized in the statement of P & L A/C	19.67	19.63

		Annexure 'A'				
		31-Mar-22	31-Mar-21			
	<u>Period of accounting</u>					
XII	<u>Other Comprehensive Income (OCI)</u>					
	Actuarial (Gain)/Loss recognized for the period	0.54	6.70			
	Asset limit effect	-	-			
	Return on Plan Assets excluding net interest	-	-			
	Unrecognized Actuarial (Gain)/Loss from previous period	-	-			
	Total Actuarial (Gain)/Loss recognized in (OCI)	0.54	6.70			
XIII	<u>Movements in the Liability recognized in Balance Sheet</u>					
	Opening Net Liability	166.91	164.70			
	Adjustment to opening balance	-	-			
	Expenses as above	19.67	19.63			
	Contribution paid	(5.81)	(24.12)			
	Other Comprehensive Income(OCI)	0.54	6.70			
	Closing Net Liability	181.31	166.91			
XIV	<u>Schedule III of The Companies Act 2013</u>					
	Current Liability	11.66	4.39			
	Non-Current Liability	169.65	162.52			
XV	<u>Projected Service Cost 31 Mar 2023</u>	9.43	-			
XVI	<u>Asset Information</u>	Target Allocation				
	Not Applicable as the plan is unfunded.					
XVII	<u>Assumptions as at</u>	31-Mar-22	31-Mar-21			
	Mortality	IALM (2012-14) Ult.	IALM (2006-08) Ult.			
	Interest / Discount Rate	6.85%	6.32%			
	Rate of increase in compensation	8.00%	8.00%			
	Annual increase in healthcare costs					
	Future Changes in maximum state healthcare benefits	8.75	9.89			
	Expected average remaining service	58 Years	58 Years			
	Retirement Age	Age: 0 to 40 : 3%	Age: 0 to 40 : 3%			
	Employee Attrition Rate	Age: 41 to 50 : 2%	Age: 41 to 50 : 2%			
		Age: 51 to 58 : 1%	Age: 51 to 58 : 1%			
XVIII	<u>Sensitivity Analysis</u>					
		DR: Discount Rate ER: Salary Escalation Rate				
		PVO DR +1%	PVO DR -1%	PVO ER +1%	PVO ER -1%	
	PVO	170.62	193.27	192.00	171.57	
XIX	<u>Expected Payout</u>	31-Mar-22	31-Mar-21			
	1st following year	11.66	4.39			
	2nd following year	14.53	9.32			
	3rd following year	23.41	12.31			
	4th following year	14.96	21.67			
	5th following year	13.68	15.90			
	Sum of 6 to 10 years	108.91	102.43			
XX	<u>Asset Liability Comparisons</u>					
	Year	31-03-2018	31-03-2019	31-03-2020	31-03-2021	31-03-2022
	PVO at end of period	178.50	187.05	164.70	166.91	181.31
	Plan Assets	-	-	-	-	-
	Surplus/(Deficit)	(178.50)	(187.05)	(164.70)	(166.91)	(181.31)
	Experience adjustments on plan assets	-	-	-	-	-
	Weighted average remaining duration of Defined Benefit Obligation	6.52				

Note 29 - Capital management

The company's objectives when managing capital are to:

- > Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
 - > Maintain an optimal capital structure to reduce the cost of capital.
- The Company monitors capital on the basis of the carrying amount of debt less cash and cash equivalents as presented on the face of the financial statements. The Company's objective for capital management is to maintain an optimum overall financial structure.

Consistent with others in the industry, the group monitors capital on the basis of the following gearing ratio:

Particulars	₹ in Lacs)	
	31.03.2022	31.03.2021
Gross Debt	30,458.85	33,369.51
Less: -	-	-
Cash and Cash Equivalent	80.98	64.97
Other Bank Balance	20.40	20.04
Net debt (A)	30,357.47	33,284.50
Total Equity (B)	(40,369.46)	(45,082.33)
Net debt to equity ratio	(0.75)	(0.74)

Note 30 - Segment Reporting

The company is engaged in manufacture of PVC products (PVC Laminated Sheet/Tiles, PVC Leather Cloth).

Based on the information reported to the chief operating decision maker (CODM) for the purpose of resource allocation and assessment of performance, there are no reportable segments in accordance with the requirements of Indian Accounting Standard 105-'Operating Segment Reporting', notified under the Companies (Indian Accounting Standards) Rules, 2015.

Note 31 - Related Party transactions**1 NAME OF RELATED PARTIES AND RELATIONS****(A) SUBSIDIARY COMPANY**

a) Euroroyal Floor Ltd.

(B) ASSOCIATES CONCERN

- a) Natroyal Industries Pvt.Limited
b) Sugshosh Trading & Consultancy Services LLP
c) Trilokmatra Trading & Consultancy Services LLP
d) Shreedaha Trading & Consultancy Services LLP
e) Shreeshaha Trading & Consultancy Services LLP
f) Bhaktavatsala Trading & Consultancy Services LLP
g) Trilokesh Trading & Consultancy Services LLP
h) Lokwami Trading & Consultancy Services LLP
i) Sahishnu Trading & Consultancy Services LLP

(C) KEY MANAGERIAL PERSONNEL

- a) Mahesh K Shah (Chairman & Managing Director)
b) Jayesh Motasha (Non Executive Director)
c) Deepti Parekh (Company Secretary) @
d) Vivek D Motasha (CFO) @

(D) BOARD OF DIRECTORS

- a) Mahesh K Shah (Chairman & Managing Director)
b) Jayesh Motasha (Non Executive Director)
c) Harsha Shah
d) Avani Pandit

2 RELATED PARTY TRANSACTIONS

(₹ in Lacs)

Nature of Transaction	2021-22			2020-21		
	Subsidiary	Associates	Key Management	Subsidiary	Associates	Key Management
Purchases of goods & Services						
Natroyal Industries Private Limited		2,953.38	-	-	3,614.82	-
Sales of goods, Services etc.						
Natroyal Industries Private Limited		4,490.03	-	-	6,092.99	-
Repayment of Loan						
Natroyal Industries Private Limited (ref. Note no. 14.1f (C))		227.78	-	-	26.73	121.18
Mahesh K Shah						23.71
Jayesh A Motasha			10.73			
Remuneration						
Mahesh K Shah			9.29			8.49
Nivedita Arun Juvatkar			0.62			3.30
Deepti Parekh			5.14			
Vivek D Motasha			5.05			
Loan Received						
Mahesh K Shah			451.65			
Outstanding of deposit/advance received						
Natroyal Industries Private Limited (ref. Note no. 40)					3,390.29	
Loan Payable						
Natroyal Industries Private Limited		2,085.77		-	2,313.55	
Shreedaha Trading & Consultancy LLP		4.00			4.00	
Trilokesh Trading & Consultancy LLP		287.13			287.13	
Shreeshaha Trading & Consultancy LLP		536.14			536.14	
Vishwamurthy Trading & Consultancy LLP		36.76			36.76	
Lokwami Trading & Consultancy LLP		96.77			96.77	
Bhaktavat Trading & Consultancy LLP		192.06			192.06	
Sahishnu Trading & Consultancy LLP		15.15			15.15	
Sugshosh Trading & Consultancy LLP		13.70			13.70	
Trilokamata Trading & Consultancy LLP		274.58			274.58	
Sumukh Trading & Consultancy LLP		243.18			243.18	
Mahesh K Shah			31.91		-	42.64
Jayesh A Motasha			994.64		-	542.99
Trade Payable						
Natroyal Industries Private Limited (ref. Note no. 40)		3,511.08	-	-	5,611.40	-
Trade Receivable *						
Euroroyal Floor Limited	2,333.76			2,333.76		

@ During the year Mrs. Deepti Parekh, Company Secretary appointed on 14/06/2021 and Mr. Vivek Motasha, Chief Financial Officer appointed on 11/10/2021.

* In respect of above parties, there is no provision for doubtful debts as on 31st Mar.'2022, except ₹ 2333.76 lacs provided in respect of due by the Subsidiary Company in earlier year. The High Court of Justice of U.K. made a winding-up order dated 11th June, 2001 against Euroroyal Flor Ltd and the official receiver has been appointed to liquidate the assets of ERF. Thereafter order dated 12/03/2002 was passed and Euroroyal Flor Ltd is dissolved. Further full provision has been made towards receivable of ₹ 2333.76 lacs from Euroroyal Flor Ltd in earlier years.

Note 32 - Contingent Liabilities

Particulars	As at	(₹ in Lacs)
	31.03.2022	As at 31.03.2021
Claims against the Company not acknowledged as debts	4,586.64	4,586.64
Liabilities disputed -appeals filed with respect to CEGATE, Mumbai	21.05	21.05
Excise duty on account of valuation / cervat credit / service tax	2.99	12.97
Custom duty Liabilities disputed -CESTA appeals filed with respect to	9.30	9.30
Income tax on account of disallowances / additions	46.62	46.62
Penalty Impose by FERA & disputed by Company	100.00	100.00

Note 33 - Earnings per Share

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

Particulars	2021-22	2020-21
a. Net Profit/(loss) after Tax available for equity shareholders (₹ in lacs)	4,713.41	200.15
b. Number of Equity Shares of ₹ 10/-each outstanding during the year (Nos. of Shares)	1,20,67,212	1,20,67,212
c. Basic/ Diluted Earnings Per Share (a/b) (₹)	39.06	1.66

Note 34 - Below is the table showing fair value of Investment Property

Investment Property:		31.03.2022	31.03.2021
i	Amounts recognised in profit or loss for investment properties Rental	13.23	19.15
	Direct operating expenses from property that generated rental income	-	-
	Depreciation	(1.86)	(1.86)
	Profit from Investment Property	11.37	17.30
		-	-
iii	Fair value	385.72	385.72
	Estimation of fair value: Method of Estimation		
	We have used the prevailing market rate for the purposes of arriving at the fair value of land and buildings.		

Note 35 : The Company is a partner in M/s.Creative Investment, the details of the partners, their share in profit / loss and total Capital of the partners of the firm as on 31.03.2022 are as under.

Sr.	a) Name of Partners	Share
i	Shri Jay Shah	46.25%
ii	Shri Vivek Motasha	46.25%
iii	M/s. Royal Cushion Vinyl Products Ltd.	7.50%
		100.00%

b) The total Capital of the Partners is ₹ 24.33 lacs

c) The above details about investment and names of partners are based on the information, certified by a partner.

Note 36 : Leases

a) The following is the movement in lease liabilities	(₹ in Lacs)
Lease commitments as at 31 March 2020	135.02
Addition during the period	-
Finance cost accrued during the period	12.51
Adjustments on account of modification (extension/termination/rental changes)	6.24
Payment of lease liabilities	(49.40)
Lease commitments as at 31 March 2021	105.38
Addition during the period	-
Finance cost accrued during the period	8.83
Adjustments on account of modification (extension/termination/rental changes)	-
Payment of lease liabilities	(46.74)
Lease commitments as at 31 March 2022	67.47

b) Maturity Analysis of Lease Liabilities

(₹ in Lacs)

	31st March, 2022	31st March, 2021
Maturity Analysis - Contractual undiscounted Cash Flows		
Less than one year	46.74	46.74
One to five years	27.00	73.74
More than five years	-	-
Total Undiscounted Lease Liabilities	73.74	120.48
Discounting element	(6.27)	(15.10)
Total discounted liabilities	67.47	105.38
Lease Liabilities included in the Statement of Financial Position		
	31st March, 2022	31st March, 2021
Non Current	25.59	67.47
Current	41.88	37.91
Total	67.47	105.38

c) Amount Recognized in the Statement of Profit & Loss

	31st March, 2022	31st March, 2021
Interest on Lease Liabilities	8.83	12.51
Expenses relating to short-term leases	4.67	2.13
Depreciation on Lease Asset	37.56	39.13

- d) Consequently, for all leases (other than short-term leases and leases of low-value assets), a right-of-use asset was recognized on the balance sheet for an amount equal to the liability for future lease payments, adjusted by the amount of any prepaid or accrued lease payments.

Note 37 :Disclosure pursuant to Section22 of "The Micro, Small & Medium Enterprises Development Act, 2006" is as follows:

The Company has identified Micro and Small enterprises to whom the Company owes the dues which are outstanding as at the year end:

Particulars	2021-22	2020-21
i) Principal amount remaining unpaid at the end of the year	586.70	693.07
ii) Interest accrued at the end of the year	-	-
iii) Interest remaining unpaid, out of above, as at the end of the year	-	-
iv) Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23 of the Act.	-	-

Note: This information has been determined to the extent such parties have been identified on this basis of information available with the Company.

- Note 38: The Company has suffered substantial losses and due to this, the entire net worth has been eroded. However, operations are Continued and the accounts of the Company have been prepared on the basis that the Company is a going concern. The Promoters are bringing funds required for working capital in order to have smooth operations.

Note 39 : The Board of the Directors of the Company in its Board Meeting held on 04th January, 2022, has considered and approved draft Scheme of Arrangement ("Scheme") in the nature of merger / amalgamation of , Royal Spinwell and Developers Private Limited, a group company with the Company (Royal Cushion Vinyl Products Limited) , , with effect from the Appointed Date of October 1, 2021 under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013. The coming into effect of the Scheme is subject to receipt of necessary statutory, regulatory and contractual approvals, permissions, consents, sanctions, exemption as may be required under applicable laws, regulations or guidelines in relation to the Scheme. Pending the coming into effect of the Scheme, these financial statements are prepared without giving effect to the provisions of the Scheme and as such, these financial statements are subject to revision / modification upon coming into effect of the Scheme.

Note 40 : Exceptional items in the Statement of Profit and Loss account represent written back of outstanding due of Rs. 6261.23 lacs payable to Natroyal Industries Private Limited (NIPL). NIPL, one of the group companies being a related party, had supported the Company through various means in its efforts to revive the Company from the sick company status during the time Company's reference for revival was pending before the erstwhile Board for Industrial and Financial Reconstruction (BIFR). As such, there was an aggregate amount of (INR 6261.23 lacs) payable to NIPL consisting of INR 3390.29 lacs as advance/deposit received under a manufacturing support and supply agreement and INR 2870.94 lacs as trade payables towards purchases of goods, pertaining to the period prior to the filing of fully tied-up draft rehabilitation scheme (DRS) with BIFR in the year 2013 ('DRS Cut-off Date'). Since then, the said amount payable to NIPL has remained outstanding, and the Company has been endeavouring to keep the ledger account of NIPL regular in respect of transactions undertaken post the DRS Cut-off Date, though as on date, there has been a substantial outstanding amount for the same as well. NIPL has already written off the said amount of INR 6261.23 lacs recoverable from the Company in its books of account and currently, NIPL has not been pursuing any active recovery efforts or measures knowing the state of affairs of the Company. At the same time, the Company has been contemplating and initiating various efforts including monetisation of surplus assets , to strengthen its financial position and operations, however various adverse circumstances including the onset of Covid-19 pandemic and prevalent weak domestic and global environment due to multitude of factors, are causing several limitations to the effective revival measures. Therefore, the management doesn't foresee that the Company will be in position to pay this outstanding amount of INR 6261.23 lacs Crores payable to NIPL pertaining to the period prior to the DRS Cut-off Date and has accordingly, decided to write-back the said payable amount.

Note 41 :

Key Financial Ratios			March 31,2022	March 31,2021	Variation	Reason for variation for >25%
	Numerator	Denominator				
Current ratio	Current Assets	Current Liabilities	0.34	0.25	37.54%	Due to reduction in Creditors
Debt equity ratio	Total Debt	Shareholder's equity	-1.09	-1.08	0.67%	
Debt Service Coverage r	Earning available for debt service	Debt service	-2.13	-1.35	-57.36%	Due to reduction in operational performances
Return on Equity Ratio	Net Profit after Taxes but before exceptional items	Average Shareholder's equity	-0.04	-0.02	-61.38%	Due to reduction in operational performances
Inventory turnover ratio	Revenue from operations	Average Inventory	6.29	5.05	24.51%	
Trade receivable turnover ratio	Revenue from operations	Average Trade receivables	22.05	28.25	-21.94%	
Trade payable ratio	Net Purchases	Average Trade Payable	0.88	0.66	33.34%	Due to reduction in Creditors
Net Capital Turnover ratio	Revenue from operations	Working Capital	-1.22	-0.81	-50.24%	Reduction in WC
Net profit ratio	Net Profit after Taxes but before exceptional items	Revenue from operations	-22.83%	-16.92%	-34.91%	Due to reduction in operational performances
Return on Capital employed	Earning before interest and taxes and exceptional items	Capital employed	-36.37%	-18.95%	-91.95%	Due to reduction in operational performances
Return on investment	Interest income	Term deposit and investment	3.87%	5.08%	-23.76%	

Note 42 : Income Tax Expenses

Due to substantial brought forward losses, there would not be taxable income in the near future. The deferred tax assets is recognised only to the extent of deferred tax liability.

Note 43 : Sundry Debtors & Creditors (Including foreign suppliers) are subject to confirmation.

Note 44 : The Directors / employees of the Company have acquired motor cars in their names from and out of the loans obtained by them from the banks, pursuant to an arrangement between the Directors / employees for use of the Company. Accordingly, the Company has accounted the said cars & the said loans in the name of the Directors / employees, as the assets & the liabilities of the Company, including the transactions in respect of repayment and payment of interest and principal etc.

Note 45 : During the year Company has reviewed utilisation/productivity of various assets. The company found that some Plant & Machineries are no more needed , hence to be disposed for raising funds required for working capital. Profit on sales of Fixed assets was ₹. 26.82 lacs

Note 46 : CIF Value of Import

	2021-22 Amount in ₹	2020-21 Amount in ₹
Raw Materials	496.87	-
Stores & Spares	20.95	26.32
	517.81	26.32

Note 47 : Expenditure in foreign currency
(on accrual basis)

	2021-22 Amount in ₹	2020-21 Amount in ₹
Stores & Spares	18.56	23.38
Foreign Travel	-	-

Note 48 : Other regulatory information

- The Company do not have any Benami property and no proceedings have been initiated or pending against the Company and its Indian subsidiaries for holding any Benami property, under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and the rules made thereunder.
- The Company do not have any transactions with struck off companies under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
- The Company does not have any charge which is yet to be registered / satisfied with ROC beyond the statutory period.
- The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall 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.
- The Company has not undertaken any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- The Company has not traded or invested in Crypto currency or Virtual Currency during the current or previous year.
- The Company has not been declared as a 'Wilful Defaulter' by any bank or financial institution (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

Note 49 : The figures of previous year have been regrouped / reclassified / recast wherever necessary to compare with the current year's figures. Figures in brackets in the schedules and Notes pertain to previous year.

As per our report of even date
For BIPIN & CO.
Chartered Accountants
Firm Reg. No. 101509W

Amir Shah
AMIT SHAH
(Partner)
Membership No. 126337
Place : VADODARA
Date : 30/05/2022



For and on behalf of Board of Directors

Mahesh K. Shah
MAHESH K. SHAH
Chairman & Managing Director
DIN:00054351

Deepti Parekh
DEEPTI PAREKH
Company Secretary
ACS60978
Place : MUMBAI
Date : 30/05/2022

Jayesh A. Motasha
JAYESH A. MOTASHA
Director
DIN:00054236

Vivek D. Motasha
VIVEK D. MOTASHA
Chief Financial officer

42. Leases		
The Company has entered into operating lease arrangement for hiring of Machinery and office premises.		
At March 31, 2022 the company has commitments under operating leases as follows :		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2022	As at 31st March, 2021
Payable to lessor	39.24	46.76
Future minimum lease payment		
- due within 1 year	2.11	45.31
- later than 1 year but not later than 5 years	-	107.12
43. Earning Per Share		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2022	As at 31st March, 2021
Net Profit as per statement of profit and loss account available for Equity Shareholders :	(64.08)	(1,594.33)
For Basic & Diluted Earning per Share		
Existing number of shares	6,40,570	6,40,570
Earning per Share		
Basic & Diluted	(10.00)	(248.89)
44. Research & Development Expenditure :		
All revenue expenditure on research and development are charged to the Profit and Loss Account. Fixed Assets used for research and development are capitalized.		
	₹ (in Lacs)	₹ (in Lacs)
Particulars	As at 31st March, 2022	As at 31st March, 2021
Capital expenditure	15.83	4.50
Revenue expenditure	54.69	49.89
Total	70.52	54.39
The above expenditure of research and development has been determined on the basis of information available with the Company and as certified by the management.		
45. The company's Bank account with State Bank of India was treated as NPA by the bank during the quarter ended March-21. The irregularity continued during the year. The company paid Rs. 211.00 lacs on 29.03.2022, as per the approval letter dated 28-03-2022 received from SBI. The company is proposing to do monetisation of certain collateral securities to pay the irregularity in the account. During the year 21-22 Company provided interest on outstanding dues of SBI @ 11.85 %.		
46. Registration of charges or satisfaction with Register of Companies : Nil		



47. Ratios

Ratio		FY 2021-22		FY 2020-21		% Variance	Remarks
Current Ratio	Current Assets	8,026.78		8,038.79			
	Current Liabilities	7,652.69	1.05	7,466.89	1.08	-2.57%	
Debt - Equity Ratio	Total Debt	5,812.91		6,746.50			
	Shareholder'S Equity	1,827.46	3.18	1,891.53	3.57	-10.82%	
Debt Service Coverage Ratio	Earnings Available For Debt Service	646.20		39.01			
	DEBT SERVICE	914.77	0.71	951.25	0.04	1622.42%	Due to covid 19 pandemic company incurred substantial losses in FY 20-21. However the performance in improved in 21-22 resulting in to reduction in Losses & hence ratio improved
Return of Equity (ROE)	Net Profit after Tax- Preference Dividend	(64.08)		(1,594.33)			
	Average Shareholder's Equity	1,859.49	(3.45)	2,688.70	(59.30)	-94.19%	Due to covid 19 pandemic company incurred substantial losses in FY 20-21. However the performance in improved in 21-22 resulting in to reduction in Losses.
Inventory Turnover Ratio	Cost of Goods sold or sales	15,342.88		15,735.97			
	Average Inventory	1,669.43	9.19	2,435.15	6.46	42.22%	Due to better inventory control
Trade Receivable turnover ratio	Net Credit Sales	15,342.88		15,735.97			
	Average Accounts Receivable	5,617.53	2.73	5,928.93	2.65	2.91%	
Trade Payable turnover ratio	Net Credit Purchases	11,609.20		12,496.80			
	Average Trade Payable	2,122.58	5.47	3,261.00	3.83	42.72%	Improvement in cash flow due to reduction in losses & resulting less creditors
Net Capital turnover ratio	Net Sales	15,342.88		15,735.97			
	Average Working Capital	473.00	32.44	1,281.69	12.28	164.20%	Better control over component of current assets
Net profit ratio	Net Profit	(64.08)		(1,594.33)			
	Net Sales	15,342.88	(0.42)	15,735.97	(10.13)	-95.88%	Due to covid 19 pandemic company incurred substantial losses in FY 20-21. However the performance in improved in 21-22 resulting in to reduction in Losses.
Return on capital employed	Earning before interest and taxes	556.63		(818.03)			
	Capital Employed	7,640.36	0.07	8,638.03	(0.09)	-176.93%	Due to covid 19 pandemic company incurred substantial losses in FY 20-21. However the performance in improved in 21-22 resulting in to reduction in Losses.
Return on Investment	PBT+Finance Cost	600.05		(750.97)			
	Total Assets	11,159.89	0.05	11,410.96	(0.07)	-181.70%	Due to covid 19 pandemic company incurred substantial losses in FY 20-21. However the performance in improved in 21-22 resulting in to reduction in Losses.

48. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date
For Manek & Associates
Chartered Accountants
Firm No. 126679W

(Shalish Manek)
Partner
Membership No.034925

Place : Mumbai
Date : 07/09/2022

For Natroyal Industries Private Limited

(Suvraj Shah)
(Director)
02833798

(Rahul Motasha)
(Director)
02080806

Place : Mumbai
Date : 07/09/2022