



CHARTERED ACCOUNTANT

85, Netaji Subhas Road, 4th Floor  
# 407, Kolkata - 700 001  
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**INDEPENDENT AUDITORS' REPORT  
OF  
M/S MADHURI EXPORTS PRIVATE LIMITED**

To,  
The Members

**Report on the Financial Statements**

We have audited the accompanying financial statements of **M/S MADHURI EXPORTS PVT LTD**, which comprise the Balance Sheet as at 31st March 2021, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and profit/loss, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

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

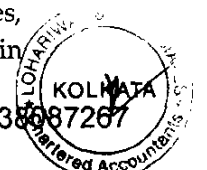
1. Covid-19 outbreak has severely impacted the business around the world including India and as a result post closing audit procedure could not be properly conducted due to lock down. *However alternate audit procedures were applied for verifying the same.*

**Management's Responsibility 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 with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the

accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in

**Branch Office : Lal Building, B-2, 1st Floor, Main Road, Rourkela-769 001, ☎ : 09338887267**



accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

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

A further description of the auditor's responsibilities for the audit of the financial statements is included in "Annexure A". This description forms part of our auditor's report.

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

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



e) On the basis of written representations received from the directors as on 31 March, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.

f) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197(16) of the Act.

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position.

ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

85, N.S.ROAD, 4<sup>TH</sup> FLOOR, ROOM NO. 407  
Kolkata – 700 001

FOR, LOHARIWAL & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REGD. NO.: 322705E



*R. K. Sharma*  
(RAJ KUMAR SHARMA)  
PARTNER  
Memb. No. – 063232

DATED: THE 24<sup>TH</sup> DAY OF AUGUST 2021.

UDIN NO: 21063232 AAAABF5246

## **Annexure A**

### **Responsibilities for Audit of Financial Statement**

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

- i) 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.
- ii) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to Financial Statements in place and the operating effectiveness of such controls.
- iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- iv) 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.
- v) 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.

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.



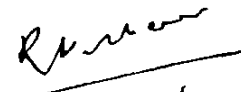
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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FOR, LOHARIWAL & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REGD. NO.: 322705E



DATED: THE 24<sup>th</sup> DAY OF Aug 2021.

  
(RAJ KUMAR SHARMA)  
PARTNER  
Memb. No. – 063232

UDIN NO: 21063232 AAAA BF 5246

**“Annexure B” to the Independent Auditor’s Report of even date to the members of MADHURI EXPORTS PRIVATE LIMITED, on the financial statements for the year ended March 31, 2021:**

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.

(c) Based on our audit procedures and the information and explanation received by us, we report that all title deeds of immovable properties of the company held as fixed assets are held in the name of the company. However, we express no opinion on the validity of the title of the company to these properties.
2. Physical verification of inventories has been conducted at reasonable intervals by the management during the year. *Full verification of inventories could not be conducted due to COVID-19 outbreak However alternate audit procedures were applied for verifying the inventories.* In our opinion, the frequency of such verification is reasonable The discrepancies noticed on verification between the physical stocks and the book records were not material and have been dealt with in the books of account.
3. The Company has granted loan to body corporate covered in the register maintained u/s 189 of the Companies Act, 2013.
4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
5. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6. The company is not required to maintain cost records as specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
7. (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Goods and Service Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the



information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanation given to us, there are no dues of Income Tax, Goods and Service Tax, Sales tax, Service tax, Duty of customs, Duty of excise, Value added tax outstanding on account of any dispute.

8. In our opinion and according to the information and explanations given to us, the Company is regular in depositing installments and interest against repayment of dues taken from banks and financial institutions or from the government. The company has not issued any debentures.
9. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
10. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
11. As the company is a private company hence, the provisions of S.197 of the Companies Act'2013 are not applicable. Therefore, the provisions of clause 3(xi) of the order are not applicable to the company.
12. The Company is not a Nidhi Company, therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
15. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.



16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

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FOR, LOHARIWAL & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REGD. NO.: 322705E



*Raj Kumar Sharma*

(RAJ KUMAR SHARMA)  
PARTNER  
Memb. No. - 063232

DATED: THE *24<sup>th</sup>* DAY OF *Aug* 2021.  
UDIN NO: 21063232 AAAABFS246

**MADHURI EXPORTS PRIVATE LIMITED**  
(CIN-U51909WB1991PTC052642)  
**97, Park Street, Trimurti, 3rd Floor,**  
**KOLKATA-700016 (WEST BENGAL)**

**BALANCE SHEET AS ON 31ST MARCH 2021**

PARTICULARS		NOTE NO.	31ST MARCH, 2021	31ST MARCH, 2020
1	2	3	4	
<b>I. EQUITY AND LIABILITIES</b>				
[1]	<b>Shareholder's Funds</b>			
	[a] Share Capital	2	60,00,000.00	60,00,000.00
	[b] Reserves and Surplus	3	3,27,38,567.06	2,87,07,154.80
[1]	<b>Non-Current Liabilities</b>			
	Long Term Borrowings	4	3,40,24,468.00	5,34,53,026.00
[2]	<b>Current Liabilities</b>			
	[a] Short Term Borrowings	5	44,46,752.38	15,38,742.68
	[b] Trade Payables	6	56,02,829.58	83,72,436.72
	[c] Other Current Liabilities	7	19,27,084.62	9,04,828.60
	<b>TOTAL</b>		<b>8,47,39,701.64</b>	<b>9,89,76,188.80</b>
<b>II. ASSETS</b>				
	<b>Non-Current Assets</b>			
[1]	[a] Fixed Assets			
	(i) Property Plant and Equipment	8	2,69,97,731.59	3,67,53,113.70
	[b] Long Term Loans and Advances	9	1,90,658.58	1,92,558.58
	[c] Other Non-Current Assets	10	1,80,596.62	1,35,582.85
[2]	<b>Current Assets</b>			
	[a] Inventories		2,00,04,921.20	1,93,40,416.85
	[b] Trade Receivables	11	2,38,57,590.94	2,09,38,440.37
	[c] Cash and Cash Equivalents	12	52,80,044.19	1,12,86,575.38
	[d] Short-Term Loans and Advances	13	82,28,158.52	1,03,29,501.07
	<b>TOTAL</b>		<b>8,47,39,701.64</b>	<b>9,89,76,188.80</b>
			0.00	0.0

The accompanying notes 1 to 21 are an integral part of the financial statement.

IN TERMS OF OUR REPORT OF EVEN DATE  
FOR LOHARIWAL & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FIRM REGD. NO.: 322705E

(Raj Kumar Sharma)  
PARTNER  
MEMB. NO. - 063232  
85, N.S. ROAD, 4TH FLOOR  
ROOM NO. 407, KOLKATA - 700 001.



For And On Behalf Of The Board Of Directors  
For MADHURI EXPORTS (P) LTD. For MADHURI EXPORTS (P) LTD.

Sumit Dhandhania  
Director  
(DIN:00840617)

Namit Kumar  
Director  
(DIN:01959185)

Director

DATED: 24.08.2021  
UDIN : 21063232 AAAABF5246

**MADHURI EXPORTS PRIVATE LIMITED**

(CIN-U51909WB1991PTC052642)

97, Park Street, Trimurti, 3rd Floor,

KOLKATA-700016 (WEST BENGAL)

**PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021**

PARTICULARS		NOTE NO.	31ST MARCH, 2021	31ST MARCH, 2020
I.	Revenue From Operations	14	5,19,99,158.27	9,63,21,863.80
II.	Other Income	15	34,09,807.15	13,22,691.25
III.	TOTAL REVENUE (I + II)		5,54,08,965.42	9,76,44,555.05
IV.	<u>Expenses:</u>			
	Cost of Material Consumed	16	2,71,70,469.68	6,00,69,021.68
	Direct Expenses	17	25,77,844.20	84,07,090.80
	Employee Benefits Expense	18	80,36,261.00	80,83,240.12
	Finance Costs	19	51,41,802.01	48,37,902.55
	Depeciation & Amortization Expense	9	4,62,220.26	3,87,123.08
	Other Expenses	20	73,09,142.20	89,55,901.41
	TOTAL EXPENSES		5,06,97,739.35	9,07,40,279.64
V.	PROFIT BEFORE TAX (III - IV)		47,11,226.07	69,04,275.41
VI.	<u>Tax Expense:</u>			
	(1) Current tax		6,78,201.96	18,04,518.95
	(2) Income tax for earlier years		1,611.85	-
VII.	Profit/Loss For The Year After Tax (V - VI)		40,31,412.26	50,99,756.46
VIII.	Earnings per equity share:			
	(1) Basic		6.72	8.50
	(2) Diluted		6.72	8.50

The accompanying notes 1 to 21 are an integral part of the financial statement.

IN TERMS OF OUR REPORT OF EVEN DATE

FOR LOHARIWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

FIRM REGD. NO.: 322705E

(Raj Kumar Sharma) -

PARTNER

MEMB. NO. - 063232

85, N.S. ROAD, 4TH FLOOR

ROOM NO. 407, KOLKATA - 700 001.

DATED: 24.08.2021

UDIN : 21063232AAAABF5246



For And On Behalf Of The Board Of Directors  
For MADHURI EXPORTS (P) LTD.

*Sumit Dhandhanja*  
Sumit Dhandhanja  
Director  
(DIN:00840617)

For MADHURI EXPORTS (P) LTD.  
*Namit Kumar*  
Namit Kumar  
Director  
(DIN:01959185)

Director

**MADHURI EXPORTS PRIVATE LIMITED**  
**(CIN-U51909WB1991PTC052642)**  
**97, Park Street, Trimurti, 3rd Floor,**  
**KOLKATA-700016 (WEST BENGAL)**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST. MARCH 2021**

	2020-21	
	Rs.	P.
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Taxation		47,11,226.07
<b>Adjustment for :</b>		
Add: Depreciation		4,62,220.26
Less: Profit on sale of Fixed Assets		(21,61,542.15)
Less: Income Tax For Earlier years		(1,611.85)
Operating profit before Working Capital Changes		30,10,292.33
<b>Changes Adjustment for :</b>		
(Increase)/Decrease in trade & other receivable	(29,19,150.57)	
(Increase)/Decrease in Inventories	(6,64,504.35)	
(Increase)/Decrease in Loans & Advances	21,01,342.55	
(Increase)/Decrease in Other Non Current assets	(7,23,215.73)	
Increase/(Decrease) in Trade Payable, Current liab & Prov.	(17,47,351.12)	(39,52,879.22)
<b>Cash Flow from Operating Activities</b>		(9,42,586.89)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(63,796.00)	
Sale of Fixed Assets	1,15,18,500.00	
(Increase)/Decrease in Long Term Loans & Advances	1,900.00	1,14,56,604.00
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase/(Decrease) in Long Term & Short Term Borrow.		(1,65,20,548.30)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		(60,06,531.19)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>		1,12,86,575.38
<b>CASH AND CASH EQUIVALENTS AT THE END OF PERIOD</b>		52,80,044.19
		52,80,044.19

The accompanying notes 1 to 21 are an integral part of the financial statement.

IN TERMS OF OUR REPORT OF EVEN DATE  
 FOR LOHARIWAL & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 FIRM REGD. NO.: 322705E

(Raj Kumar Sharma)  
 PARTNER  
 MEMB. NO. - 063232  
 85, N.S. ROAD, 4TH FLOOR  
 ROOM NO. 407, KOLKATA - 700 001.



For And On Behalf Of The Board Of Directors  
**For MADHURI EXPORTS (P) LTD. For MADHURI EXPORTS (P) LTD.**

*(Signature)*  
 Sumit Dhandhanias  
 Director  
 (DIN:00840617)

*(Signature)*  
 Namit Kumar  
 Director  
 (DIN:01959185)

**Director**

DATED: 24.08.2021  
 UDIN : 21063232 AAAABF5246

**MADHURI EXPORTS PRIVATE LIMITED**  
**97, Park Street, Trimurti, 3rd Floor,**  
**KOLKATA-700016 (WEST BENGAL)**

**NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH,2021**

**NOTE-1- SIGNIFICANT ACCOUNTING POLICIES**

**(i). CORPORATE INFORMATION:**

Madhuri Exports Pvt Ltd (the company) is incorporated under the provisions of The Companies Act, 1956 on 08th August 1991. The Company is engaged in manufacturing and trading of dress materials and garments.

**(ii). BASIS OF PREPARATION OF FINANCIAL STATEMENTS:**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis, pursuant to section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all the material aspects with the accounting standards notified under Section 211(3C) of the Companies Act, 1956 (Companies (Accounting Standards) Rules, 2006, as amended) and other relevant provisions of the Companies Act, 2013.

**(iii). VALUATION OF INVENTORIES:**

Inventories are valued at Cost . However, materials and other items held for use in production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost of raw materials is determined on cost at FIFO basis. Cost of finished goods is determined on manufacturing average cost basis. Stock of Scraps has been valued at net realisable value. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

**(iv). TURNOVER:**

Turnover includes sale of goods and are net of usual trade discount, sales return and excluding sales tax / value added tax and Goods and Service Tax.

**(v). PRIOR PERIOD EXPENSES/INCOME**

Material items of prior period expenses/income if any, are disclosed separately.

**(vi). REVENUE RECOGNITION:**

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

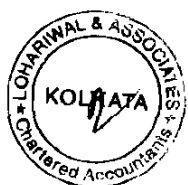
**(vii). FIXED ASSETS:**

Fixed Assets have been shown at cost less Depreciation.


**(viii). DEPRECIATION:**

Depreciation on fixed asset has been provided to the extent of depreciable amount on written down value (WDV) based on useful life of asset as prescribed in Schedule II of companies act 2013.


Pursuant to the enactment of Companies act 2013, the company has applied the estimated useful life as specified in schedule II of companies act 2013.



For MADHURI EXPORTS (P) LTD.

 Director

For MADHURI EXPORTS (P) LTD.

 Director

(ix). **FOREIGN CURRENCY TRANSACTION:**

Foreign Currency Earned / Expended - NIL.

(x). **INVESTMENTS:**

There are no Investments made by the company.

(xi). **RETIREMENT AND OTHER EMPLOYEE BENEFITS:**

Retirement benefit in the form of Provident Fund (PF) and Employees State Insurance (ESI) are defined contribution schemes. Contributions to the Provident Funds and ESI are charged to the Profit and Loss account for the year when the contributions are due. The company has no obligation, other than the contribution payable to the Provident Fund and ESI. The company has not provided for liability in respect of leave encashment and other long term benefits.

(xii). **BORROWING COSTS:**

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

(xiii). **REVALUATION OF ASSETS:**

To review the original book value of Fixed Assets, from time to time, and revalue such of those Fixed Assets as have appreciated in value significantly, in order to relate them more close to current replacement values, to adjust the provision for depreciation on such revalued Fixed Assets, where applicable, in order to make allowance for consequent additional diminution in value on considerations of age, condition and unexpired useful life of such Fixed Assets; to transfer to Revaluation Reserve the difference between the written up value of Fixed Assets revalued and depreciation adjustment and charged to Revaluation Reserve Account with annual depreciation on that portion of the value which is written.

(xiv). **IMPAIRMENT OF FIXED ASSETS**

As per Accounting Standard -28 the carrying cost assets at each Balance Sheet date reviewed for impairment of assets if any indication of such impairment exists, the recoverable amount of those assets is estimated and if the recoverable amount is less than the carrying cost then the impairment loss is recognized in the profit & Loss Account.

(xv). **PROVISION, CONTINGENT LIABILITIES AND ASSETS:**

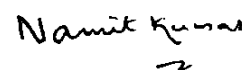
Provisions are recognised where there is a present legal or statutory obligation as a result of past events, where it is probable that there will be an outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

Contingent Liability are recognised only when there is a possible obligation arising from past events, not wholly within the control of the company, or where any present obligation cannot be measured in terms of future outflow of resources of, or where reliable estimate cannot be made. Obligations are assessed on going basis and only those having a largely probable outflow of resources are provided for. Contingent Liabilities are not provided for in the accounts and are separately shown by way of note in the schedule. A contingent asset is neither recognised nor disclosed in the financial statements.

For MADHURI EXPORTS (P) LTD.

 Director

For MADHURI EXPORTS (P) LTD.

 Director



**MADHURI EXPORTS PRIVATE LIMITED**  
**97, Park Street, Trimurti, 3rd Floor.**  
**KOLKATA-700016 (WEST BENGAL)**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021.**

	<u>As at 31st March, 2021</u>	<u>As at 31st March, 2020</u>
	₹	₹
<b>NOTE NO. - 2</b>		
<b>SHARE CAPITAL</b>		
<b>AUTHORISED</b>		
10,00,000.00 Equity Shares of ` 10/- each with voting rights	1,00,00,000.00	1,00,00,000.00
<b>ISSUED, SUBSCRIBED &amp; PAID UP</b>		
6,00,000 Equity Shares of ` 10/- each fully paid up with voting rights	60,00,000.00	60,00,000.00
	60,00,000.00	60,00,000.00

1.1. Each equity shares has equal voting rights and is also eligible for dividends and bonus shares.

1.2. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

	<u>As at 31st March, 2021</u>		<u>As at 31st March, 2020</u>	
	No.	Amount `	No.	Amount `
Equity Shares				
at the beginning of the period	6,00,000	60,00,000	6,00,000	60,00,000
Issued during the period	-		-	
Outstanding at the end of the period	6,00,000	60,00,000	6,00,000	60,00,000

1.3. Equity Shares in the company held by each shareholder holding more than 5% is as under-

<u>Name of Shareholder</u>	<u>As at 31st March, 2021</u>		<u>As at 31st March, 2020</u>	
	<u>No. of Shares Held</u>	<u>% Held</u>	<u>No. of Shares Held</u>	<u>% Held</u>
Mahesh kumar Dhandhanian	1,25,000	20.83	1,25,000	20.83
Rita Devi Dhandhanian	48,000	8.00	48,000	8.00
Sunita Choudhury	33,500	5.58	33,500	5.58
Sumit Dhandhanian	1,10,500	18.42	1,10,500	18.42
Namit Kumar	87,000	14.50	87,000	14.50
Madhuri Silks Pvt. Ltd.	1,66,000	27.67	1,66,000	27.67
Mahesh kumar Dhandhanian HUF	30,000	5.00	30,000	5.00

	<u>As at 31st March, 2021</u>		<u>As at 31st March, 2020</u>	
	₹		₹	
<b>NOTE NO. - 3</b>				
<b>RESERVE &amp; SURPLUS</b>				
<b>Securities Premium Reserve</b>				
As per Last Balance Sheet		92,00,000.00		92,00,000.00
Add:- On Issue of Shares		-		-
<b>TOTAL- A</b>		92,00,000.00		92,00,000.00
<b>General Reserve</b>				
<b>B</b>		20,14,791.11		20,14,791.11
		20,14,791.11		20,14,791.11
<b>Profit &amp; Loss Account</b>				
Profit & Loss as per Last Balance Sheet		1,74,92,363.69		1,23,92,607.23
Transferred from Profit & Loss Account for the year		40,31,412.26		50,99,756.46
Less: Adjusted With Retained Earnings-Change of Depreciation		-		-
<b>TOTAL- C</b>		2,15,23,775.95		1,74,92,363.69
<b>TOTAL (A+B+C)</b>		3,27,38,567.06		2,87,07,154.80



For MADHURI EXPORTS (P) LTD.

*[Signature]*  
 Director

For MADHURI EXPORTS (P) LTD.

*Namit Kumar*  
 Director

**MADHURI EXPORTS PRIVATE LIMITED**  
97, Park Street, Trimurti, 3rd Floor,  
KOLKATA-700016 (WEST BENGAL)

**Note No:8**  
**PROPERTY, PLANT & EQUIPMENTS**

**DEPRECIATION FOR THE YEAR ENDED 31.03.2021 as per Schedule-II of Companies Act-2013**

Details of Fixed Assets	GROSS BLOCK				DEPRECIATION		NET BLOCK		
	AS ON 01.04.2020	ADDITION/ (DELETION)	SALE	AS ON 31.03.2021	BALANCE AS ON 01.04.2020	DEPRECIATION DURING THE YEAR	BALANCE AS ON 31.03.2021	WDV AS ON 31.03.2021	WDV AS ON 31.03.2020
Air Conditioner	75,775.00	-	-	75,775.00	71,562.39	424.28	71,986.67	3,788.33	4,212.61
Motor Car	46,93,493.92	-	-	46,93,493.92	32,73,756.05	4,43,446.58	37,17,202.63	9,76,291.29	14,19,737.87
Motor Cycle	2,03,757.55	63,796.00	3,135.85	2,64,417.70	1,81,082.32	13,332.69	1,94,415.01	70,002.69	22,675.23
Office Equipment	96,409.39	-	-	96,409.39	96,307.48	-	96,307.48	101.91	101.91
Sewing Machine	55,444.00	-	-	55,444.00	42,299.04	2,379.71	44,678.75	10,765.25	13,144.96
Time Share	65,550.00	-	-	65,550.00	50,984.27	2,636.99	53,621.26	11,928.74	14,565.73
Tools & Accessories	18,418.31	-	-	18,418.31	17,917.94	-	17,917.94	500.37	500.37
Refrigerator	23,975.00	-	-	23,975.00	23,560.00	-	23,560.00	415.00	415.00
Land at Seerampore	48,17,685.00	-	-	48,17,685.00	-	-	-	48,17,685.00	48,17,685.00
Property at 36/1A, Garcha Road	93,53,822.00	-	-	93,53,822.00	-	-	-	-	93,53,822.00
Property at 97 Park Street	2,11,06,253.00	-	-	2,11,06,253.00	-	-	-	2,11,06,253.00	2,11,06,253.00
	4,05,10,583.17	63,796.00	93,56,957.85	3,12,17,421.32	37,57,469.48	4,62,220.26	42,19,689.73	2,69,97,731.59	3,67,53,113.69

For MADHURI EXPORTS (P) LTD.

For MADHURI EXPORTS (P) LTD.

  
Director

Nanait Kumar  
Director



	31ST MARCH,2021	31ST MARCH,2020
	₹	₹
<b>NOTE NO. - 9</b>		
<b>LONG TERM LOAN &amp; ADVANCES</b>		
<b>Security Deposits</b>		
Electricity Deposit	1,85,200.00	1,85,200.00
Telephone Deposit	2,100.00	4,000.00
<b>Total A</b>	<b>1,87,300.00</b>	<b>1,89,200.00</b>
<b>Other Advances</b>		
Export Inspection Agency	3,358.58	3,358.58
	-	-
<b>Total B</b>	<b>3,358.58</b>	<b>3,358.58</b>
<b>Total (A+B)</b>	<b>1,90,658.58</b>	<b>1,92,558.58</b>
<b>NOTE NO. - 10</b>		
<b>OTHER NON-CURRENT ASSETS</b>		
Balance with revenue Authority	1,80,596.62	1,35,582.85
<b>TOTAL</b>	<b>1,80,596.62</b>	<b>1,35,582.85</b>
<b>NOTE NO. -11</b>		
<b>TRADE RECEIVABLES</b>		
<b>For More than 6 months</b>		
KOLKATA [HEAD OFFICE]	3,58,361.00	37,980.00
BHAGALPUR [BRANCH OFFICE]	11,46,047.50	11,46,047.50
<b>Total A</b>	<b>15,04,408.50</b>	<b>11,84,027.50</b>
<b>For less than 6 months</b>		
KOLKATA [HEAD OFFICE]	2,23,36,150.04	1,97,54,412.87
BHAGALPUR [BRANCH OFFICE]	17,032.40	-
<b>Total B</b>	<b>2,23,53,182.44</b>	<b>1,97,54,412.87</b>
<b>Total (A+B)</b>	<b>2,38,57,590.94</b>	<b>2,09,38,440.37</b>
<b>NOTE NO. -12</b>		
<b>CASH AND CASH EQUIVALENTS</b>		
HDFC Bank, Hazra(Kolkata)- 05162320000473	44,110.07	2,77,903.89
SBI, Kolkata	14,986.50	5,635.50
PNB(0084050070051)	10,205.00	10,500.00
HDFC Bank(07652320000456)	64,668.07	48,668.07
IDFC First Bank Ltd		1,00,000.00
SBI- Current Account(35869836356)	10,506.50	11,155.50
Cash in Hand (As Certified by the Directors)	4,35,018.43	4,42,719.22
<b>Fixed Deposits with more than 12 months maturity:</b>		
Fixed Deposits with Banks (As per Annexure)	47,00,549.62	1,03,89,993.20
<b>TOTAL</b>	<b>52,80,044.19</b>	<b>1,12,86,575.38</b>
<b>NOTE NO. - 13</b>		
<b>SHORT TERM LOAN &amp; ADVANCES</b>		
<b>(Unsecured, Considered good)</b>		
<b>Loans &amp; Advances</b>		
Advances to Parties [HEAD OFFICE]	82,19,158.52	1,03,04,501.07
Advances to Parties (BHAGALPUR BRANCH OFFICE)	9,000.00	25,000.00
<b>TOTAL</b>	<b>82,28,158.52</b>	<b>1,03,29,501.07</b>



For MADHURI EXPORTS (P) LTD.

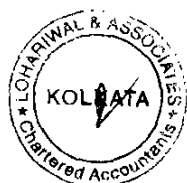
*[Signature]*  
Director

For MADHURI EXPORTS (P) LTD.

*[Signature]*  
Director

	31ST MARCH, 2021	31ST MARCH, 2020
	₹	₹
<b>NOTE NO. - 14</b>		
<b>Revenue From Operations</b>		
(As per Annexure)	5,19,99,158.27	9,63,21,863.80
	<b>5,19,99,158.27</b>	<b>9,63,21,863.80</b>
<b>NOTE NO. - 15</b>		
<b>OTHER INCOME</b>		
Interest Received - FD	5,79,834.00	6,82,358.00
Interest Received - Others	5,48,431.00	4,45,059.00
Discount	-	6,292.00
Rent Received	1,20,000.00	-
Rate Difference	-	6,545.00
Sampling	-	8,238.00
Profit on Sale of Fixed Assets	21,61,542.15	47,118.25
License Sale	-	1,27,081.00
<b>TOTAL</b>	<b>34,09,807.15</b>	<b>13,22,691.25</b>
<b>NOTE NO. - 16</b>		
<b>COST OF MATERIALS CONSUMED</b>		
Opening Stock	1,93,40,416.85	1,67,50,189.50
Add: Purchases(As per Annexure)	2,78,34,974.03	6,26,59,249.03
	4,71,75,390.88	7,94,09,438.53
Less: Closing Stock	2,00,04,921.20	1,93,40,416.85
<b>TOTAL</b>	<b>2,71,70,469.68</b>	<b>6,00,69,021.68</b>
<b>NOTE NO. - 17</b>		
<b>DIRECT EXPENSES</b>		
Clipping & Mending	1,23,703.00	4,43,965.00
Dyeing Expenses	6,84,311.70	11,63,720.20
Embroidery Expenses	2,80,220.00	38,19,710.00
Finishing Expenses	5,29,984.00	9,48,999.00
False & Pico Expenses	14,520.00	48,050.00
Fringing Expenses	75,237.00	86,729.00
Printing Expenses	8,69,868.50	18,82,589.60
Stiching Expenses	-	13,328.00
	<b>25,77,844.20</b>	<b>84,07,090.80</b>
<b>NOTE NO. - 18</b>		
<b>EMPLOYEE BENEFIT EXPENSE</b>		
Salary and Bonus	52,57,661.00	55,73,435.00
Director Salary	27,00,000.00	24,00,000.00
Esic Contribution	25,314.00	31,849.00
Staff Welfare	53,286.00	77,956.12
<b>TOTAL</b>	<b>80,36,261.00</b>	<b>80,83,240.12</b>
<b>NOTE NO. - 19</b>		
<b>FINANCE COSTS</b>		
Interest Paid-Bank	4,97,689.01	4,60,043.55
Interest Paid-Others	46,44,113.00	43,77,859.00
<b>TOTAL</b>	<b>51,41,802.01</b>	<b>48,37,902.55</b>


For MADHURI EXPORTS (P) LTD. For MADHURI EXPORTS (P) LTD.



*[Signature]* Director *Namit Kumar* Director

	31ST MARCH,2021	31ST MARCH,2020
	₹	₹
<b>NOTE NO. -20</b>		
<b>OTHER EXPENSES</b>		
Audit Fees	30,000.00	30,000.00
Advertisement & Publicity	4,160.00	1,280.00
Annual Maintenance Charges	20,209.89	-
Application Fee	-	2,000.00
Membership & Subscription Charges	18,245.00	38,104.00
Bank Charges	1,82,112.45	57,996.97
Computer Software Expenses	6,811.32	-
Consultancy Expenses	7,000.00	1,06,800.00
Conveyance Expenses	12,143.00	30,128.00
Commission on Sales	1,18,068.42	9,41,560.00
Coolie & Cartage	3,045.00	6,995.00
Discount	2,60,819.70	1,81,355.77
Electricity Expenses	1,95,367.00	2,63,458.00
Office Cleaning Expenses	-	68,678.00
Freight & Courier Charges	4,63,665.82	6,49,564.26
General Expenses	59,445.84	1,18,395.36
Generator Charges	10,000.00	19,163.00
Late Fees GST	350.00	-
Interest on VFS Term Loan	-	9,856.79
Insurance Expenses	59,008.00	64,603.52
Label Expenses	(968.00)	4,085.75
Legal Expenses	10,750.00	7,900.00
NPS Contribution	4,000.00	3,90,000.00
Packing/Forwarding Expenses	1,06,966.24	1,13,460.46
Car Rental Expenses	-	63,971.00
Postal Expenses	1,695.00	1,033.00
Print Screen	38,850.00	1,93,925.00
Printing & Stationery	21,430.63	34,988.67
Professional Tax	2,500.00	5,600.00
Rates & Taxes	2,39,270.53	2,81,174.40
Rent	36,70,000.00	33,00,000.00
Repair/Maintenance	12,93,925.36	6,44,793.58
R/off	780.72	3,030.30
ROC Filing Fee	3,000.00	12,000.00
Sales Promotion	9,000.00	5,18,642.58
Security Service	1,80,936.00	77,000.00
Interest on TDS	3,466.00	757.00
Telephone Expenses	1,19,375.37	1,25,458.00
Travelling/Conveyance	61,463.59	4,22,909.00
Vehicle Expenses	92,249.32	1,65,234.00
<b>TOTAL</b>	<b>73,09,142.20</b>	<b>89,55,901.41</b>

For MADHURI EXPORTS (P) LTD. For MADHURI EXPORTS (P) LTD.

 Director

Namit Kumar  
2 Director



**NOTE NO. - 21****OTHER NOTES TO THE FINANCIAL STATEMENT****(a). AUDITOR'S REMUNERATION:**

Statutory Audit Fees-Rs.30000/- (P.Y-Rs. 30000/-)

**(b). INFORMATION PERSUANT TO TRANSACTION PERTAINING TO RELATED PARTIES/FIRMS AS PER AS-18****(a) List of Related Parties Key Management Personnel**

Mr. Sumit Dhandhana - Director  
 Mr. Mahesh Kumar Dhandhana - Director  
 Mr. Namit Kumar - Director

**(b) List of Associates/Firms in which Directors/Relatives are interested.**

Madhuri Silks (P) Ltd  
 Sunita Choudhary  
 Yogesh Choudhary  
 Mahesh Kumar Dhandhana (HUF)  
 Rita Devi Dhandhana  
 Kanupriya Dhandhana  
 Sumit Kumar Dhandhana (HUF)  
 Nehru Fashions Pvt Ltd

**(c) Transaction with related Parties**

PARTICULARS	Nature	31st MARCH,2021	31st MARCH,2020
Nehru Fashions Pvt Ltd	Unsecured Loans	45,43,591.00	24,28,959.00
Namit Kumar	Unsecured Loans	92,28,356.50	1,01,41,013.50
Sumit Dhandhana	Unsecured Loans	1,14,00,232.50	1,06,72,231.50
Mahesh Kumar Dhandhana	Unsecured Loans	19,25,406.00	1,90,40,883.00
Sunita Choudhary	Unsecured Loans	53,79,684.00	87,94,670.00
Rita Devi Dhandhana	Unsecured Loans	5,47,198.00	13,75,269.00
Namit Kumar	Interest on Loan	11,63,715.00	8,35,647.00
Sumit Dhandhana	Interest on Loan	12,80,425.00	10,52,694.00
Mahesh Kumar Dhandhana	Interest on Loan	6,02,093.00	16,11,037.00
Sunita Choudhary	Interest on Loan	9,22,238.00	6,80,988.00
Rita Devi Dhandhana	Interest on Loan	2,19,879.00	65,316.00
Nehru Fashions Pvt Ltd	Interest on Loan	3,75,764.00	32,177.00
Namit Kumar	Director's Salary	9,00,000.00	9,00,000.00
Sumit Dhandhana	Director's Salary	9,00,000.00	9,00,000.00
Mahesh Kumar Dhandhana	Director's Salary	9,00,000.00	6,00,000.00
Rita Devi Dhandhana	Salary	6,00,000.00	6,00,000.00
Kanupriya Dhandhana	Salary	8,00,000.00	8,00,000.00
Sunita Choudhary	Salary	9,00,000.00	9,00,000.00
Yogesh Choudhary	Salary	12,00,000.00	12,00,000.00
Mahesh Kumar Dhandhana	Rent	20,70,000.00	6,00,000.00
Namit Kumar	Rent	4,50,000.00	4,50,000.00
Sumit Dhandhana	Rent	4,50,000.00	4,50,000.00
Rita Devi Dhandhana	Rent	3,00,000.00	3,00,000.00
Madhuri Silk Pvt Ltd.	Rent	4,00,000.00	15,00,000.00

**(c) SEGMENT REPORTING:**

The Company operates in a single segment and there are no reportable geographical & business segments as per AS-17 issued by ICAI.

For MADHURI EXPORTS (P) LTD.

For MADHURI EXPORTS (P) LTD.



*[Signature]*  
 Director

*Namit Kumar*  
 Director

(d). **EARNING PER SHARE :**

The Company reports basic and diluted earnings per equity shares in accordance with AS-20 earnings per share. Basic earning per per equity shares has been computed by dividing net profit or loss by the weighted average number of equity shares outstanding for the period. Diluted earning per equity share has been computed using the weighted average number of equity shares and diluted potential shares outstanding for the period.

PARTICULARS	31st MARCH,2021	31st MARCH,2020
Profit After Tax	40,31,412.26	50,99,756.46
No. of Shares	6,00,000.00	6,00,000.00
Basic Earning Per Share	6.72	8.50
Diluted Earning Per Share	6.72	8.50

(e). **PROVISION FOR CURRENT AND DEFERRED TAX:**

Provision for current tax is made after taking into consideration benefit admissible under the provisions of Income Tax Act, 1961. Deferred Tax resulting from "Timing Difference" between book and taxable profit is accounted for using the tax rates and law that are enacted or substantially enacted as on the balance sheet date.

**Calculation of Deferred Tax Assets/Liability as on 31.03.2021**

Deffered Tax Assets on WDV of Fixed Assets as per Company's Act,2013 & Income Tax Act,1961	1,97,693.20
Deffered Tax Assets as on 31.03.2021( Currently not recognised)	1,97,693.20

(f) Previous years figures have been regrouped & rearranged wherever deemed necessary.

(g) Balances of Sundry Debtors ,Sundry Creditors, and Advances are subject to confirmation from the respective parties during the current financial year.

(h). **ESTIMATION OF UNCERTAINTY RELATING TO COVID\*-19 OUTBREAK:**

The spread of COVID-19 has severely impacted business around the globe. In many countries including India, there has been severe disruption to regular business operations due to lock-down, disruptions in transportation, supply chain, travel bans, quarantines, social distancing and other emergency measures.


The Company has made detailed assessment of its liquidity position for the next one year and of the recoverability and carrying values of its assets comprising Property, Plant and Equipment, Trade Receivables, and Inventory as at the balance sheet date and has concluded that there is no material adjustments required in the financial statements for the year ended 31st March, 2021.

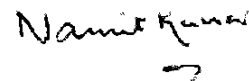
Management believes that it has considered all the possible impact of known events arising from COVID -19 pandemic in the preparation of the financial Statements. However, the impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties in future periods, if any.



For MADHURI EXPORTS (P) LTD.

For MADHURI EXPORTS (P) LTD.

 Director

 Director