Annual Report 2020-21

Vedant Kotton Pvt. Ltd.

Apartment No. 14O2 of Block Cressida II at
Apollo DB City, Nipaniya Indore MP

ANNUAL REPORT 2020-21

DIRECTORS	: 1. Shri Avnish Bansal 2. Shri Sarvapriya Bansal
AUDITORS	: N.K. Dafria & Co. Chartered Accountants 218 B, Bansi Trade Centre, 581/5 M.G. Road, Indore- 452003. Phone No. 073 I- 4066767
REGISTERED OFFICE & WORKS	: Apartment No. 1402 of Block Cressida II at Apollo DB City, Nipaniya Indore MP
CONTACT NO.	: 0731-4010051
BANKERS	: State Bank of India

N.K. DAFRIA & CO.
CHARTERED ACCOUNTANTS
218-B, Bansi Trade Centre, 581/5, M.G. Road, Indore – 452003 (M.P.) INDIA
Ph. No.: 0731- 4066767, 4986767
E-Mail: nkdafria@rediffmail.com

AUDITOR'S REPORT

To

The Members of
Vedant Kotton Pvt. Ltd.
Indore.

Report on Financial Statements

We have audited the accompanying financial statements of **Vedant Kotton Pvt. Ltd.**,which comprise the Balance Sheet as at March 31, 2021, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143 (10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are

appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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 31st 2021, and its Profit and its cash flows for the year ended on that date.

Emphasis of Matter Para

We draw attention to the following matters in the Notes to the financial statements:

a) Note 2 to the financial statements which, shows the negative balance of reserve & surplus of the company (due to losses suffered in the previous year) and means that the capital of the company has been erode.

Report on Other Legal and Regulatory Requirements

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

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

   a) We have 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, Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account;

   d) In our opinion, the Balance Sheet, Statement of Profit and Loss, comply with the Accounting Standards notified under the Act (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014).

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



f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B; and

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 information and according to the explanation given to us:

(i) The Company does not have any pending litigation as at 31st March 2021, which would impact its financial position in its financial statements.

(ii) The Company does not have any long term contract including Derivative Contract for which provision is required for any material foreseeable losses.

(iii) There was no amount which required to be transfer to the Investor Education and Protection fund by the company during the year ended on March 31st 2021.

For N.K. Dafria & Co.
Chartered Accountants
Firm Reg. No. 005550C



N. Dafria
Partner
M. No. 073860

Place: Indore
Date: 30/06/2021
UDIN : 21073860AAAABP1420

ANNEXURE- A to the Auditors' Report

The Annexure referred to Company on the financial that: in Independent Auditors' Report to the members of the statements for the year ended 31 March 2021, we report that:

(i) In respect of its fixed assets:

In our opinion and according to the information and explanations given to us, The Company is maintaining proper Records showing full particulars. Fixed Asset has been physically verified by the management at reasonable intervals and No material Discrepancies were notice on such verification.

(ii) In respect of its inventories

In our opinion and according to the information and explanations given to us, inventories have been physicality verified by the management at reasonable intervals and No material discrepancies were notice on such verification.

(iii) In respect of loans, secured or unsecured, granted by the Company to Companies, firm or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ("the Act")

In our opinion and according to the information and explanations given to us, there is no loans , secured or unsecured, granted by the Company to Companies, firm or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ("the Act"). Accordingly, paragraph 3 (III) of order is not applicable to the company.

(iv) In respect of Loans and Investments made:

In our opinion and according to the information and explanations given company has complied with the provisions of section 185 and 186 of the Act, 2013 ("the Act"), with respect to the loans and investments made.

(v) In respect of Deposits from Public:

In our opinion, and according to the information and explanations given to us, the Company has not accepted deposits as per the directives issued by the Reserve Bank of India under the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under. Accordingly, paragraph 3 (v) of order is not applicable to the company.

(vi) In respect of Cost Records:

The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for the activities carried out by the Company. As the Company is Trading Concern Accordingly, paragraph 3(vi) of the Order is not applicable to the company.

(vii) In respect of Statutory Dues:

(a) According to the information and explanations given to us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including

Provident Fund, Income Tax, Sates Tax, Value added Tax, Wealth Tax, Service Tax, GST, Cess and other material statutory dues applicable to it.

(b) According to the information and explanations given to us, there are no material dues of income tax/ Sates tax /Wealth tax/ Service tax/ Custom duty/ Excise duty/GST/Cess are due which have not been deposited on account of any dispute.

(viii) In respect of Default in Repayment of Dues:

In our opinion and according to the information and explanations given to us, there is no amount payable to a financial institution, banks or debenture holders. Accordingly, paragraph 3(viii) of the Order is not applicable to the company.

(ix) In respect of Term Loans:

In our opinion and according to the information and explanations given to us, during the year the company has not raised money through term loan. Accordingly, paragraph 3(ix) of the Order is not applicable to the company.

(x) In respect of Frauds:

To best of our knowledge and belief and according to the information and explanations given to us, no material fraud on or by the company has been noticed or reported during the course of our audit.

(xi) In respect of Managerial Remuneration:

In our opinion and according to the information and explanations given to us, managerial remuneration has been paid or provided by the company in accordance of section 197 read with Schedule V to the Companies Act, 2013 ("the Act").

(Xii) In respect of Nidhi Company:

In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

(xiii) In respect of Related Party Transaction:

In our opinion and according to the information and explanations given to us, transactions with the rotated parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) In respect of Preferential Allotment:

In our opinion and according to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully or- partly convertible debentures during the year as per the requirement of sections 42 of the Companies Act, 2013. Accordingly, paragraph 3(xiv) of the Order is not applicable to the company.

INDORE (M.P.) CHARTERED ACCOUNTANTS

(xv) In respect of Non-Cash Transactions:

In our opinion, and according to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with him as per the provisions of Sections 192 of the Companies Act, 2013. Accordingly, paragraph 3(xv) of the Order is not applicable to the company.

(xvi) In respect of Registration under RBI Act, 1934:

In our opinion, and according to the information and explanations given to us, the Company is not required to be registered under Section 45-lA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the company.

For N.K. Dafria & Co.
Chartered Accountants
Firm Reg. No. 005550C



Place: Indore
Date: 30/06/2021
UDIN: 21073860AAAABP1420

N. Dafria
Partner
M. No. 073860

"Annexure B" to the Independent Auditor's Report of even date on the Financial Statements of Vedant Kotton Pvt. Ltd.

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 **Vedant Kotton Pvt. Ltd.** as of 31 March 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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



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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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, 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 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For N.K. Dafria & Co.
Chartered Accountants
Firm Reg. No. 005550C



Place: Indore
Date: 30/06/2021
UDIN: 21073860AAAABP1420

N.Dafria
Partner
M.No. 073860

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
Balance Sheet as at 31st March, 2021

Particulars	Notes	As on 31.03.2021	As on 31.03.2020
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	1,00,000	1,00,000
(b) Reserves and Surplus	2	(5,39,842)	(5,94,514)
(2) Share application money		-	-
(3) Non-Current Liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(4) Current Liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables	3	2,49,97,360	2,68,27,464
(c) Other current liabilities		-	-
(d) Short-term provisions	4	8,25,907	9,65,279
Total		**2,53,83,425**	**2,72,98,229**
II.ASSETS			
(1) Non-current assets			
(a) Fixed assets	5	1,08,39,674	1,17,69,968
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Other non-current assets		-	-
(d) Deferred Tax Asset	6	10,68,248	12,98,230
(2) Current assets			
(a) Inventories	7	43,51,762	43,51,762
(b) Trade receivables	8	51,22,919	51,22,919
(c) Cash and cash equivalents	9	86,171	7,79,940
(d) Short-term loans and advances	10	10,10,000	10,10,000
(e) Other current assets	11	29,04,651	29,65,410
Total		**2,53,83,425**	**2,72,98,229**

Significant Accounting Policies And Notes to Accounts 20
In terms of our report of even date

For N. K. Dafria & Co.
Chartered Accountants
Firm Reg.No. 005550C

N. Dafria
Partner
M.No.073860
Indore : 30th June, 2021
UDIN : 21073860AAAABP1420

On behalf of the board

For VEDANT KOTTON PVT. LTD.
DIRECTOR

Sarvapriya Bansal
Director
DIN : 02540139

For VEDANT KOTTON PVT. LTD.
DIRECTOR

Avnish Bansal
Director
DIN : 02666814

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
Statement of Profit and Loss for the period ended on 31st March, 2021

Particulars	Notes	Figures as at the end of current reporting period 2020-21	Figures as at the end of previous reporting period 2019-20
I. Revenue from operations	12	-	1,67,62,141
II. Other Income			
-Job Work	12	23,55,500	20,80,000
-other income	13	-	32,560
III. Total Revenue (I +II)		**23,55,500**	**1,88,74,700**
IV. Expenses:			
Cost of materials consumed	14	-	-
Purchase of Stock-in-Trade	15	-	1,65,50,273
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	16	-	(259)
Employee benefit expense	17	9,00,000	9,00,000
Financial costs	18	1,062	4,765
Depreciation and amortization expense	5	9,30,294	9,30,294
Other expenses	19	2,39,490	2,62,716
IV.Total Expenses		**20,70,846**	**1,86,47,789**
V. Profit before exceptional and extraordinary items and tax		2,84,654	2,26,912
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax		2,84,654	2,26,912
VIII. Extraordinary Items (Prior Period Items)		-	-
IX. Profit before tax (VII - VIII)		**2,84,654**	**2,26,912**
X. Tax expense:			
(1) Current tax		44,406	35,398
(2) Deferred tax		2,29,982	(16,27,875)
XI. Profit(Loss) from the perid from continuing operations		10,266	18,19,389
XII. Profit/(Loss) from discontinuing operations		-	-
LAST YEAR PROFIT/LOSS			
XIII. Tax expense of discounting operations		-	-
XIV. Profit/(Loss) from Discontinuing operations		-	-
XV. Profit/(Loss) for the period (XI + XIV)		**10,266**	**18,19,389**
XVI. Earning per equity share:			
(1) Basic		1.03	181.94
(2) Diluted		1.03	181.94

In terms of our report of even date

For N. K. Dafria & Company
Chartered Accountants
Firm Reg.No. 005550C

N. Dafria
Partner
M.No.073860
Indore : 30th June, 2021
UDIN : 21073860AAAABP1420

On behalf of the board

For VEDANT KOTTON PVT. LTD.
DIRECTOR

Sarvapriya Bansal
Director
DIN : 02540139

For VEDANT KOTTON PVT. LTD.
DIRECTOR

Avnish Bansal
Director
DIN : 02666814

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021

		2020-21	2019-20
A)	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Net profit before Tax & Extra ordinary items	2,84,654.00	2,26,911.57
	Adjustment for -		
	Add:- Depreciation	9,30,294.00	9,30,294.00
	Less:- Interest income	-	-
	Add : Finance Cost	1,062.00	4,764.90
	Operating profit before working capital changes	**12,16,010.00**	**11,61,970.47**
	Movements in working capital		
	(Decrease)/Increase in trade Payables	(18,30,104.28)	(41,24,872.72)
	(Increase)/Decrease in Receivables	-	11,88,084.66
	(Increase) /Decrease in Other Current Assets	60,759.00	23,93,906.84
	(Increase)/Decrease in Inventories	-	(259.25)
	(Decrease)/Increase in Short term Provisions	(1,39,372.00)	52,978.00
	(Decrease)/Increase in Short term Loans & Advances	-	-
	Less : Income Tax Paid	-	-
	Net cash from operating activities (A)	**(6,92,707.28)**	**6,71,808.00**
B)	**CASH FLOW FROM INVESTMENT ACTIVITIES**		
	Purchase of Fixed Assets including CWIP	-	-
	Sale of Fixed Assets	-	-
	Increase / (Decrease) in Non-current Investments	-	-
	Interest Received	-	-
	Net cash from in Investing activities (B)	-	-
C)	**CASH FLOW FROM FINANCING ACTIVITIES**		
	Increase in Share Capital	-	-
	Proceeds from /(repayments of) Short Term loans	-	-
	Proceeds from /(repayments of) Long Term loans	-	-
	Interest Paid	(1,062.00)	(4,764.90)
	Net Cash from Financing Activities (C)	**(1,062.00)**	**(4,764.90)**
D)	**Net Increase/(decrease) in Cash & Cash Equivalents(A+B+C)**	**(6,93,769.28)**	**6,67,043.10**
	Opening Cash and Cash Equivalent	7,79,940.28	1,12,897.18
	Closing Cash and Cash Equivalent (Note 6)	86,171.00	7,79,940.28
E)	**Increase/(Decrease) in Cash & Cash Equivalents**	**(6,93,769.28)**	**6,67,043.10**

The cash flow is prepared under indirect method as set out in Accounting Standard-3

For N. K. Dafria & Co.
Chartered Accountants
Firm Reg. No. 005550C

N.Dafria
Partner
M.No. 073860
Indore : 30th June, 2021

On behalf of the board

For VEDANT KOTTON PVT. LTD.
DIRECTOR

For VEDANT KOTTON PVT. LTD.

Sarvapriya Bansal	**Avnish Bansal**
Director	Director
DIN : 02540139	DIN : 02666814

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
NOTES ATTACHED TO AND FORMING PART OF FINAL ACCOUNTS
RELATING TO THE PERIOD ENDED ON 31st March 2021

PARTICULARS	Figures as at the end of Half Year Ending 2020-21	Figures as at the end of previous reporting period 2019-20
NOTE 1 : SHARE CAPITAL		
Authorised Share Capital:		
10,000 Equity Shares of Rs. 10/- each	1,00,000.00	1,00,000.00
Issued,Subscribed and Paid up:		
10,000 Equity Shares of Rs. 10/- each	1,00,000.00	1,00,000.00
TOTAL	**1,00,000.00**	**1,00,000.00**

1.1 The Reconciliation of the number of shares and amount outstanding is set out below

	As at March 31, 2021		As at March 31, 2020	
	No. of Share	Amount	No. of Share	Amount
Equity Share at Begining of the year	10,000	1,00,000.00	10,000	1,00,000.00
Add: Share issued during the year	0	0	0	0
Equity Share at end of the year	10,000	1,00,000.00	10,000	1,00,000.00

1.2 Terms/Right attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share . The company declares and pays dividend in indian rupees. In the event of iquidation of the company , the holders of the equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amount. The distribution will be in proportion of the number of equity shares held by the shareholders.

1.3 The details of shareholders holding more than 5% shares:-

	As at March 31, 2021		As at March 31, 2020	
Name of the Shareholder	No. of shares	% of holding	No. of shares	% of holding
Mohini Health & Hygiene Ltd	9,700	97.00%	9,700	97.00%
Shri Avnish Bansal				
Shri Sarvapriya Bansal				

NOTE 2 : RESERVES & SURPLUS:		
Profit & Loss Account		
As per last balance sheet	(5,94,513.95)	(24,49,300.70)
Add: MAT Credit Entitlement	44,406.00	35,398.00
Add: Profit for the year	10,266.22	18,19,388.75
TOTAL	**-5,39,841.73**	**(5,94,513.95)**

For VEDANT KOTTON PVT. LTD.
DIRECTOR

For VEDANT KOTTON PVT. LTD.
DIRECTOR

N.K. GOYRIA & CO. INDORE (M.P.) CHARTERED ACCOUNTANTS

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
NOTES ATTACHED TO AND FORMING PART OF FINAL ACCOUNTS
RELATING TO THE PERIOD ENDED ON 31ST MARCH, 2021

PARTICULARS	Figures as at the end of Year Ending 2020-21	Figures as at the end of previous reporting period 2019-20
NOTE 3: TRADE PAYABLES		
Creditors for Raw Material		
Mohini Health and Hygiene Limited	1,90,83,358.00	2,09,12,822.28
Gajera Rinkalben Bhavinbhai	81,000.00	81,000.00
Gajera Krupali Bhavinbhai	81,000.00	81,000.00
Meena Agencies	5,595.00	5,595.00
N K Dafria & Co	40,000.00	50,000.00
Prakash Bhai	16,70,413.00	16,70,413.00
Swastik Industries	35,09,597.00	35,09,597.00
Vraj Cotton	5,17,037.00	5,17,037.00
Mohini Hygiene Care Products Pvt Ltd	9,360.00	-
TOTAL	**2,49,97,360.00**	**2,68,27,464.28**
NOTE 4: SHORT-TERM PROVISIONS		
Provision (Emp. Prof Tax)	3,752.00	2,500.00
Provision (TDS)	85,000.00	85,300.00
Income Tax Payable	44,406.00	35,398.00
Provision (Professional Tax Comapnay)	2,500.00	2,500.00
Provision for Salary	6,90,249.00	8,39,581.00
TOTAL	**8,25,907.00**	**9,65,279.00**
NOTE 6 : Deferred Tax Asset		
Deferred Tax Asset	10,68,248.22	12,98,230.18
TOTAL	**10,68,248.22**	**12,98,230.18**
NOTE 7 : Inventory		
Raw Material	43,51,762.11	43,51,762.11
TOTAL	**43,51,762.11**	**43,51,762.11**
NOTE 8 : TRADE RECEIVABLES		
(Unsecured & considered good)		
(Less than six months)		
(More than six months)		
Bajrang Cotgin Pvt Ltd	51,03,780.00	51,03,780.00
Priyanka Sales Corporation	19,139.00	19,139.00
TOTAL	**51,22,919.00**	**51,22,919.00**
NOTE 9 : CASH & CASH EQUIVALENTS		
Cash In Hand	318.00	318.00
Balances with scheduled banks		
State Bank of India - A/c No 32658186502	85,853.00	7,79,622.28
TOTAL	**86,171.00**	**7,79,940.28**
NOTE 10 : SHORT TERM LOANS AND ADVANCES		
(Unsecured & Considered Good)		
Shree Ganesh Integrated Textile Park Pvt Ltd	10,10,000.00	10,10,000.00
TOTAL	**10,10,000.00**	**10,10,000.00**

For VEDANT KOTTON PVT. LTD.
DIRECTOR

For VEDANT KOTTON PVT. LTD.
DIRECTOR

N.K. DAFRIA & CO. CHARTERED ACCOUNTANTS INDORE (M.P.)

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
NOTES ATTACHED TO AND FORMING PART OF FINAL ACCOUNTS
RELATING TO THE PERIOD ENDED ON 31ST MARCH, 2021

PARTICULARS	Figures as at the end of Year Ending 2020-21	Figures as at the end of previous reporting period 2019-20
NOTE 11 : OTHER CURRENT ASSETS		
Fixed Deposit (Sales Tax)	15,344.00	15,344.00
Jawaharlal Sahkari Soot Girni Ltd.	1,00,000.00	1,00,000.00
TDS Recoverable on Kotak Mahindra	8,955.00	8,955.00
TDS Recceivable on Job Work	47,110.00	41,600.00
GST Receivable	24,73,458.76	25,90,335.76
Income Tax Refund (FY 2019-20)	1,79,979.00	1,73,777.00
MAT Credit Entitlement	79,804.00	35,398.00
TOTAL	**29,04,650.76**	**29,65,409.76**
NOTE 12 :REVENUE FROM OPERATIONS		
Operating Revenue		
Domestic Sales	-	1,67,62,140.50
Total	0.00	1,67,62,140.50
Other Operational Income		
Job Work	23,55,500.00	20,80,000.00
Total	23,55,500.00	20,80,000.00
TOTAL	**23,55,500.00**	**1,88,42,140.50**
NOTE 13 :OTHER INCOME		
Interest		
Amount W/o	-	37.72
Interest on Income Tax Refund	-	32,522.00
TOTAL	**-**	**32,559.72**
NOTE 14 : COST OF MATERIALS CONSUMED		
Raw Material Consumed		
Opening Stock	43,50,273.76	43,50,273.76
Add: Raw Material Purchased	-	0.00
(Inc. Direct Exp)	43,50,273.76	43,50,273.76
Less : Closing Stock	43,50,273.76	43,50,273.76
TOTAL	**-**	**-**
NOTE 15 : PURCHASE OF STOCK-IN-TRADE		
Purchase	-	1,65,50,273.00
TOTAL	**0.00**	**1,65,50,273.00**
NOTE 16 : CHANGES IN INVENTORIES OF FINISHED GOODS , STOCK-IN-PROCESS AND STOCK-IN-TRADE		
Inventories (at end of the Year)		
Trading Inventory	1,488.35	1,488.35
Inventories (at beginning of the Year)		
Trading Inventory	1,488.35	1,229.10
TOTAL	**-**	**259.25**

For VEDANT KOTTON PVT. LTD.
DIRECTOR

For VEDANT KOTTON PVT. LTD.
DIRECTOR

N.K. SAXENA & CO. CHARTERED ACCOUNTANTS INDORE (M.P.)

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
NOTES ATTACHED TO AND FORMING PART OF FINAL ACCOUNTS
RELATING TO THE PERIOD ENDED ON 31ST MARCH, 2021

PARTICULARS	Figures as at the end of Year Ending 2020-21	Figures as at the end of previous reporting period 2019-20
NOTE 17 : EMPLOYEE BENEFIT EXPENSE		
Salaries and Wages	9,00,000.00	9,00,000.00
TOTAL	**9,00,000.00**	**9,00,000.00**
NOTE 18 : FINANCE COSTS		
Bank Charges	1,062.00	4,764.90
TOTAL	**1,062.00**	**4,764.90**
NOTE 19 : OTHER EXPENSES		
Plant Expenses		
Electricity Expenses	80,300.00	90,800.00
Labour Expenses	79,000.00	1,01,410.00
	1,59,300.00	**1,92,210.00**
Administrative Expenses		
Auditors Remuneration		
- Audit fee	20,000.00	20,000.00
- Income Tax consultancy fee	5,000.00	5,000.00
Insurance	-	19,482.00
Fee & Charges	9,440.00	0.00
Legal Expenses	43,250.00	23,524.00
Professional Tax	2,500.00	2,500.00
	80,190.00	**70,506.00**
TOTAL	**2,39,490.00**	**2,62,716.00**

N.K. DHARIA & Co. INDORE (M.P.) CHARTERED ACCOUNTANTS

For VEDANT KOTTON PVT. LTD.
DIRECTOR

For VEDANT KOTTON PVT. LTD.
DIRECTOR

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
FOR THE PERIOD ENDED ON 31/03/2021
NOTE TO ACCOUNTS AND FORMING PART OF THE BALANCE SHEET
NOTE-5
FIXED ASSETS

Amount in Rs.

S. NO.	NAME OF ASSET	GROSS BLOCK					DEPRECIATION/AMORTISATION				NET BLOCK	
		As on 01.04.2020	Addition During the year	Deduction During the year	As on 31.03.2021	Rate	As on 01.04.2020	For the Period	Adjustment of Earlier Year	As on 31.03.2021	As on 31.03.2021	As on 31.03.2020
1	Vehicles - Maruti Baleno	752362	0	0	752362	11.88%	374420	89381	0	463801	288561	377942
2	Plant & Machinery	9000000	0	0	9000000	6.33%	1350111	569700	0	1919811	7080189	7649889
3	Plant & Machinery	4284563	0	0	4284563	6.33%	542426	271213	0	813639	3470924	3742137
	TOTAL	14036925	0	0	14036925		2266957	930294	0	3197251	10839674	11769968

For VEDANT KOTTON PVT. LTD.
DIRECTOR

For VEDANT KOTTON PVT. LTD.
DIRECTOR

N.K. DALAL & Co. CHARTERED ACCOUNTANTS INDORE (M.P.)

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493

NOTE – 20

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS.

A. MAJOR ACCOUNTING POLICIES

1. Background

Vedant Kotton Private Limited is a private limited company incorporated in 2012 under the Companies Act, 1956 ('the Act').

2. Significant Accounting Policies

(i) Basis for preparation of financial statements

These financial statements have been prepared and presented on the accrual basis of accounting and comply with the accounting standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014 to the extent applicable and other accounting principles generally accepted in India, to the extent applicable.

(ii) Use of estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles ('GAAP') requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as of the date of financial statements, and the reported amount of revenue and expenses during the reporting period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual results may differ from those estimates used in preparing the accompanying financial statements. Any revision to accounting estimates is recognized prospectively in current and future periods.

(iii) Fixed assets and depreciation

i. Fixed Assets are stated at cost of acquisition less accumulated depreciation and impairment, if any. Cost is inclusive of freight, duties, taxes and other directly attributable costs incurred to bring the asset to their working condition for the intended use.

ii. When an asset is scrapped or otherwise disposed off, the cost and related depreciation are removed from the books of accounts and resultant profit (including capital profit) or loss, if any, is reflected in the Profit & loss Account.

iii. All costs, including financing costs till commencement of commercial production, net charges on foreign exchange contracts and adjustments arising from foreign rate variations attributable to the fixed assets are capitalized.

For VEDANT KOTTON PVT. LTD.
DIRECTOR

For VEDANT KOTTON PVT. LTD.
DIRECTOR

Depreciation/ amortization

i. Depreciation is provided under Straight Line Method and on the rates prescribed under the Schedule XIV to the Companies Act.

ii. Where during any financial year, from or after the incorporation of the company, if any addition during the year be made to any asset or where any assets will be sold, demolished, damaged or discarded, the depreciation on such assets shall be calculated on a pro-rata basis from the date of such addition or as the case may be up to the date on which such asset have been sold, demolished, damaged or destroyed.

(iv) Investments

The company does not have any Investment at present."

(v) Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount is the greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value based on an appropriate discount factor. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

(vi) Revenue recognition

a) Revenue is recognized to the extent that is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

b) Revenue from sale of goods is recognized when significant risks and rewards of ownership of the goods have been passed to the buyer, which ordinarily coincides with dispatch of goods to customers.

(vii) Earnings per share (EPS)

Basic and Diluted EPS are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For VEDANT KOTTON PVT. LTD.
DIRECTOR

For VEDANT KOTTON PVT. LTD.
DIRECTOR

(viii) Taxes

Income tax expense comprises of current tax (i.e. amount of tax for the period determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effect of timing difference between the accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liability or asset are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent of there is reasonable certainty that the asset can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

(ix) Provisions and contingencies

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. 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.

When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc are recorded when it is probable that a liability has been incurred and the amount can be reasonable ascertained.

B. NOTES TO ACCOUNTS

1. RELATED PARTY DISCLOSURES:

(A) List of Key Managerial Personnel:

S.No.	Name of Related Party	Nature of Relationship
1.	Mr. Avnish Bansal	Director
2.	Mr. Sarvapriya Bansal	Director

(B) List of other Related Parties :

S.No.	*Name of Related Party*	*Nature Of Relationship*
1.	Mrs. Parul Bansal	Wife of Director
2.	Mohini Health & Hygiene Ltd*	Holding Company (15.11.2017)

* Mohini Health and Hygiene Ltd. has acquired 97% of the Shareholding of the Company as on 15.11.2017

For VEDANT KOTTON PVT. LTD.
DIRECTOR

For VEDANT KOTTON PVT. LTD.
DIRECTOR

(C) Details of transactions during the period relating to persons referred in item (A) above

Value of Transaction in Rs.

Particulars	**20120-21**	**2019-20**
(1) Remuneration to Directors	0.00	0.00
(2) Acceptance of loan	0.00	0.00
(3) Repayment of loan	0.00	0.00

(D)Details of transactions during the period relating to persons referred in item (B) above

Value of Transaction in Rs.

S.No.	***Name of Related Party***	***Transaction***	***Amount***
1.	Mrs. Parul Bansal	Salary	900000.00
2.	Mohini Health & Hygiene Ltd	Job Work	2355500.00

(E) Closing Balances of parties mentioned in (A) above

Value of Transaction in Rs.

Particulars	**2020-21**	**2019-20**
Mr. Avnish Bansal	-	-
Mr. Sarvapriya Bansal	-	-

3. **Closing Balances of parties mentioned in (B) above**

Value of Transaction in Rs.

Particulars	**2020-21**	**2019-20**
Mrs. Parul Bansal	5,88,076.00	7,37,408.00
Mohini Health & Hygiene Ltd	1,90,83,358.00	2,09,12,822.28

2. SEGMENT REPORTING

As evidenced by internal Management Information System (MIS), there are no reportable segments in the company. Therefore the disclosure requirements of 'Accounting Standard 17" (AS-17) – 'Segment Reporting' are not furnished.

3. PRELIMINARY EXPENSES

There are no preliminary expenses standing.

N.K. BAFNA & CO. CHARTERED ACCOUNTANTS INDORE (M.P.)

For VEDANT KOTTON PVT. LTD. For VEDANT KOTTON PVT. LTD.

DIRECTOR DIRECTOR

4. CURRENT ASSETS, LOANS AND ADVANCES

Value of Current Asset, Loans & Advances as stated in the Balance Sheet are not less than value to be realized in the ordinary course of Business.

5. DEBIT AND CREDIT BALANCES OF PARTIES

Balances of parties are subject to Confirmation, Reconciliation and adjustments, if any.

6. DIRECTOR'S REMUNERATION: - Director's remuneration for the year is as follows:

Amount in Rupees

S.No.	*Name of Director*	2020-21	2019-20
1.	Mr. Avnish Bansal	-	-
2.	Mr. Sarvapriya Bansal	-	-

7. AUDITOR'S REMUNERATION: - Auditor's remuneration for the year is as follows:

Amount in Rupees

S.No.	*Particulars*	2020-21	2019-20
1.	Audit Fees	20000.00	20000
2.	Income Tax Consultancy	5000.00	5000

8. MICRO, SMALL AND MEDIUM ENTERPRISE

Based on the information and records available with the management, there are no dues outstanding to micro and small enterprises covered under the Micro, Small and Medium Enterprises Development Act, 2006 as at 31 March 2021 and as at 31 March 2020.

9. FOREIGN CURRENCY GAIN/LOSS

Particulars	2020-21	2019-20
Inflow/ Outflow in foreign Currency during the year	NIL	NIL

10. Previous year figures are regrouped and rearranged wherever considered necessary.

As per our report of even date annexed.

For N.K.Dafria & Co.
Chartered Accountants
FRN: 005550C

N.Dafria
Partner
M.NO. 073860
INDORE: 30th June, 2021
UDIN: 21073860AAAABP1420

For Vedant Kotton Private Limited

For VEDANT KOTTON PVT. LTD. For VEDANT KOTTON PVT. LTD.

DIRECTOR DIRECTOR

Shri Sarvapriya Bansal
Director
DIN : 02540139

Shri Avnish Bansal
Director
DIN : 02666814

For VEDANT KOTTON PVT. LTD.

DIRECTOR