Annual Report 2021-22

Vedant Kotton Pvt. Ltd.

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

ANNUAL REPORT 2021-22

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- 4986767, 4066767
E-Mail: nkdafria@rediffmail.com

INDEPENDENT AUDITOR'S REPORT

To the Members of
VEDANT KOTTON PRIVATE LIMITED
Indore.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **VEDANT KOTTON PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2022, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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, of the state of affairs of the Company as at 31st March 2022 and profit and its cash flows 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 ethical 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.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significant in our audit of 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 nothing to report in this regards.

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 Annexures to Board's Report, Business Responsibility Report, Corporate Governance 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 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.

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 ("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 standard 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 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.

Those 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 with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(1) 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.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's report) Order, 2020 ("the Order") issued by the Central Government in terms of section 143(11) of the Act, is not applicable.

2. As required by Section 143(3) of the Act, based on our audit 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 the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.

   d) In our opinion, the aforesaid financial statements comply with the Accounting standard specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of the written representations received from the directors as on 31st March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

f) Report on adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, is not applicable to the company.

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

(ii) The Company did not have any long term contract 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.

(iv) The Company has not declared or paid any dividend during the year and has not proposed final dividend for the year.

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

N. Dafria
Partner
M. No. 073860

Place: Indore
Date: 28th May, 2022
UDIN: 22073860AKWZFD2977

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
Balance Sheet as at 31st March, 2022

Particulars	Notes	As on 31.03.2022	As on 31.03.2021
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	1,00,000	1,00,000
(b) Reserves and Surplus	2	(5,10,954)	(5,39,842)
(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	1,55,67,218	2,49,97,360
(c) Other current liabilities	4	94,76,436	-
(d) Short-term provisions	5	6,77,716	8,25,907
Total		2,53,10,416	2,53,83,425
II.ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment and Intangible assets	6	99,09,380	1,08,39,674
(i) Property, Plant and Equipment		-	-
(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	7	9,59,544	10,68,248
(2) Current assets			
(a) Inventories	8	43,51,762	43,51,762
(b) Trade receivables	9	-	51,22,919
(c) Cash and cash equivalents	10	13,74,895	86,171
(d) Short-term loans and advances	11	61,19,248	10,10,000
(e) Other current assets	12	25,95,586	29,04,651
Total		2,53,10,416	2,53,83,425

Significant Accounting Policies And Notes to Accounts 20
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 : 28th May, 2022
UDIN: 22073860AKWZFD2977

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, 2022

Particulars	Notes	Figures as at the end of current reporting period 2021-22	Figures as at the end of previous reporting period 2020-21
I. Revenue from operations		-	-
II. Other Income			
-Job Work	13	34,78,000	23,55,500
-other income	14	7,75,253	-
III. Total Revenue (I +II)		42,53,253	23,55,500
IV. Expenses:			
Cost of materials consumed	15	-	-
Purchase of Stock-in-Trade		-	-
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	16	-	-
Employee benefit expense	17	28,97,827	9,00,000
Financial costs	18	653	1,062
Depreciation and amortization expense	6	9,30,294	9,30,294
Other expenses	19	2,86,888	2,39,490
IV.Total Expenses		41,15,662	20,70,846
V. Profit before exceptional and extraordinary items and tax		1,37,591	2,84,654
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax		1,37,591	2,84,654
VIII. Extraordinary Items (Prior Period Items)		-	-
IX. Profit before tax (VII - VIII)		1,37,591	2,84,654
X. Tax expense:			
(1) Current tax		21,464	44,406
(2) Deferred tax		1,08,704	2,29,982
XI. Profit(Loss) from the perid from continuing operations		7,423	10,266
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)		7,423	10,266
XVI. Earning per equity share:			
(1) Basic		0.74	1.03
(2) Diluted		0.74	1.03

Significant Accounting Policies And Notes to Accounts 20

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 : 28th May, 2022
UDIN: 22073860AKWZFD2977

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 31.03.2022

		2021-22	2020-21
A)	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Net profit before Tax & Extra ordinary items	1,37,591.00	2,84,654.00
	Adjustment for -		
	Add:- Depreciation	9,30,294.00	9,30,294.00
	Less:- Interest income		-
	Add : Finance Cost	653.00	1,062.00
	Operating profit before working capital changes	10,68,538.00	12,16,010.00
	Movements in working capital		
	(Decrease)/Increase in trade Payables	(94,30,142.00)	(18,30,104.28)
	(Increase)/Decrease in Receivables	51,22,919.00	-
	(Increase) /Decrease in Other Current Assets	3,09,064.80	60,759.00
	(Increase)/Decrease in Inventories	-	-
	(Decrease)/Increase in Short term Provisions	(1,48,190.80)	(1,39,372.00)
	(Decrease)/Increase in Short term Loans & Advances	(51,09,248.00)	-
	(Decrease)/Increase in other current liability	94,76,436.00	
	Less : Income Tax Paid	-	-
	Net cash from operating activities (A)	12,89,377.00	(6,92,707.28)
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	(653.00)	(1,062.00)
	Net Cash from Financing Activities (C)	(653.00)	(1,062.00)
D)	**Net Increase/(decrease) in Cash & Cash Equivalents(A+B+C)**	12,88,724.00	(6,93,769.28)
	Opening Cash and Cash Equivalent	86,171.00	7,79,940.28
	Closing Cash and Cash Equivalent (Note 6)	13,74,895.00	86,171.00
E)	**Increase/(Decrease) in Cash & Cash Equivalents**	12,88,724.00	(6,93,769.28)

Significant Accounting Policies And Notes to Accounts 18

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 : 28th May, 2022
UDIN: 22073860AKWZFD2977

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
NOTES ATTACHED TO AND FORMING PART OF FINAL ACCOUNTS
RELATING TO THE PERIOD ENDED ON 31st March 2022

PARTICULARS	Figures as at the end of current reporting period 2021-22	Figures as at the end of previous reporting period 2020-21
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, 2022		As at March 31, 2021	
	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, 2022		As at March 31, 2021	
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%

1 Shareholding of Promoter

Sr. no.	Promoter's Name	No. of shares held		% of holding	% Change during the year
1	Mohini Health & Hygiene Ltd	9,700		97.00%	0.00
2	Shri Sarvapriya Bansal	100		1.00%	0.00
3	Shri Avnish Bansal	100		1.00%	0.00
4	Smt. Mukta Agrawal	100		1.00%	0.00
	Total	10,000		100.00%	0.00%

NOTE 2 : RESERVES & SURPLUS:		
Profit & Loss Account		
As per last balance sheet	(5,39,841.73)	(5,94,513.95)
Add: MAT Credit Entitlement	21,464.20	44,406.00
Add: Profit for the year	7,423.10	10,266.22
TOTAL	(5,10,954.43)	(5,39,841.73)

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

For Vedant Kotton Pvt. Ltd.
Director

For Vedant Kotton Pvt. Ltd.
Director

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
NOTES ATTACHED TO AND FORMING PART OF FINAL ACCOUNTS
RELATING TO THE PERIOD ENDED ON 31ST MARCH, 2022

PARTICULARS	Figures as at the end of Current reporting period Ending 2021-22	Figures as at the end of previous reporting period 2020-21
NOTE 3: TRADE PAYABLES		
MSME :-		
Less than Six months	(10,928)	5,16,960
Six months to One year	1,11,388	1,14,022
One year to Two years	6,21,622	1,96,64,633
Two years to Three years	1,24,92,841	47,01,745
More than Three years	23,52,295	-
OTHERS:-		
Less than Six months	-	-
Six months to One year	-	-
One year to Two years	-	-
Two years to Three years	-	-
More than Three years	-	-
Disputed dues :-		
MSME	-	-
OTHERS	-	-
Less: Creditors Having Debit Balance	-	-
TOTAL	1,55,67,218	2,49,97,360
NOTE 4: OTHER CURRENT LIABILITY		
Mohini Health & Hygiene Ltd (on account of expenses incurred)	94,76,436	-
TOTAL	94,76,436	-
NOTE 5: SHORT-TERM PROVISIONS		
Provision (Emp. Prof Tax)	6,252	3,752
Provision (TDS)	6,45,000	85,000
Income Tax Payable	21,464	44,406
Provision (Professional Tax Comapnay)	5,000	2,500
Provision for Salary	-	6,90,249
TOTAL	6,77,716	8,25,907
NOTE 7 : Deferred Tax Asset		
Deferred Tax Asset	9,59,544	10,68,248
TOTAL	9,59,544	10,68,248
NOTE 8 : Inventory		
Raw Material	43,51,762	43,51,762
TOTAL	43,51,762	43,51,762
NOTE 9 : TRADE RECEIVABLES		
Less than Six months	-	-
Six months to One year	-	-
One year to Two years	-	-
Two years to Three years	-	19,139
More than Three years	-	51,03,780
TOTAL	-	51,22,919

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

For Vedant Kotton Pvt. Ltd.
Director

For Vedant Kotton Pvt. Ltd.
Director

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
NOTES ATTACHED TO AND FORMING PART OF FINAL ACCOUNTS
RELATING TO THE PERIOD ENDED ON 31ST MARCH, 2022

PARTICULARS	Figures as at the end of Current reporting period Ending 2021-22	Figures as at the end of previous reporting period 2020-21
NOTE 10 : CASH & CASH EQUIVALENTS		
Cash In Hand	10,145	318
Balances with scheduled banks		
State Bank of India - A/c No 32658186502	13,64,750	85,853
TOTAL	**13,74,895**	**86,171**
NOTE 11 : SHORT TERM LOANS AND ADVANCES		
(Unsecured & Considered Good)		
Shree Ganesh Integrated Textile Park Pvt Ltd	-	10,10,000
Laxmi Machine Works	61,19,248	-
TOTAL	**61,19,248**	**10,10,000**
NOTE 12 : OTHER CURRENT ASSETS		
Fixed Deposit (Sales Tax)	15,344	15,344
Jawaharlal Sahkari Soot Girni Ltd.	1,00,000	1,00,000
TDS Recoverable on Kotak Mahindra	8,955	8,955
TDS Recceivable on Job Work	69,560	47,110
GST Receivable	23,00,459	24,73,459
Income Tax Refund	-	1,79,979
MAT Credit Entitlement	1,01,268	79,804
TOTAL	**25,95,586**	**29,04,651**
NOTE 13 :REVENUE FROM OPERATIONS		
Operating Revenue		
Domestic Sales	-	-
Total	-	-
Other Operational Income		
Job Work	34,78,000	23,55,500
Total	34,78,000	23,55,500
TOTAL	**34,78,000**	**23,55,500**
NOTE 14 :OTHER INCOME		
Amount W/o	7,43,267	-
Discount	17,595	-
Interest on Income Tax Refund	14,391	-
TOTAL	**7,75,253**	-
NOTE 15 : COST OF MATERIALS CONSUMED		
Raw Material Consumed		
Opening Stock	43,50,274	43,50,274
Add: Raw Material Purchased	-	-
(Inc. Direct Exp)	43,50,274	43,50,274
Less : Closing Stock	43,50,274	43,50,274
TOTAL	-	-

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

For Vedant Kotton Pvt. Ltd.
Director

For Vedant Kotton Pvt. Ltd.
Director

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
NOTES ATTACHED TO AND FORMING PART OF FINAL ACCOUNTS
RELATING TO THE PERIOD ENDED ON 31ST MARCH, 2022

PARTICULARS	Figures as at the end of Current reporting period Ending 2021-22	Figures as at the end of previous reporting period 2020-21
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	1,488
Inventories (at beginning of the Year)		
Trading Inventory	1,488	1,488
TOTAL	-	-
NOTE 17 : EMPLOYEE BENEFIT EXPENSE		
Salaries and Wages	28,97,827	9,00,000
TOTAL	28,97,827	9,00,000
NOTE 18 : FINANCE COSTS		
Bank Charges	653	1,062
TOTAL	653	1,062
NOTE 19 : OTHER EXPENSES		
Plant Expenses		
Electricity Expenses	1,24,500	80,300
Labour Expenses	1,21,000	79,000
	2,45,500	1,59,300
Administrative Expenses		
Auditors Remuneration		
- Audit fee	20,000	20,000
- Income Tax consultancy fee	5,000	5,000
Fee & Charges	8,888	9,440
Legal Expenses	5,000	43,250
Professional Tax	2,500	2,500
	41,388	80,190
TOTAL	2,86,888	2,39,490

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

For Vedant Kotton Pvt. Ltd.
Director

For Vedant Kotton Pvt. Ltd.
Director

VEDANT KOTTON PRIVATE LIMITED
CIN : U18101MP2012PTC029493
FOR THE PERIOD ENDED ON 31/03/2022
NOTE TO ACCOUNTS AND FORMING PART OF THE BALANCE SHEET
NOTE-6
FIXED ASSETS

Amount in Rs.

S. NO.	NAME OF ASSET	GROSS BLOCK				DEPRECIATION/AMORTISATION				NET BLOCK	
		As on 01.04.2021	Addition During the year	As on 31.03.2022	Rate	As on 01.04.2021	For the Period	Adjustment of Earlier Year	As on 31.03.2022	As on 31.03.2022	As on 31.03.2021
1	Vehicles - Maruti Baleno	752362	0	752362	11.88%	463801	89381	0	553182	199180	288561
2	Plant & Machinery	9000000	0	9000000	6.33%	1919811	569700	0	2489511	6510489	7080189
3	Plant & Machinery	4284563	0	4284563	6.33%	813639	271213	0	1084852	3199711	3470924
	TOTAL	14036925	0	14036925		3197251	930294	0	4127545	9909380	10839674

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For Vedant Kotton Pvt. Ltd.

Director

For Vedant Kotton Pvt. Ltd.

Director

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.

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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.

(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.

For Vedant Kotton Pvt. Ltd.
Director

For Vedant Kotton Pvt. Ltd.
Director

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.

(x) Foreign Currency Transactions

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of transactions. Exchange differences arising on foreign exchange transactions settled During the year are recognized in the profit and loss account of the year.

Monetary assets and liabilities in foreign currency, which are outstanding as at the year-end,are Translated at the closing exchange rate and the resultant exchange differences are recognized in the profit and loss account.

(xi) Borrowing Costs

The borrowing costs that are directly attributable to the acquisition, construction or productions of a qualifying asset are capitalized as part of the cost of that asset. The amount of borrowing cost eligible for capitalization is determined in accordance with Accounting Standard (AS) 16-Borrowing Costs issued by the Institute of Chartered Accountants of India (ICAI) and specified u/s. 133 of the Act read with Rule 7 of Companies (Accounts) Rules, 2014.

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
3.	Mrs Parul Bansal	Director

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For Vedant Kotton Pvt. Ltd.
Director

For Vedant Kotton Pvt. Ltd.
Director

(B) **List of other Related Parties:**

S.No.	*Name of Related Party*	*Nature Of Relationship*
1.	Mohini Health & Hygiene Ltd*	Holding Company (15.11.2017)
2.	Vedant Kotton Pvt. Ltd.	Mr Avnish Bansal is Director in the company
3.	Shikhar Infrasoluction (India) Pvt. Ltd.	Mr Avnish Bansal is Director in the company

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

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

Value of Transaction in Rs.

Particulars	2021-22	2020-21
(1) Remuneration to Directors	30,00,000.00	9,00,000.00
(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*	*2021-22*	2020-21
1.	Mohini Health & Hygiene Ltd	Job Work	34,78,000.00	23,55,500.00

(E) Details of Loans & Advances granted to Promoters, directors, KMP and the related party

Type of Borrower	Amount of Loans & Advances	Percentage to the total Loans & Advances in the nature of Loan
Promoter	NIL	NIL
Director		
KMP		
Related Party		

For Vedant Kotton Pvt. Ltd.
Director

For Vedant Kotton Pvt. Ltd.
Director

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

Value of Transaction in Rs.

Particulars	2021-22	2020-21
Mr. Avnish Bansal	0.00	0.00
Mr. Sarvapriya Bansal	0.00	0.00
Mrs. Parul Bansal	0.00	5,88,076.00

(G) Closing Balances of parties mentioned in (B) above

Value of Transaction in Rs.

Particulars	2021-22	2020-21
Mohini Health & Hygiene Ltd	2,49,72,754	1,90,83,358

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.

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*	2021-22	2020-21
1.	Mr. Avnish Bansal	0.00	0.00
2.	Mr. Sarvapriya Bansal	0.00	0.00
3.	Mrs. Parul Bansal	30,00,000.00	0.00

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

Amount in Rupees

S.No.	*Particulars*	2021-22	2020-21
1.	Audit Fees	20000.00	20000
2.	Income Tax Consultancy	5000.00	5000

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For Vedant Kotton Pvt. Ltd.

Director

For Vedant Kotton Pvt. Ltd.

Director

8. MICRO, SMALL AND MEDIUM ENTERPRISE

The information as required to be disclosed under Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. The amount of principal outstanding during the year is disclosed in the respective note ie Note no 4.

9. The capital of the company has been completely eroded. However the financial statements have been prepared on a going concern basis considering management assessment of the current situation and future prospects.
The company has not started operating activity yet.

10. CIF VALUE OF IMPORTS IN RESPECT OF:

Amount in Rs.

Particulars	2021-22	2020-21
Raw Material	NIL	NIL
Components and Spare parts of Machinery		
Capital Goods(WIP)		

11. VALUE OF STORES, SPARES AND PACKING MATERIAL CONSUMED

Amount in Rs.

Particulars	2021-22		2020-21	
	Amount	% of Consumption	Amount	% of Consumption
Imported	NIL		NIL	
Indigenous				

12. EXPENDITURE IN FOREIGN CURRENCY ON ACCOUNT OF :

Amount in Rs.

Particulars	2021-22	2020-21
NIL		

13. EARNINGS IN FOREIGN EXCHANGE ON ACCOUNT OF:

Amount in Rs.

Particulars	2021-22	2020-21
F.O.B. value of exports	NIL	

14. EARNINGS PER SHARE :

Particulars	2021-22	2020-21
Profit after tax as per Profit & Loss accounts	7423.00	10266.00
Weighted Average number of Equity Shares Outstanding	10000	10000
Basic and Diluted Earnings Per Share (Face Value @ Rs.10/- Per Share	.74	1.03

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

For Vedant Kotton Pvt. Ltd.
Director

For Vedant Kotton Pvt. Ltd.
Director

15. DETAILS OF BENAMI PROPERTY :

Based on the information and records available with the management, no proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made there under

16. DETAILS OF RETURN/STATEMENT SUBMITTED TO BANK :

The company does not borrow any amount from bank accordingly no return / statement is required tobe submitted to the bank.

17. RATIOS

S.NO.	RATIOS	ITEM INCLUDED IN COMPUTING THE RATIO	2021-22	2020-21
A	Current Ratio	Current Assets / Current Liability	0.56	0.52
B	Debt-Equity Ratio	Short term + Long term borrowing / Share Capital & Reserve	No Borrowing	No Borrowing
C	Debt Service Coverage Ratio	EBITD / Interest on Term loan + interest on CC + Principle repayment	No Borrowing	No Borrowing
D	Return on Equity Ratio	Net Profit (excluding Deferred tax) / Share Capital + Reserve	-0.28.	-0.55
E	Inventory Turnover Ratio	Cost of Good Sold / Average Inventory	-	-
F	Trade Receivables Turnover Ratio	Annual Sales / Average Receivables	-	-
G	Trade payables turnover ratio	Annual Purchase / Average Payable	-	-
H	Net capital turnover ratio	Turnover / Share Capital + Reserve	-8.46	-5.36

For Vedant Kotton Pvt. Ltd.
Director

For Vedant Kotton Pvt. Ltd.
Director

I	Net profit ratio	Net Profit (excluding deferred tax) / Turnover	0.03	0.10
J	Return on Capital employed	EBIT / Share Capital + Reserve + Non current Liability (excluding deferred tax)	-0.34	-0.65
k	Return on investment	Net Profit (excluding deferred tax) / Share Capital + Reserve + Long Term Borrowing	-0.28	-0.55

18. 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: 28th May, 2022
UDIN: 22073860AKWZFD2977

For Vedant Kotton Private Limited

For Vedant Kotton Pvt. Ltd.
Director
Shri Sarvapriya Bansal
Director
DIN : 02540139

For Vedant Kotton Pvt. Ltd
Director
Shri Avnish Bansal
Director
DIN : 02666814