HARIKANTA WEAVING PRIVATE LIMITED

CIN:- U17299GJ2021PTC121874

Annual Report 2022-23

Registered office

28,SAIRAM IND ESTATE
BAMROLI ,SURAT-394107

Directors

ABHISHEK NILESHKUMAR GOTAWALA
HARDIK KAMAL GOTAWALA
NILESH HARIVADAN GOTAWALA

Auditors

JSSJ & CO.
602, EMPIRE STATE BUILDING
NEAR UDHANA DARWAJA, RINGROAD
SURAT-395002

AUDITOR'S REPORT TO THE MEMBERS

A Report on the Financial Statements

We have audited the accompanying financial statements of **HARIKANTA WEAVING PRIVATE LIMITED** ("the Company"), which comprises the balance sheet as at **March 31, 2023**, the statement of profit and loss of the Company for the year ended on that date 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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its Profit for the year ended on that date.

B 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.

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

C Key Audit Matters

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

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

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

The Company's Board of Directors is responsible for 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.

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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.

E **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters 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 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 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 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.

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

F **Auditor's Responsibilities for the Audit of financial statement**

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

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

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

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

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

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CHARTERED ACCOUNTANTS

- 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.

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

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.

G **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.

H **Report on Other Legal and Regulatory Requirements**

1. The Companies (Auditor's Report), Order, 2020, issued by the Central Government of India in terms of section 143 (11) of the Companies Act, 2013 (hereinafter referred to as 'order'), is not applicable in case of the Company covered in the definition of small company as per Sec (85) of the Companies Act 2013 as the paid-up capital of the Company is less than 4 crore and turnover of the Company is less than 40 Crore.

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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 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 the written representations received from the directors as on March 31, 2023 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2023 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 managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V of the Companies Act.

As per our report of even date
For JSSJ & CO.
Chartered Accountants
ICAI FRN : 148878W

JSSJ & CO. FRN 148878W CHARTERED ACCOUNTANTS

CA Sumit Pokharna
Partner
Membership No. 187066
UDIN : 23187066BGQRTG6165

Place: Surat
Date: 06/09/2023

HARIKANTA WEAVING PRIVATE LIMITED
CIN:- U17299GJ2021PTC121874
Balance Sheet as at March 31, 2023

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

	Note No.	As at 31-03-2023	As at 31-03-2022
I. EQUITY AND LIABILITIES			
1 Shareholder's Funds			
(a) Share Capital	1	10,000.00	10,000.00
(b) Reserves and Surplus	2	1,136.11	-
(c) Money received against share warrants		-	-
		11,136.11	10,000.00
2 Share Application Money Pending Allotment		-	-
3 Non-Current Liabilities			
(a) Long Term Borrowings	3	33,689.37	22,000.00
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
		33,689.37	22,000.00
4 Current Liabilities			
(a) Short Term Borrowings	4	8,165.80	-
(b) Trade Payables	5		
(i) Total Outstanding Dues of MSME		-	-
(ii) Total Outstanding Dues of Creditors Other Than MSME		38,210.17	19,166.51
		38,210.17	19,166.51
(c) Other Current Liabilities	6	201.60	480.65
(c) Short Term Provisions	7	16,850.76	100.00
		63,428.33	19,747.16
	Total	1,08,253.81	51,747.16
II. ASSETS			
1 Non-Current Assets			
(a) Property, Plant and Equipment and Intangible Assets	8		
(i) Property, Plant and Equipment		47,114.46	-
(ii) Intangible Assets		-	-
(iii) Capital work-in-process		-	31,940.00
(iv) Intangible assets under development		-	-
		47,114.46	31,940.00
(b) Non-current investments	9	2,697.45	-
(c) Deferred Tax Assets (net)		414.95	-
(d) Long Term loans and advances		-	-
(e) Other non-current assets	10	-	830.50
2 Current Assets			
(a) Current Investment		-	-
(b) Inventories		-	-
(c) Trade Receivables	11	53,724.52	-
(d) Cash and Cash Equivalents	12	3,315.25	13,139.37
(e) Short Term loan and advances		-	-
(f) Other Current assets	13	987.18	5,837.29
		58,026.95	18,976.66
	Total	1,08,253.81	51,747.16

For and on behalf of Board of
Harikanta Weaving Private Limited

CIN:- U17299GJ2021PTC121874

Gotawala

Abhishek Nilesh Gotawala
Director
(DIN : 8262324)

Hardik Kamal Gotawala
Director
(DIN : 8262325)

As per our report of even date
For JSSJ & CO.
Chartered Accountants
ICAI FRN : 148878W

Sumit

CA Sumit Pokharna
Partner
Membership No. 187066
UDIN : 23187066BGQRTG6165

JSSJ & CO. * FRN 148878W * CHARTERED ACCOUNTANTS

Place: Surat
Date: 06/09/2023

HARIKANTA WEAVING PRIVATE LIMITED
CIN:- U17299GJ2021PTC121874
Statement of Profit and Loss for the year ended March 31, 2023

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

		Note No.	For the year ended on 31-03-2023	For the year ended on 31-03-2022
I.	Revenue from Operations	14	1,57,758.86	-
II.	Other Income	15	100.69	-
III.	**Total Income (I + II)**		1,57,859.55	-
IV.	**Expenses:**			
	Cost of Materials Consumed		-	-
	Purchase of Stock-in-Trade	16	86,466.98	-
	Employee Benefit Expenses	17	41,022.04	-
	Financial Costs	18	3,928.52	-
	Depreciation and Amortization Expenses	8	10,377.54	-
	Other Expenses	19	13,852.79	-
	Preliminary Expense written offf		830.50	
	Total Expenses		1,56,478.38	-
V.	**Profit before exceptional and Extraordinary items and Tax (III - IV)**		1,381.18	-
VI.	Exceptional Items		-	-
VII.	**Profit before extraordinary items and Tax (VI - VII)**		1,381.18	-
VIII.	Extraordinary Items		-	-
IX.	**Profit before tax (VII - VIII)**		1,381.18	-
X.	**Tax Expenses**			
	- Current tax		660.02	-
	- MAT Credit Entitlement		-	-
	- Deferred tax		(414.95)	-
			245.07	-
XI.	**Profit/Loss from the period from Continuing Operations (IX - X)**		1,136.11	-
XII.	Profit/(Loss) from Discontinuing Operations		-	-
XIII.	Tax Expense from Discontinuing Operations		-	-
XIV.	Profit/(Loss) from Discontinuing Operations (after Tax) (XII - XIII)		-	-
XV.	**Profit/(Loss) for the period (XI + XIV)**		1,136.11	-
XVI.	**Earnings per Share**	1		
	(1) Basic (in ₹)		113.61	Nil
	(2) Diluted (in ₹)		113.61	Nil

For and on behalf of Board of
Harikanta Weaving Private Limited

CIN:- U17299GJ2021PTC121874

Abhishek Nilesh Gotawala
Director
(DIN : 8262324)

Hardik Kamal Gotawala
Director
(DIN : 8262325)

As per our report of even date
For JSSJ & CO.
Chartered Accountants
ICAI FRN : 148878W

JSSJ & CO. FRN 148878W CHARTERED ACCOUNTANTS

CA Sumit Pokharna
Partner
Membership No. 187066
UDIN : 23187066BGQRTG6165

Place: Surat
Date: 06/09/2023

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

			As on 31-03-2023	As on 31-03-2022
1	**SHARE CAPITAL**			
(a)	Authorised Shares			
	100000 Equity Shares of ₹ 10/- each		**10,000.00**	10,000.00
		Total	**10,000.00**	10,000.00
(b)	Issued, Subscribed and Paid-up			
	Equity Share Capital at the beginning of the year.		**10,000.00**	10,000.00
	Add: Equity Share Capital issued during the year.		-	-
	Equity Share Capital at the year-end.		**10,000.00**	10,000.00
(c)	Par Value per share (in ₹)		**10.00**	10.00
(d)	Reconciliation of shares outstanding at the beginning and at the end of the year.			
	No. of Equity shares of ₹ 10/- each at the beginning of the year		**1,000**	1,000
	Add: No. of Equity Shares of ₹ 10/- each issued during the year		-	-
	No. of Equity Shares of ₹ 10/- each at the year end		**1,000**	1,000

(e) Terms/ rights attached to equity shares

The company has only one class of equity shares having a par value of ₹ 10/- per share. Each share holder of equity share is entitled to one vote per share.

In the event of the liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(f) Details of shareholders holding more than 5% shares (Equity Shares of Rs. 10/- each fully paid) in the company

Sr. No.	Name of the Shareholders	31-03-2023 No. of Shares	31-03-2023 % of holding	31-03-2022 No. of Shares	31-03-2022 % of holding
(i)	Abhishek Nileshkumar Gotawala	**33,333**	**33.33%**	33,333	33.33%
(ii)	Hardik Kamal Gotawala	**33,333**	**33.33%**	33,333	33.33%
(iii)	Nilesh Harivadan Gotawala	**33,334**	**33.33%**	33,334	33.33%
	Total	**1,00,000**	**100.00%**	1,00,000	100.00%

(g) No shares have been reserved for issue under options and contracts/commitments for the sale of shares/disinvestment.

(h) During the past 5 years the company has not allotted any shares pursuant to contracts, without payment being received in cash.

(i) During the past 5 years the company has not allotted any bonus shares.

(j) During the past 5 years the company has not bought back any shares.

(k) No shares have been forfeited by the company.

(l) Details of Promoters holding in the company

Sr. No.	Name of the Promoter	% Change During The Year	31-03-2023 No. of Shares	31-03-2023 % of holding	31-03-2022 No. of Shares	31-03-2022 % of holding
(i)	Abhishek Nileshkumar Gotawala	**0.00%**	**33,333**	**33.33%**	33,333	33.33%
	Hardik Kamal Gotawala	**0.00%**	**33,333**	**33.33%**	33,333	33.33%
	Nilesh Harivadan Gotawala	**0.00%**	**33,334**	**33.33%**	33,334	33.33%
	Total	**0.00%**	**1,00,000**	**100.00%**	1,00,000	100.00%

			As on 31-03-2023	As on 31-03-2022
2	**RESERVES AND SURPLUS**			
(a)	Securities Premium			
	Opening Balance		-	-
	Add: Additions during the year		-	-
	Closing Balance		-	-
(b)	Surplus/(deficit) in the statement of profit and loss			
	Opening Balance		-	-
	Add: Profit / (Loss) for the year		**1,136.11**	-
			1,136.11	-
	Less: Deductions during the year		-	-
	Closing Balance		**1,136.11**	-
		Total	**1,136.11**	-

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

		As on 31-03-2023	As on 31-03-2022
3 LONG TERM BORROWINGS			
(a) Secured Loans			
Term Loan From			
- Kotak Mahindra Bank Loans		41,855.17	-
Less: Installments due within 12 months		8,165.80	-
		33,689.37	-
	Total (A)	33,689.37	-
(b) Unsecured Loans			
Loans From			
- From Directors, Promoters & their relatives		-	22,000.00
	Total (B)	-	22,000.00
	Total (A+B)	33,689.37	22,000.00

(c) Repayment Schedule of Term Loans

Sr. No.	Particulars	Within 12 Months	Within 1-2 Years	Within 2-3 Years	Within 3-4 Years
(i)	Term Loans from Bank	8,165.80	-	-	-
	Total	**8,165.80**	-	-	-

		As on 31-03-2023	As on 31-03-2022
4 SHORT TERM BORROWINGS			
(a) Current Maturities of Long term borrowings			
- Kotak Mahindra Bank		8,165.80	-
		-	-
		8,165.80	-
	Total	8,165.80	-

5 TRADE PAYABLES

(a) The company does not have any dues payable to suppliers registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) as at the year-end.

(b) Trade Payable Ageing Schedule

Sr. No.	Particulars	Outstanding for following periods from due date of payment				Total As on 31-03-2023	Total As on 31-03-2022
		For Less Than 1 Years	For 1 - 2 Years	For 2 - 3 Years	For More than 3 Years		
(i)	Others						
	-As on 31-03-2023	38,210.17	-	-	-	38,210.17	-
	-As on 31-03-2022	19,166.51	-	-	-	-	19,166.51
					Sub-Total	38,210.17	19,166.51
					Sub-Total	-	-
					Total	38,210.17	19,166.51

JSSJ & CO. FRN 148878W CHARTERED ACCOUNTANTS

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

			As on 31-03-2023	As on 31-03-2022
6	**OTHER CURRENT LIABILITIES**			
(i)	Statutory Dues Payable			
-	GST Payable		**1.60**	-
			1.60	-
(ii)	Other Dues Payable			
-	Auditor Fees Payable		**200.00**	-
			200.00	-
(i)	Bank Dues Payable			
	Kotak Mahindra Bank (O.D A/C)			48,065.00
			-	48,065.00
		Total	**201.60**	48,065.00
7	**SHORT TERM PROVISIONS**			
	Wages Payable		**14,213.74**	-
	Salary Payable		**1,977.00**	-
	Provision for Income Tax		**660.02**	100.00
		Total	**16,850.76**	100.00
9	**NON-CURRENT INVESTMENTS**			
(a)	Investment in Equity Shares (Unquoted Investments - at Cost)			
(b)	Investment in Mutual Funds - (Quoted Investments - at Cost)		**750.00**	-
			-	-
(b)	FD With South Indian Bank		**1,947.45**	-
		Total	**2,697.45**	-
10	**OTHER NON-CURRENT ASSETS**			
(a)	Pre-Operating Expense		**830.50**	830.50
	Less:claim		**830.50**	
		Total	**(0.00)**	**830.50**

11 TRADE RECEIVABLES

(a) Trade Receivables Ageing Schedule

Sr. No.	Particulars	Outstanding for following periods from due date of payment: For Less Than 6 Months	For 6 Months - 1 Year	For 1 - 2 Years	For 2 - 3 Years	For More than 3 Years	Total As on 31-03-2023	Total As on 31-03-2022
(i)	Undisputed & Unsecured - Considered good							
	-As on 31-03-2023	8,876.66	38,235.00	6,612.86	-	-	**53,724.52**	-
						Total	**53,724.52**	-

			As on 31-03-2023	As on 31-03-2022
12	**CASH AND CASH EQUIVALENTS**			
(a)	Cash on Hand		**284.47**	-
(b)	Balance with Banks			
	- In Current Accounts		**3,030.78**	11,289.59
	- In Fixed Deposits		-	1,849.78
		Total	**3,315.25**	13,139.37
13	**OTHER CURRENT ASSETS**			
(a)	Advance Tax and TDS		**987.02**	37.69
(b)	Balance with Central Excise, Service Tax, VAT and GST		**0.16**	5,799.60
		Total	**987.18**	5,837.29

JSSJ & CO
FRN 148878W
CHARTERED ACCOUNTANTS

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

		For the year ended on 31-03-2023	For the year ended on 31-03-2022
14	**REVENUE FROM OPERATION**		
(a)	Sales of Finished Goods *[Refer note 18(b) below]*		
	- Sales	1,57,758.86	-
		1,57,758.86	-
	Total	1,57,758.86	-
(b)	Sales are stated net of goods return, rate difference, discount, GST etc.		
15	**OTHER INCOME**		
(a)	Interest Income:		
	- Interest on Fixed Deposits with Banks	97.67	-
	- Interest on Income Tax Refund	3.02	-
		100.69	-
	Total	100.69	-
16	**PURCHASE OF STOCK IN TRADE**		
(a)	Purchases of Yarn	40,767.86	-
(b)	Purchases of Grey	40,783.43	
(c)	MILLGIN PURCHASE A/C.	4,915.70	-
	Total	86,466.98	-
17	**EMPLOYEE BENEFIT EXPENSES**		
	Salaries and Wages	41,022.04	-
	Total	41,022.04	-
18	**FINANCIAL COSTS**		
(a)	Interest Expenses on		
	- Term Loans	3,886.21	-
		3,886.21	-
	Less: Interest Subsidy	-	-
		3,886.21	-
(b)	Bank Charges	42.31	-
	Total	3,928.52	-
19	**OTHER EXPENSES**		
(a)	Manufacturing and Operating Expenses		
	Job Charges	5,001.20	-
	Power and Fuel Expenses	5,691.88	-
		10,693.08	-

JSSJ & CO.
FRN 148878W
CHARTERED ACCOUNTANTS

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

	For the year ended on 31-03-2023	For the year ended on 31-03-2022
(b) <u>Sales and Administrative Expenses</u>		
Auditors Remuneration	**200.00**	-
Machinery Repairing Expense	**1,006.61**	-
Insurance Premium	**529.39**	-
Legal and Professional Fees	**100.00**	-
Office Expenses	**757.41**	-
Vehicle and Travelling Expenses	**566.30**	-
	3,159.71	-
Total	**13,852.79**	-

1 EARNING PER SHARE

The detail of Earnings Per Share, as required by AS-20 "Earnings Per Share" is given below.

The basic earnings per share is computed by dividing the net profit in the Profit and Loss Account attributable to the equity shareholders by weighted average number of equity shares outstanding during the reporting year.

There being no potential equity shares the diluted earnings per share is same as basic earning per share.

Sr. No.	**Particulars**	**For the year ended 31-03-2023**	For the year ended 31-03-2022
1	Net Profit /(loss) after tax and before extraordinery items (in ₹)	**1,13,611**	-
2	Net Profit /(loss) after tax and after extraordinery items (in ₹)	**1,13,611**	-
3	Weighted Average Number of Shares	**1,000**	-
4	Earnings per share (Basic and diluted)		
	- Before extraordinery items (in ₹)	**113.61**	Nil
	- After extraordinery items (in ₹)	**113.61**	Nil
5	Face Value per share (in ₹)	**10.00**	10.00

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8 PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

[Refer Note 10 (c), (d), (e), (f)]

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

Sr. No.	Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As on 01-04-2022	Additions during the year	Deductions during the year	As On 31-03-2023	As on 01-04-2022	For the year	Deduction	As On 31-03-2023	As on 01-04-2022	As On 31-03-2023
(a)	**Property, Plant and Equipment**										
1	Land	-	-	-	-	-	-	-	-	-	-
2	Buildings	-	-	-	-	-	-	-	-	-	-
3	Plant & Equipment	-	57,49,200.00	-	**57,49,200.00**	-	**10,37,754.00**	-	**10,37,754.00**	-	**47,11,446.00**
4	Furniture & Fixtures	-	-	-	-	-	-	-	-	-	-
5	Vehicles	-	-	-	-	-	-	-	-	-	-
6	Office Equipments	-	-	-	-	-	-	-	-	-	-
7	Electric Fitting	-	-	-	-	-	-	-	-	-	-
8	Computer & Printers	-	-	-	-	-	-	-	-	-	-
	Total	-	**57,49,200.00**	-	**57,49,200.00**	-	**10,37,754.00**	-	**10,37,754.00**	-	**47,11,446.00**
	Previous Year's figures	-	-	-	-	-	-	-	-	-	-
(b)	**Capital work-in-process**										
1	Machinery	-	-	-	-						
2		-	-	-	-						
	Total	-	-	-	-						
	Previous Year's figures	31,940.00	-	-	31,940.00						

(c) Fixed Assets are stated at cost less depreciation.

(d) Depreciation on fixed assets is calculated on Straight Line Method (SLM) using the useful lives prescribed under the schedule II of the Companies Act, 2013.

(e) The company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company recognised impairment loss to the extent of the carrying amount over the estimated recoverable amount. However during the year under consideration the estimated recoverable amount is more than the carrying amount of the assets and hence, no impairment loss has been recognised in the books of accounts.

(f) Exchange Rate Difference Loss in respect of payment of foreign currency loans during the year under consideration has been capitalised and added to the cost of plant and machineries.

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2 SIGNIFICANT ACCOUNTING POLICIES AND ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

(1) Corporate Information

HARIKANTA WEAVING PRIVATE LIMITED is a Private Limited company and incorporated under the provisions of the Companies Act, 2013. The company is engaged in the business of Manufacturing of Textile Fabrics.

(2) Basis of Accounting

The Financial Statement of the company have been prepared in accordance with generally accepted accounting principals in India. The company has prepared these financial statement to comply in all material respects with the accounting standards and the relevant provision of the Companies Act, 2013. The financial statement have been prepared on accrual basis and under the historical cost convetion method. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

(3) Use of Estimates

The preparation of the financial statement in comfirmity with Indian GAAP requires the management to make judgments, estimates and assumptions that effect the reported amounts of revenues, expenses, assets and liabilitiesat the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions.

(4) Revenue Recognitions

All incomes and expenditures are accounted on accrual basis. Sales and purchases are accounted for exclusive of tax, duties, cess, etc. and are net of goods return, discount, etc.

(5) Retirement Benefits

The company has not incurred any expenditure pertaining to retirement benefits for the year under consideration.

(6) Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of the qualifying assets and incurred till the date when they are first put to use are capitalized as part of the cost of such assets. All other borrowing costs are charged to the profit & Loss account.

(7) Segment Reporting

The company has only one business segment and geographical segment. Therefore, there is no separate reportable segment as per AS-17 "Segment Reporting" issued by Institute of Chartered Accountants of India.

(8) Taxation

Provision for tax liability comprises of current tax.

(9) Previous year's Figures

Previous year's figures have been regrouped, reworked and re-arranged wherever found necessary to make them comparable with the current year's figures.

(10) The Balances of sundry debtors, Loans & advances, sundry creditors and advances/deposits from dealers/brokers & customers are subject to confirmation. However, the same have been confirmed to be correct by the management of the company.

(11) Related Party Disclosure

The detail of Related Party disclosure, as required by AS-18 "Related Party Disclosure" is as under.

(i) Name of related parties and description of relationship

Sr. No.	Description of Relationship	Name of the Related Party
1	Key Management Personnel	- ABHISHEK NILESHKUMAR GOTAWALA (Director) - HARDIK KAMAL GOTAWALA(Director) - NILESH HARIVADAN GOTAWALA (Director)
2	Enterprises Controlled by the Key Management personnel	- SHREE JALARAM ENTERPRISE (NILESH GOTAWALA) - ABHISHEK TEX FAB (ABHISHEK GOTAWALA) - TRIPURA TEXTILE(HARDIK GOTAWALA)

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(ii) Transactions with related parties

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

Sr. No.	Name of the related Party	Nature of Transactions during the year	Amount
1	SHREE JALARAM ENTERPRISE (NILESH GOTAWALA)	- Unsecured Loans Repaid	7,66,668.00
2	ABHISHEK TEX FAB (ABHISHEK GOTAWALA)	- Unsecured Loans Repaid	6,66,666.00
3	TRIPURA TEXTILE(HARDIK GOTAWALA)	- Unsecured Loans Repaid	9,43,666.00
		- Unsecured Loans Accepted	1,77,000.00

(13) Other Information

The various other information as required under Schedule III of the Companies Act, 2013 are as follows:-

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

Sr. No.		Particulars	As on 31-03-2023	As on 31-03-2022
(i)		Contigent Liabilities and Commitments (to the extend not provided for)		
	(1)	Contingent Liabilities		
	(a)	Claims against the company not acknowledged as debts	Nil	Nil
	(b)	Guarantees	Nil	Nil
	(c)	Other money for which the company is contingently liable	Nil	Nil
	(2)	Commitments		
	(a)	Estimated amount of contracts remaining to be executed on capital account and not provided for	Nil	Nil
	(b)	Uncalled liability on shares and other investments partly paid	Nil	Nil
	(c)	Other commitments	Nil	Nil
(ii)		Dividend proposed and Arrears of dividends		
	(1)	Dividend proposed to be distributed to equity shareholders	Nil	Nil
	(2)	Dividend proposed to be distributed to equity shareholders per share	Nil	Nil
	(3)	Dividend proposed to be distributed to preference shareholders	Nil	Nil
	(4)	Dividend proposed to be distributed to preference shareholders per share	Nil	Nil
	(5)	Arrears of fixed cumulative dividends on preference shares	Nil	Nil
(iii)		Amount of Securities issued for specific purpose, but not utilised for the specific purpose	Nil	Nil
(iv)		Amount of borrowings from banks & financial institution not utilised for the specific purpose	Nil	Nil
(v)		Assets other than Property, Plant and Equipment, Intangible Assets and non-current investments which don't have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated.	Nil	Nil
(vi)		Payment to Auditors		
	(1)	As Auditor	200.00	-
	(2)	for taxation matters	-	Nil
	(3)	for company law matters	Nil	Nil
	(4)	for management services	Nil	Nil
	(5)	for other services	-	-
	(6)	for reimbursement of expenses	Nil	Nil

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(vii)	Value of Imports on C.I.F. basis		
	(1) Raw Material	-	-
	(2) Components and spare parts	-	-
	(3) Capital Goods	-	-
(viii)	Expenditure in foreign currency duing the year on account of royalty, know-how, professional and consultation fees, interest and other matters.	Nil	Nil
(ix)	Imported and Indigenous Consumption		
	Raw materials		
	- Imported Materials	-	-
	- Indigenous Materials	-	-
	- Percentage of Imported Materials	-	-
	- Percentage of Indigenous Materials	-	-

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

Sr. No.	Particulars	As on 31-03-2023	As on 31-03-2022
(x)	Dividend remitted in foreign currencies		
	(1) Amount remitted during the year in foreign currencies on account of dividends	Nil	Nil
	(2) Total number of non-resident shareholders	Nil	Nil
	(3) Total number shares held by non-resident shareholders	Nil	Nil
(xi)	Earning in foreign exchange		
	(1) F.O.B. value of Exports	Nil	Nil
	(2) Royalty, Know-how, professional and consultation fees	Nil	Nil
	(3) Interest and dividend	Nil	Nil
	(4) Other income	Nil	Nil
(xii)	Undisclosed income		
	(1) Transacation not recorded in the books of accounts that have been surrendered or disclosed as income in tax assessments under the Income Tax Act, 1961	Nil	Nil
	(2) Previously unrecorded income and related assets which have been properly recorded in the books of accounts during the year	Nil	Nil
(xiii)	Corporate Social Responsibility (CSR)	Not Applicable	Not Applicable
(xiv)	Detail of Crypto Currency or Virtual Currency		
	(1) Profit or loss on transactions in Crypto or Virtual Currency	Nil	Nil
	(2) Amount of currency held as at the reporting date	Nil	Nil
	(3) Deposits or advances from any person for the purpose of trading or investing in Crypto or Virtual Currency	Nil	Nil

(14) Additional Regulatory Information:

(i) The company does not have any immovable property whose title deeds are not in the name of the company.

(ii) The Company has not revalued any of its Property, Plant and Equipment.

(iii) Company has not given any Loans or Advances in the nature of loans to its promoters, directors, key managerial personnel and related parties.

(iv) CWIP Ageing Schedule: There is no CWIP for the year under consideration.

(v) There is no intangible asset under development as at the year-end.

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(vi) 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 thereunder.

(vii) The quarterly statements of current assets filed by the Company with Banks for its borrowings are in agreement with the books of accounts and there are no material discrepancies therein.

(viii) The Company is not declared wilful defaulter by any bank or financial institution or other lender.

(ix) The Company does not have any transactions with companies struck off u/s. 248 of the Companies Act, 2013 or u/s. 560 of the Companies Act, 1956.

(x) No charges or satisfaction is pending to be registered with Registrar of Companies beyond the statutory period.

(xi) The company does not have any subsidiary and hence, there is no violation with regard to the number of layers prescribed u/s. 2(87) of the Act r.w. Companies (Restriction on number of Layers) Rules, 2017.

(xii) Ratio Analysis

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

Sr. No.	Particulars	F.Y. 2022-23	F.Y. 2021-22	Change
(a)	Current Ratio *(Current Assets / Current Liabilities)*	0.91	0.96	-4.80%
	Current Assets	58,026.95	18,976.66	
	Current Liabilities	63,428.33	19,747.16	
(b)	Debt-Equity Ratio *(Total Debts / Shareholder's Fund)*	3.76	2.20	70.84%
	Total Debts *(i.e. Long Term Borrowings + Short Term Borrowings + Current Maturities Of Long Term Debt)*	41,855.17	22,000.00	
	Shareholder's Fund *(i.e. Paid-up Share Capital + Reserves and Surplus)*	11,136.11	10,000.00	
(c)	Debt Service Coverage Ratio *(Earnings available for debt service / Debt Service)*	(1.98)	-	∞
	Earnings Available For Debt Service *(i.e. Net Profit After Tax + Depreciation & Other Amortizations + Interest + Other Adjustments like Loss on Sale of Fixed Assets)*	15,399.86	-	∞
	Debt Service *(i.e. Interest Expenses + Principal Repayments)*	(7,760.85)	(22,000.00)	
(d)	Return on Equity Ratio *(Net Profit after tax / Average Shareholder's Equity)*	10.75%	0.00%	∞
	Net Profit after tax	1,136.11	-	
	Average Shareholder's Equity *(i.e. Average of Paid-up Share Capital and Reserves & Surplus)*	10,568.06	10,000.00	
(e)	Inventory turnover ratio *(Cost Of Goods Sold / Average Inventory)*	∞	-	∞
	Cost Of Goods Sold	86,466.98	-	
	Average Inventory	-	-	
(f)	Trade Receivables turnover ratio (Net Credit Sales / Average trade receivables)	5.87	∞	∞
	Net Credit Sales	1,57,758.86	-	
	Average Trade Receivables	26,862.26	-	

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(g)	Trade payables turnover ratio *(Net Credit Purchases / Average Trade Payables)*	3.01	-	∞
	Net Credit Purchases *(i.e. Purchases of Material and Stock in Trade ,Employee Benefit Expenses and Other Expenses)*	86,466.98	-	
	Average Trade Payables *(i.e. Average of Trade Payables and Other Payables)*	28,688.34	19,166.51	

(All amounts are in Indian Rupees in Hundreds, unless otherwise stated)

Sr. No.	Particulars	F.Y. 2022-23	F.Y. 2021-22	Change
(h)	Net capital turnover ratio (Net Sales / Average Working Capital)	(51.12)	-	∞
	Net Sales *(i.e. Revenue From Operations)*	1,57,758.86	-	
	Average Working Capital *(Working Capital = Current Assets - Current Liabilities)*	(3,085.94)	(770.50)	
(I)	Net profit ratio (Net profit after tax / Net Sales)	0.72%	∞	∞
	Net Profit After Tax	1,136.11	-	
	Net Sales *(i.e. Revenue From Operations)*	1,57,758.86	-	
(j)	Return on Capital employed (Earning before interest and tax / Capital Employed)	8.68%	∞	∞
	Earning Before Interest and Taxes	5,309.70	-	
	Capital Employed *(i.e. Tangible Net Worth + Total Debt + Deferred Tax Liability)*	61,157.08	32,000.00	
(k)	Return on investment (Value of investment increased / Value of Investment at start of the year)	∞	∞	∞
	Value of Investment at Time 0	-	-	
	Value of Investment at Time 1	-	-	
	Value of Investment Increased	-	-	

(l) Reasons for significant variation in ratios:
The reasons for variation in excess of 25% in various ratios are explained as follows :-

(1) Debt Equity Ratio
The Debt of the company has increased substantially during the year whereas, the level of Earning has not changed significantly. Due to this reason, the Debt Equity Ratio has varied during the year.

(2) Trade Receivables turnover ratio
There was no significant Change in Trade Receivables turnover ratio Compare to Previous Year

(3) Trade payables turnover ratio
There was no significant Change in Trade payables turnover ratio Compare to Previous Year

(4) Net capital turnover ratio
There was no significant Change in Net capital turnover ratio Compare to Previous Year

(5) Net profit ratio
There was no significant Change in Net profit ratio Compare to Previous Year.

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(6) Return on Capital employed
There was no significant Change in Return on Capital employed Compare to Previous Year

(7) Return on investment
There was no significant Change in Return on investment Compare to Previous Year

(15) No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013

(16) Utilisation of Borrowed funds and share premium:

(a) Company has not advanced or loaned or invested funds to any person with the any understanding of further investment or lend or any guarantee, security or the like to.

(b) Company has not received any funds from any person with any understanding of further investment or lend or any guarantee, security or the like to.

For and on behalf of Board of
Harikanta Weaving Private Limited

CIN:- U17299GJ2021PTC121874

Abhishek Nilesh Gotawala	**Hardik Kamal Gotawala**
Director	**Director**
(DIN : 8262324)	**(DIN : 8262325)**

Place: Surat
Date: 06/09/2023

As per our report of even date
For JSSJ & CO.
Chartered Accountants
ICAI FRN : 148878W

JSSJ & CO. FRN 148878W CHARTERED ACCOUNTANTS

CA Sumit Pokharna
Partner
Membership No. 187066
UDIN : 23187066BGQRTG6165

		31-03-2023 ₹	31-03-2022 ₹
Secured Loans			
(a) Term Loans From			
(i) KOTAK MAHINDRA BANK (LOAN)		41,85,517	-
Less: Installments due within 12 months		8,16,580	-
	Total	33,68,937	-

		31-03-2023	31-03-2022
Unsecured Loans			
From Relatives			
Abhishek Tex Fab		-	6,66,666
Shree Jalaram Enterprise		-	7,66,668
Tripura Textiles		-	7,66,666
		-	22,00,000
Total Unsecured Loans		-	22,00,000
Less: Installments due within 12 months		-	-
	Total	-	22,00,000

SUNDRY CREDITORS

	Outstanding for following periods from due date of payment: For Less Than 1 Years	For 1 - 2 Years	For 2 - 3 Years	For More than 3 Years	Total As on 31-03-2023	Total As on 31-03-2022
1 Jigesh J.Mehta	-	-	-	-	-	15,340
2 Lifebond Machines Pvt Ltd						18,86,311
3 Suja Foreign Trade	-	-	-	-	-	15,000
4 AERIS CORPORATION	10,06,469	-			10,06,469	
5 ASHWANILA ENTERPRISE	8,73,491	-			8,73,491	
6 GLR ENTERPRISES	10,19,490	-			10,19,490	
7 SUPERV EXPORTS	9,21,567	-			9,21,567	
	38,21,017	-	-	-	38,21,017	19,16,651
Total	38,21,017	-	-	-	38,21,017	19,16,651
Previous Year	19,16,651	-	-	-		19,16,651

		31-03-2023	31-03-2022
GST Payable			
GST Payable		160	-
	Total	160	-

TRADE RECEIVABLES

	Outstanding for following periods from due date of payment: For Less Than 6 Months	For 6 Months - 1 Year	For 1 - 2 Years	For 2 - 3 Years	For More than 3 Years	Total As on 31-03-2023	Total As on 31-03-2022
Sundry Debtors For Fabrics							
SHREE JALARAM ENTER	5,50,222	-	3,11,270.00			8,61,492	
HARIKANTA OVERSEAS	2,48,049	38,23,500.00	3,28,016.00			43,99,565	
HARDIK TEXTILES	89,395	-	22,000.00			1,11,395	
	-	-	-	-	-	-	-
	8,87,666	38,23,500	6,61,286	-	-	53,72,452	-
	8,87,666	38,23,500	6,61,286	-	-	53,72,452	-
Previous year	-	-	-	-	-		-

		31-03-2023	31-03-2022
Balance with Banks			
In Current Accounts			
		-	-
KOTAK MAHINDRA BANK		2,95,112	
The Sutex Bank		7,967	11,28,959
	Sub-Total	3,03,078	11,28,959
In Fixed Deposit Accounts			
South Indian Bank Ltd		-	1,84,978
		-	1,84,978
	Sub-Total	-	1,84,978
	Total	3,03,078	13,13,937

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		31-03-2023 ₹	31-03-2022 ₹
Advance Tax and TDS			
TCS Receivable A.Y 2023-24		-	3,769
TDS Receivable A.Y 2023-24		98,702	-
	Total	98,702	3,769
Balances wtih Central Excise, Vat, Sales Tax and GST			
2 Goods and Service Tax			
Credit Balances			
CGST Credit Receivable		8	2,89,980
SGST Credit Receivable		8	2,89,980
		16	5,79,960
	Total	16	5,79,960
Sales			
Sales of Finish Goods			
- WEAVING INCOME		33,25,875	
- SALES - GREY		1,24,50,011	-
		1,57,75,886	-
Wages			
Wages		33,32,204	-
Salary and Wages Expenses		7,70,000	-
	Total	41,02,204	-
Bank Charges			
Bank Charges		4,231	-
	Total	4,231	-
Power & Fuel Expenses			
Electricity Expenses		5,69,188	-
Gas Expenses		-	-
Diesel Expenses		-	-
		5,69,188	-
		5,69,188	-
Job Charges			
Cutting & Folding Expense		5,00,120	-
	Total	5,00,120	-
Legal and Professional Fees			
Legal & Professional Expenses		10,000	-
	Total	10,000	-
Office Expenses			
Office Expenses		75,741	-
	Total	75,741	-
Vehicle and Travelling Expenses			
Convayence Expense		56,630	-
	Total	56,630	-

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