

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF VICON CERAMIC PRIVATE LIMITED

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of **Vicon Ceramic Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, including Other Comprehensive Income, the Statement of Cash Flows and the Statement of Changes in Equity for the year ended on that date, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. (herein after referred to as "Financial Statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind-AS 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 March 31, 2022, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. 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 Act 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 audit opinion on the Financial Statements.

Emphasis of Matter

We draw attention to note no. 39 of financial statements, which state that the company has borrowing from banks on the basis of security of current assets. However, disclosure envisaged to be made as part of additional information cannot be made due to unfinished reconciliation task by the Company. Our report is not modified in this regards.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the Financial Statements and our auditor's report thereon. The above referred information is expected to be made available to us after the date of this audit report.

Our opinion on the financial statements does not cover the other information and we will 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 identified above when it becomes available 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.

When we read the information, if we conclude that there is material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate action necessitated by the circumstances & the applicable laws and regulations.

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

Management's Responsibility for the Ind-AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), cashflows and change in equity 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 the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS 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 is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the financial statements

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements 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.

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

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

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

Report on Other Legal and Regulatory Requirements

As required by Section 143 (3) of the Act, we report that:

1. As required by the Companies' (Auditor's Report) Order, 2016 ("the Order") 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 statements on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.
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 including other comprehensive income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the afore said Ind-AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - (e) On the basis of written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and

the operating effectiveness of such controls, refer to our separate report in "Annexure B";. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

- (g) *In our opinion and to the best of our information and according to the explanations given to us, provisions of section 197 are not applicable on the company.*
- (h) *With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:*
- a. *The Company did not have any pending litigations which would impact its financial position.*
 - b. *The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.*
 - c. *The Company did not have any amounts required to be transferred to the Investor Education and Protection Fund.*
 - d. (i) *The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;*
 - (ii) *The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;*
 - (iii) *Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.*

For DHAMSANIYA RAJDEV & ASSOCIATES
Chartered Accountants
Firm Reg. No. 144406W

DHAMSANIYA TUSHAR KUMAR
Partner
Membership No. 222170

Place: Morbi
Date: 29.04.2022
UDIN: 22222170AJMNUK3736

ANNEXURE – “A” TO THE AUDITORS’ REPORT

(Referred to in paragraph 1 under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of Vicon Ceramic Private Limited of even date)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- 1 *In respect of the Company’s Property, Plant and Equipment and Intangible Assets:*
 - a) *The Company has maintained proper records to show full particulars including quantitative details and situation of Property, Plant and Equipment.
The Company does not have any intangible assets hence reporting under this sub clause is not applicable.*
 - b) *As explained to us, major Property, Plant and Equipment have been physically verified by the management during the year. We have been informed that the discrepancies noticed on such verification as compared to book record were not material and have been properly dealt with in the books of account. In our opinion the frequency of verification is reasonable.*
 - c) *In our opinion and according to the information and explanation given to us title deeds of immovable properties are held in the name of the company.*
 - d) *The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.*
 - e) *No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.*
- 2
 - a) *Physical verification has been conducted by the management at reasonable intervals in respect of finished goods, stores, spare parts and raw materials except clay. We were informed that physical verification of clay was difficult due to its volume and loose nature. The discrepancies noticed on such verification between the physical stocks and book records were not significant and the same has been properly dealt with in the books of account.*
 - b) *According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate during the year, from banks on the basis of security of current assets. However, we are unable to give details whether quarterly returns or statements filed by the Company with such banks are in agreement with books of accounts of the company due to unavailability of summary of reconciliation from the management of the company.*
- 3 *The Company has made investments in, companies, firms, Limited Liability Partnerships, and granted unsecured loans to other parties, during the year, in respect of which:*
 - a) *As per information and explanations given to us the Company has granted short term unsecured loan of Rs. 200 Lakhs during the year to the associate concern and balance outstanding at the balance sheet date is Rs. 200 Lakhs.*

- b) *In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.*
- c) *In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are generally been regular as per stipulation.*
- d) *In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.*
- e) *No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.*
- f) *The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under this clause is not applicable.*

The Company has not made any investment or not provided any guarantee or security, to companies, firms, Limited Liability Partnerships or any other parties.

4 *In our opinion and according to the information and explanations given to us in respect of loans, investments and guarantees, provisions of Section 185 and 186 of the Companies Act, 2013 have been complied with.*

5 *In our opinion and according to the information and explanations given to us, the Company has not accepted deposits within the Provisions of sections 73 to 76 and rule framed there under of the companies Act therefore clause V of Companies (Auditor's Report) order is not applicable.*

6 *In respect of business activities of the company, maintenance of cost records has not been prescribed by the central Government under sub section (I) of Section 148 read with rules framed there under of the companies Act, 2013.*

7 a) *As per information and explanations given to us the Company has been regular in depositing the undisputed statutory dues including Provident Fund, Income Tax, GST, Sales Tax, Service Tax, Custom Duty, Excise Duty, Cess, Octroi, entry tax and other statutory dues with the appropriate Authorities*

There were no undisputed amounts payable in respect of Income tax, Custom duty, Excise duty, cess and other material statutory dues in arrears as at 31st March, 2022 for a period of more than six months from the date they became payable.

b) *There were no statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2022 on account of disputes.*

8 *According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts*

- 9 a) *According to the information and explanations given to us, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.*
- b) *According to the information and explanations given to us including representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank or financial institution or other lender.*
- c) *In our opinion and according to the information and explanations given to us, money raised by way of term loans were applied for the purposes for which these were obtained.*
- d) *In our opinion and according to the information and explanations given to us, and on an overall examination of the financial statements of the Company, funds raised by the Company on short term basis have not been utilised for long term purposes.*
- e) *According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.*
- f) *According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, associates or joint ventures.*
- 10 a) *The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under this clause of the Order is not applicable to the Company.*
- b) *According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under this clause of the Order is not applicable to the Company.*
- 11 a) *To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.*
- b) *No report under section 143(12) of the Act has been filed with the Central Government for the period covered by our audit.*
- c) *According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.*
- 12 *The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under this clause of the Order is not applicable to the Company.*

13

In our opinion and according to the information and explanations given to us, all transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of the Act, where applicable. Further, the details of such related party transactions have been disclosed in the standalone financial statements, as required under Related Party Disclosures specified in Companies (Indian Accounting Standards) Rules 2015 as prescribed under section 133 of the Act.

14

In our opinion and according to the information and explanations given to us, internal audit system as required under section 138 of the Act is not applicable to the company.

15

According to the information and explanation given to us, the Company has not entered into any noncash transactions with its directors or persons connected with them and accordingly, provisions of section 192 of the Act are not applicable to the Company.

16

The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under this clause of the Order is not applicable to the Company.

17

The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

18

There has been no resignation of the statutory auditors during the year. Accordingly, reporting under this clause of the Order is not applicable to the Company.

19

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

20

According to the information and explanations given to us, the Company does not fall under section 135 of the said Act. Accordingly, reporting under this clause of the Order is not applicable for the year.

**For DHAMSANIYA RAJDEV & ASSOCIATES
CHARTERED ACCOUNTANTS**

Place: Morbi

Date: 29.04.2022

**(DHAMSANIYA TUSHAR KUMAR)
PARTNER
M No. 222170
FIRM REG. NO.144406W**

ANNEXURE – “B” TO THE AUDITORS’ REPORT

(Referred to in paragraph 2(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of Vicon Ceramic Private Limited of even date)

Report on the Internal Financial Controls Over Financial Reporting 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 Vicon Ceramic Private Limited (the “Company”) as of March 31, 2022 in conjunction with our audit of the standalone Ind AS 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. 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 authorizations of management and directors of the company; and*
- 3 *Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Ind AS 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 March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

***For DHAMSANIYA RAJDEV & ASSOCIATES
CHARTERED ACCOUNTANTS***

Place: Morbi

Date: 29.04.2022

***(DHAMSANIYA TUSHAR KUMAR)
PARTNER
M No. 222170
FIRM REG. NO.144406W***

Vicon Ceramic Private Limited
BALANCE SHEET AS AT 31st MAR, 2022

	<u>Note No.</u>	As at 31.03.2022	As at 31.03.2021
ASSETS			
<u>Non-current Assets</u>			
Property, Plant and Equipment	3	1,209.99	1,238.91
Intangible Assets		-	-
Intangible Assets under development			
Financial Assets			
(i) Other Financial Assets	4	88.99	53.59
Deferred Tax Assests (Net)	17	49.39	60.75
		1,348.37	1,353.25
<u>Current Assets</u>			
Inventories	5	646.55	943.84
Financial Assets			
(i) Trade Receivables	6	748.73	503.45
(ii) Cash and Cash Equivalents	7	124.49	26.97
(iii) Bank Balances other than (ii) above	8	-	-
(iv) Loans	9	200.00	-
(iv) Other current financial assets	10	6.52	4.29
Current Tax Assets (net)	11	0.50	-
Other Current Assets	12	2.08	7.82
		1,728.86	1,486.37
Total Assets		3,077.24	2,839.63
EQUITY AND LIABILITIES			
<u>Equity</u>			
Equity Share Capital	13	975.00	975.00
Other Equity	14	129.41	58.66
		1,104.41	1,033.66
<u>Liabilities</u>			
<u>Non- current Liabilities</u>			
Financial Liabilities			
(i) Borrowings	15	632.98	717.84
Provisions	16	13.53	12.82
		646.51	730.65
<u>Current Liabilities</u>			
Financial Liabilities			
(i) Borrowings	17	391.56	388.68
(ii) Trade Payables	18		
Outstanding dues of Micro Enterprises and Small Enterprises		-	90.20
Outstanding dues other than Micro Enterprises and Small Enterprises		752.50	531.14
Other Current Liabilities	19	181.98	64.93
Provisions	20	0.27	0.29
Current tax Liabilities (net)	21	-	0.06
		1,326.31	1,075.31
Total Equity and liabilities		3,077.23	2,839.63

Significant Accounting Policies and Other Notes on Financials Statements 1 to 41
The accompanying Notes are an integral part of the Financial Statements.

As per Report of Even date
For Dhamsaniya Rajdev & Associates
Chartered Accountants
(Firm Regn. No. - 144406W)

For and on behalf of Board of Directors

(Dhamsaniya Tushar Kumar)
Partner
Membership No.:- 222170
UDIN : 22222170AJMNUK3736
Place: Morbi
Date: 29.04.2022

Director
DIN: 06592019
Valamji Narabheram Patel

Director
DIN: 06592211
Amarshi Jivrajbhai Detroja

Vicon Ceramic Private Limited
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MAR, 2022

(Rs. in Lakhs)

Particulars	Note No.	For the year ended 31.03.2022	For the year ended 31.03.2021
Revenue from Operations	22	4,905.63	3,721.16
Other Income	23	11.17	9.44
Total Revenue		4,916.80	3,730.60
Expenses			
Cost of Materials Consumed	24	1,332.97	1,292.76
Purchases of Stock-in-Trade		-	-
Change in Inventories of Finished Goods , Work-in-progress and Stock-in-Trade	25	249.38	65.38
Excise duty on Sales		-	-
Employee Benefit Expense	26	412.52	353.57
Finance Costs	27	161.22	142.68
Depreciation and Amortization Expense	3	224.14	231.42
Other Expenses	28	2,440.39	1,553.59
Total Expenses		4,820.61	3,639.39
Profit Before Exceptional and Extraordinary Items and Tax Exceptional Items (Net)		96.19 -	91.21 -
Profit before tax		96.19	91.21
Tax Expense:			
(1) Current Tax		16.06	14.23
(3) Deferred Tax Charge/(Credit)	17	10.77	9.88
(4) Income Tax for earlier years		0.14	1.39
Profit for the year		69.23	65.72
Other Comprehensive Income			
(1) Items that will not be reclassified to profit & loss		2.11	(0.02)
Income Tax relating to above	17	(0.59)	0.00
Total Comprehensive Income for the year		70.75	65.70
Earnings Per Equity Share (Per Share Value of Rs. 10 each)	29		
Basic		0.73	0.67
Diluted		0.73	0.67

Significant Accounting Policies and Other Notes on Financials Statem 1 to 41
The accompanying Notes are an integral part of the Financial Statements.

As per our report of even date

For and on behalf of Board of Directors

For Dhamsaniya Rajdev & Associates
Chartered Accountants
(Firm Regn. No. - 144406W)

(Dhamsaniya Tushar Kumar)
Partner
Membership No.:- 222170
UDIN : 2222170AJMNUK3736
Place: Morbi
Date: 29.04.2022

Director
DIN: 06592019
Valamji Narabheram Patel

Director
DIN: 06592211
Amarshi Jivrajbhai Detroja

Vicon Ceramic Private Limited		
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MAR, 2022		
(Rs. in Lakhs)		
	31.03.2022	For the year ended 31.03.2021
A. Cash Flow From Operating Activities		
Net Profit Before Tax & Exceptional Items As Per Statement Of Profit & Loss	96.19	91.21
I. Adjusted For :		
Depreciation & Amortisation Expense	224.14	231.42
Interest and Finance Charges	161.22	142.68
Loss (Profit) on Sale of Fixed Assets	(1.43)	-
Interest Income	(9.63)	(9.44)
Operating Profit Before Working Capital Changes	470.49	455.87
II. Adjusted For :		
Trade & Other Receivable	(274.93)	(352.08)
Inventories	297.29	54.05
Trade & Other Payable	251.00	209.72
Cash Generated from Operation	743.85	367.55
Income Taxes Refund /(paid)	(16.76)	(15.55)
Net Cash Flow From Operating Activities (A)	727.09	352.00
B. Cash Flow from Investing Activities		
Purchase of Fixed Assets (including CWIP)	(243.79)	(128.38)
Sale of Fixed Assets	50.00	-
Other Financial Assets	(200.00)	-
Interest Income	7.41	7.02
Bank and other Deposits		
Net Cash Outflow From Investing Activities (B)	(386.38)	(121.36)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	156.00	-
Repayment of Long Term Borrowings	(240.85)	(33.96)
Short Term Loans Borrowings (net)	2.88	56.03
Proceeds from issue of Share Capital	-	-
Interest Paid	(161.22)	(262.27)
NET CASH INFLOW FROM FINANCING ACTIVITIES (C)	(243.19)	(240.20)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	97.52	(9.56)
Opening		
Cash & Cash Equivalent	26.97	36.52
Other Bank Balances	-	-
	26.97	36.52
Closing		
Cash & Cash Equivalent	124.49	26.97
Other Bank Balances	-	-
	124.49	26.97
Notes :		
a) Cash & Cash Equivalents represents cash and bank balances.(Note No.7)		
b) Figures for the previous year have been regrouped/rearranged wherever considered necessary.		
c) For reconciation of change in financial activity refer note no. 38.		
As per our report of even date		For and on behalf of the Board of Directors
For Dhamsaniya Rajdev & Associates Chartered Accountants (Firm Regn. No. - 144406W)		
(Dhamsaniya Tushar Kumar) Partner Membership No.:- 222170 UDIN : 2222170AJMNUK3736 Place: Morbi Date: 29.04.2022	Director DIN: 06592019 Valamji Narabheram Patel	Director DIN: 06592211 Amarshi Jivrajbhai Detroja

Vicon Ceramic Private Limited
STANDALONE STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED 31st MAR, 2022

(Rs. in Lakhs)

(a) Equity Share Capital

	As at 31 March 2022		As at 31 March 2021	
	No. of Shares	Amount	No. of Shares	Amount
(a) Equity Share Capital & Reconciliation of number of shares outstanding at the beginning and end of the year :				
Balance at the beginning of the year	97,50,000	975.00	97,50,000	975.00
Changes in Equity Share capital due to prior period errors	-	-	-	-
Restated Balance at the beginning of the year	97,50,000	975.00	97,50,000	975.00
Less: Share cancelled pursuant to Scheme of Amalgamation*	-	-	-	-
Add: Share allotted pursuant to Scheme of Amalgamation*	-	-	-	-
Changes in equity share capital during the year	-	-	-	-
Balance at the end of the reporting period	97,50,000	975.00	97,50,000	975.00

(b) Other Equity

	Reserve & Surplus (Retained earnings)	Remeasurement of defined benefit plans	Total
Balance at 1st April 2020	(7.04)	-	(7.04)
Changes in accounting policy or prior period errors	-	-	-
Restated balance at the beginning of the reporting period	(7.04)		(7.04)
Profit for the year	65.72	-	65.72
Other comprehensive income/ (loss) for the year	-	(0.01)	(0.01)
Total comprehensive income for the year	65.72	(0.01)	65.71
Transfer to general reserve	-	-	-
Dividend paid	-	-	-
Dividend distribution tax	-	-	-
Balance at 31st March 2021	58.67	(0.01)	58.66
Balance at 1st April 2021	58.67	(0.01)	58.66
Changes in accounting policy or prior period errors	-	-	-
Restated balance at the beginning of the reporting period			
Profit for the year	69.23	-	69.23
Other comprehensive income/ (loss) for the year	-	1.52	1.52
Total comprehensive income for the year	69.23	1.52	70.75
Transfer to general reserve	-	-	-
Dividend paid	-	-	-
Dividend distribution tax	-	-	-
Balance at 31st March 2022	127.90	1.52	129.41

As per our report of even date

For and on behalf of Board of Directors

For Dhamsaniya Rajdev & Associates
Chartered Accountants
(Firm Regn. No. - 144406W)

(Dhamsaniya Tushar Kumar)
Partner
Membership No.:- 222170
UDIN : 22222170AJMNUK3736
Place: Morbi
Date: 29.04.2022

Director
DIN: 06592019
Valamji Narabheram Patel

Director
DIN: 06592211
Amarshi Jivrajbhai Detroja

Vicon Ceramic Private Limited

Notes to Financial Statements for the period ended March 31, 2022

(All amounts are in rupees lakhs, unless otherwise stated)

1 Corporate and General Information

Vicon Ceramic Private Limited referred to as "the Company" is domiciled in India. The registered office of the Company is at Survey No. 154/P2, Village Bela, Rangpar Road, Morbi - 363642, India.

The Company has manufacturing plants in Morbi (Gujarat) , India. The Company is a manufacturer of Ceramic Wall Tiles, Floor Tiles and allied products.

The financial statements of the company for the year ended March 31, 2022 were authorized for issue in accordance with a resolution of the directors on 29th April, 2022.

2 Significant Accounting Policies

The Company has consistently applied the following accounting policies to all periods presented in the financial statements.

2.1 Basis of preparation

The standalone financial statements of Vicon Ceramic Private Limited ("the Company") comply in all material aspects with Indian Accounting Standards ("Ind AS") as prescribed under section 133 of the Companies Act, 2013 ("the Act"), as notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and other accounting principles generally accepted in India.

2.2 Basis of measurement

The financial statements have been prepared under the historical cost convention on accrual basis. Further, financial Assets and Liabilities are remeasured at fair value at each reporting date, whenever applicable.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company take into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- **Level 1** inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the company can access at the measurement date;
- **Level 2** inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- **Level 3** inputs are unobservable inputs for the asset or liability.

2.3 Functional and presentation currency

These financial statements are presented in Indian National Rupee ('INR'), which is the Company's functional currency. All amounts have been rounded to the nearest Lakhs, unless otherwise indicated.

2.4 Use of judgements and estimates

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the company's accounting policies and the reported amounts of assets, liabilities, income and expenses. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

Judgements

Information about the judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements have been given below:

- Classification of financial assets: assessment of business model within which the assets are held and assessment of whether the contractual terms of the financial asset are solely payments of principal and interest on the principal amount outstanding.

Vicon Ceramic Private Limited

Notes to Financial Statements for the period ended March 31, 2022

(All amounts are in rupees lakhs, unless otherwise stated)

Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the financial statements for the every period ended is included below:

- Recognition of deferred tax assets: availability of future taxable profit against which carry- forward tax losses can be used;
- Impairment test: key assumptions underlying recoverable amounts.
- Useful life and residual value of Property, Plant and Equipments.
- Recognition and measurement of provisions and contingencies: key assumptions about the likelihood and magnitude of an outflow of resources

2.5 Classification of Assets and Liabilities as Current and Non-Current

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset/liabilities is treated as current when it is:

- Expected to be realised/settled (liabilites) or intended to be sold or consumed in normal operating cycle.
- Held primarily for the purpose of trading
- Expected to be realised/settled within twelve months after the reporting period, or
- Cash and cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period or There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other assets/liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets/liabilities.

The operating cycle is the time between the acquisition of the assets for processing and their realisation in cash and cash equivalents.

2.6 Property, Plant and Equipment

Recognition and Measurement

Items of property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment loss , if any. The cost of assets comprises of purchase price and directly attributable cost of bringing the assets to working condition for its intended use including borrowing cost and incidental expenditure during construction incurred upto the date when the assets are ready to use. Capital work in progress includes cost of assets at sites, construction expenditure and interest on the funds deployed less any impairment loss, if any.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as a separate items (maior components) of property. plant and equipment.

Subsequent Measurement

Subsequent expenditure is capitalised only if it is probable that there is an increase in the future economic benefits associated with the expenditure will flow to the company.

Depreciation

Depreciation on fixed assets is calculated on Written Down Value Method using the rates arrived at estimated useful lives given in Schedule II of the Companies Act, 2013 .

Depreciation on additions to or on disposal of assets is calculated on pro-rata basis.

Depreciation methods, useful lives and residual values are reviewed in each financial year end and changes, if any, are accounted for prospectively.

Individual assets costing below Rs. 5000 are fully depreciated in the year of purchase.

Capital work-in-progress

Expenditure incurred during the construction/erection period, including all expenditure direct and indirect expenses, incidental and related to construction, is carried forward and on completion, the costs are allocated to the respective property, plant and equipment.

Vicon Ceramic Private Limited

Notes to Financial Statements for the period ended March 31, 2022

(All amounts are in rupees lakhs, unless otherwise stated)

De-recognition

An item of property, plant and equipment is de-recognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between net disposal proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

2.7 Intangible assets

Intangible Assets (Other than Goodwill) acquired separately are stated at cost less accumulated amortization and impairment loss, if any. Intangible assets are amortized on straight line method basis over the estimated useful life. Estimated useful life of the Software and designing rights is considered as 3 years.

Amortisation methods, useful lives and residual values are reviewed in each financial year end and changes, if any, are accounted for prospectively.

An intangible asset is de-recognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in the statement of profit and loss when the asset is derecognised.

2.8 Impairment of non-financial assets

At each reporting date, the Company reviews the carrying amounts of its non-financial assets (other than inventories and deferred tax assets) to determine whether there is any indication on impairment. If any such indication exists, then the recoverable amount of assets is estimated.

For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or Cash Generating Unit (CGUs).

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pretax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU. An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its recoverable amount.

Impairment loss in respect of assets other than goodwill is reversed only to the extent that the assets carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised in prior years. A reversal of impairment loss is recognised immediately in the Statement of Profit & Loss.

2.9 Borrowing Cost

Borrowing costs directly attributable to the acquisition, construction of qualifying assets are capitalised as part of the cost of such assets till the period the said assets are substantially ready for their intended use.

The loan origination costs directly attributable to the acquisition of borrowings (e.g. loan processing fee, upfront fee) are amortised on the basis of the Effective Interest Rate (EIR) method over the term of the loan.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognised in the statement of profit and loss in the period in which they are incurred.

2.10 Foreign currency transactions

Transactions in foreign currencies are recorded by the Company at their respective functional currency at the exchange rates prevailing at the date of the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currency are translated to the functional currency at the exchange rates prevailing at the reporting date

Exchange differences arising on settlement or translation of monetary items are recognised in the statement of profit and loss with the except exchange differences on foreign currency borrowings included in the borrowing cost when they are regarded as an adjustment to interest costs on those foreign currency borrowings.

Vicon Ceramic Private Limited

Notes to Financial Statements for the period ended March 31, 2022

(All amounts are in rupees lakhs, unless otherwise stated)

Non-monetary items that are measured at historical cost in a foreign currency are translated using the exchange rates at the date of initial transactions. Non-monetary items measure at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.

2.11 Employee benefits

Short term employee benefits

Short-term employee benefits are expensed in the year in which the related services are provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Defined contribution plans

Employee benefits in the form of Provident Fund (with Government Authorities) and Employees' pension Scheme are defined as contribution plan and charged as expenses during the period in which the employees perform the services.

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans in the present value of the defined obligation at the end of the reporting period less the fair value of plant assets. The defined obligation is calculated annually by actuaries using the projected unit credit method. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligations and the fair value of plan assets. This cost is included in employee benefit expenses in the statement of the Profit and loss.

2.12 Revenue Recognition

The Company recognises revenue from sale of goods when;

- i) effective control of goods alongwith the significant risk and rewards of ownership has been transferred to the buyer;
- ii) the amount of revenue can be measured reliably;
- iii) it is probable that the economic benefits associated with the transaction will flow to the Company; and
- iv) the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue (other than sale of goods) is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Claim on insurance companies, interest and others, where quantum of accrual cannot be ascertained with reasonable certainty, are accounted for on acceptance basis.

Revenue represents net value of goods and services provided to customers after deducting for certain incentives including, but not limited to discounts, volume rebates, incentive programs etc.

Interest income are recognised on an accrual basis using the effective interest method.

2.13 Inventories

Inventories are valued at lower of cost and net realisable value except waste/scrap which is valued at net realisable value. Cost of finished goods and stock in process is determined by taking cost of purchases, material consumed, labour and related overheads. Cost of raw materials and stores & spare parts is computed on weighted average basis. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and to make the sale.

2.14 Provisions, Contingent Liabilities and Contingent Assets

Bases on the best estimate provisions are recognized when there is a present obligation (legal or constructive) as a result of a past event and it is probable ("more likely than not") that it is required to settle the obligation, and a reliable estimate can be made of the amount of the obligation at reporting date.

A contingent liability is a possible obligation that arises from a past event, with the resolution of the contingency dependent on uncertain future events, or a present obligation where no outflow is probable. Major contingent liabilities are disclosed in the financial statements unless the possibility of an outflow of economic resources is remote.

Contingent assets are not recognized in the financial statements but disclosed, where an inflow of economic benefit is probable.

Vicon Ceramic Private Limited

Notes to Financial Statements for the period ended March 31, 2022

(All amounts are in rupees lakhs, unless otherwise stated)

2.15 Measurement of fair value

The estimated fair value of the Company's financial instruments is based on market prices and valuation techniques. Valuations are made with the objective to include relevant factors that market participants would consider in setting a price, and to apply accepted economic and financial methodologies for the pricing of financial instruments. References for less active markets are carefully reviewed to establish relevant and comparable data.

Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, cross currency interest rate swaps, interest rate swaps and currency options; and embedded derivatives in the host contract.

Financial Assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Classifications

The company classifies its financial assets as subsequently measured at either amortised cost or fair value depending on the company's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

Derecognition of financial assets

A financial asset or a part of a financial asset is primarily derecognised when:

- The rights to receive cash flows from the asset have expired, or
- The company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either:
 - (a) the company has transferred substantially all the risks and rewards of the asset, or
 - (b) the company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

With regard to trade receivable, the Company applies the simplified approach as permitted by Ind AS 109, Financial Instruments, which requires expected lifetime losses to be recognised from the initial recognition of the trade receivables.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss or amortised cost, as appropriate. In the case of amortised cost, net of directly attributable transaction costs

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Vicon Ceramic Private Limited

Notes to Financial Statements for the period ended March 31, 2022

(All amounts are in rupees lakhs, unless otherwise stated)

Financial Liabilities measured at amortised cost

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Derecognition of financial liabilities

The company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

2.16 Income tax

Income tax expense comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to items recognised directly in equity or in Other Comprehensive Income.

Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Current tax assets and liabilities are offset only if, the Company:

- a) Has a legally enforceable right to set off the recognised amounts; and
- b) Intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Deferred tax

Deferred tax is recognised on differences between the carrying amounts of assets and liabilities in the balance sheet and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from initial recognition of goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the balance sheet date.

Minimum Alternative Tax (MAT) is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of credit to the consolidated statement of profit and loss and included in deferred tax assets. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal income tax during the specified period.

Vicon Ceramic Private Limited

Notes to Financial Statements for the period ended March 31, 2022

(All amounts are in rupees lakhs, unless otherwise stated)

2.17 Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statement, cash and cash equivalents is as defined above, net of outstanding bank overdrafts. In the balance sheet, bank overdrafts are shown within borrowings in current liabilities.

2.18 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The board of directors of the Company has been identified as being the chief operating decision maker by the Management of the company.

2.19 Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is (or contains) a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

Company as a lessor

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership are transferred from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

Company as a lessee

The Company assesses whether a contract is or contains a lease, at inception of the contract. The Company recognises a right-of-use asset and a corresponding lease liability with respect to all lease arrangements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets. For these leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the lease term, unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed. Contingent and variable rentals are recognized as expense in the periods in which they are incurred.

2.20 Standard issued but not yet effective

Ministry of Corporate Affairs ("MCA") has not notified new standard or amendments to the existing standards, which would have been applicable from April 1, 2022.

3. Property, plant and equipment										(Rs. in Lakhs)
Particulars	Gross Block				Depreciation				Net Block	
	As at 1st April 2021	Additions	Deletions	As at 31st Mar 2022	As at 1st April 2021	Additions	Deletions	As at 31st Mar 2022	As at 31st Mar 2022	As at 1st April 2021
Tangible Assets										
Freehold land	16.76	-	-	16.76	-	-	-	-	16.76	16.76
Building	322.05	-	-	322.05	126.54	18.57	-	145.11	176.94	195.51
Plant and equipment	1,937.88	179.50	55.00	2,062.38	926.56	191.06	6.43	1,111.19	951.19	1,011.32
Vehicles	66.24	63.50	-	129.74	52.12	13.70	-	65.82	63.93	14.12
Furniture and fixtures	5.32	-	-	5.32	4.26	0.28	-	4.54	0.78	1.06
Office equipments	2.18	0.78	-	2.97	2.04	0.52	-	2.56	0.40	0.14
Total	2,350.43	243.79	55.00	2,539.21	1,111.51	224.14	6.43	1,329.22	1,209.99	1,238.91
Capital work-in-progress	-	-	-	-	-	-	-	-	-	-
Total	2,350.43	243.79	55.00	2,539.21	1,111.51	224.14	6.43	1,329.22	1,209.99	1,238.91
<p>1. Assets pledged and Hypothecated against borrowings:</p> <p>i. The above assets are subject to charge with the bank as security for the loan facilities availed by the company.</p> <p>ii. Car loan from Banks and others are secured (charged created) by hypothecation of cars purchased.</p>										

Vicon Ceramic Private Limited NOTES TO THE BALANCE SHEET		As At 31.03.2022	(Rs. In Lakhs) As At 31.03.2021
4 Other Non-Current Financial Assets			
(Unsecured, Considered Good Unless Stated Otherwise)			
Fixed Deposits held as Margin Money with Banks/ Financial institutions		27.78	23.72
Security Deposit			
-With Government Authorities		0.20	0.20
-With Others		61.01	29.67
		88.99	53.59
5 Inventories			
(Valued at Lower of Cost and Net Realisable Value)			
(As taken , Valued and Certified by the Management)			
Raw Materials & Packing Material		80.63	104.29
Work -in-Progress		39.27	44.36
Finished Goods		510.96	755.25
Stores and Spares		15.68	39.95
		646.55	943.84
a. Inventories are hypothecated to secure short-term borrowings. Refer to Note 17.			
b. Write downs of inventories (net of reversal) to net realizable value related to finished goods amounted to ₹ 8.32 Lakhs as on 31.03.2022 (Rs. 36.07 Lakhs as on 31.03.2021). These were recognized as expense during the year and included in 'cost of raw material consumed' and 'Change in Inventories of Finished Goods , Work-in-progress and Stock-in-Trade' in statement of profit and loss.			
6 Trade Receivables			
Unsecured		-	-
Considered Good		748.73	503.45
Have Significant increase in Credit Risk		-	-
Considered Doubtful - Credit Impaired		-	-
		748.73	503.45
a. Including Rs. 708.17 Lakhs as on 31.03.2022 (Rs. 490.76 Lakhs as on 31.03.2021) receivable from related parties.			
b. Trade Receivables are hypothecated to secure short-term borrowings. Refer to Note 17.			
c. Trade Receivables are generally non-interest bearing and are generally on terms of 60 to 90 days.			
d. For ageing schedule , Refer note no. 33			
7 Cash & Cash Equivalents			
Balance with Banks :			
Current Accounts		106.68	6.35
Cash in Hand		17.81	20.62
		124.49	26.97
8 Other Bank Balances			
Fixed Deposits held as Margin Money with Banks/ Financial institutions		27.78	23.72
Less:- Shown Under "Other Financial Assets"(More than 12 months)		27.78	23.72
		-	-
9 Loans			
(Unsecured, Considered Good Unless Stated Otherwise)			
Inter Corporate Deposit:-			
-To Related Parties		200.00	-
		200.00	-
Including Rs. 200.00 Lakhs as on 31.03.2022 (Rs. Nil Lakhs as on 31.03.2021) Loan to related parties.			
10 Other current financial assets			
Accrued Interest		6.52	4.29
		6.52	4.29
11 Current Tax Assets (net)			
Advance Income Tax / Tax Deducted at Source net of Tax payable of Rs. 16.31 Lakhs.		0.50	-
		0.50	-
12 Other Current Assets			
Prepaid Expenses		2.07	4.16
Other Advances		-	0.42
Balance with Government Authorities *		0.01	3.24
		2.08	7.82
* Mainly includes claims with direct and indirect tax authorities.			

Vicon Ceramic Private Limited NOTES TO THE BALANCE SHEET		(Rs. In Lakhs)		
		As At 31.03.2022	As At 31.03.2021	
13	Equity Share Capital			
	<u>Authorised</u>			
	Equity Shares 1,00,00,000 (March 31, 2021 - 1,00,00,000 Equity Shares) of Rs. 10/- each	1,000.00	1,000.00	
	<u>Issued, Subscribed and Paid up</u>			
	Equity Shares 97,50,000 (March 31, 2021 - 97,50,000 Equity Shares) of Rs. 10/- each fully paid up	975.00	975.00	
		975.00	975.00	
	a. Terms and rights attached to equity shares			
	The Company has only one class of Equity Shares having face value of Rs. 10/- each and each shareholder is entitled to one vote per share. Each shareholders have the right in profit / surplus in proportion to amount paid up with respect to share holder. In the event of winding up, the equity shareholders will be entitled to receive the remaining balance of assets if any, in proportionate to their individual shareholding in the paid up equity capital of the the company.			
	b. Reconciliation of number of shares outstanding at the beginning and end of the year :			
		Number of Shares	Number of Shares	
	Share outstanding in the begaining of the year	97,50,000	97,50,000	
	Equity Shares issued/bought back during the year in consideration for cash	-	-	
	Share outstanding at the end of the year	97,50,000	97,50,000	
	c. Shareholdings of Promotors at the end of March 31, 2022			
S. No.	Promoter Name	Numbers of Shares	% of total Shares	
			% Change during the year	
1	Amarshi Jivrajbhai Detroja	5,85,000	6.00%	-
2	Valamji Narbheram Patel	7,45,000	7.64%	-
3	Somany Ceramic Limited	25,35,000	26.00%	-
4	Babulal Narbherambhai Detroja	2,60,000	2.67%	-
5	Devendra Laljibhai Sherasiya	4,82,500	4.95%	-
6	Kalpanaben Mukeshbhai Kasundra	2,50,000	2.56%	1.03%
7	Kiritbhai Kunvarjibhai Ubhadiya	2,26,250	2.32%	-
8	Kunvarjibhai Mohanbhai Ubhadiya	2,15,000	2.21%	-
9	Limbabhai Mavjibhai Kasundra	1,49,000	1.53%	1.03%
10	Mukeshbhai Limbabhai Kasundra	1,20,000	1.23%	1.03%
11	Prabhulal Mavjibhai Kasundra (HUF)	50,000	0.51%	-
12	Laxmanbhai Virangama	1,70,000	1.74%	-
13	Kishorbhai Devjibhai Kasundra	4,54,900	4.67%	-
14	Dhirendrakumar Ramjibhai Kavar	4,71,250	4.83%	-
15	Rameshchandra R. Bavarva	60,000	0.62%	-
16	Parth Rameshchandra Bavarava	1,12,000	1.15%	-
17	Nirmalaben Rameshchandra Bavarava	2,49,250	2.56%	-
18	Nareshbhai Raghavajibhai Bavarava	3,85,000	3.95%	-
19	Vallabhbhai Bachubhai Detroja	4,92,500	5.05%	-
20	Vanitaben Vallabhbhai Detroja	70,000	0.72%	-
21	Kalpanaben Sureshbhai Detroja	75,000	0.77%	-
22	Mayur Ramjibhai Kavar	1,95,000	2.00%	-
23	Kishorbhai Devjibhai Kasundra-HUF	32,500	0.33%	-
24	Valmajibhai Narbherambhai Patel-HUF	65,000	0.67%	-
25	Nileshkumar Prabhulal Kasundra	1,95,000	2.00%	-
26	Lalitaben Kishorbhai Kasundra	100	0.00%	-
27	Prafulla Prabhulal Kasundra	5,12,500	5.26%	1.03%
28	Jyoti Ashishkumar Sitapara	25,000	0.26%	-
29	Renukaben Nareshbhai Bavarava	5,000	0.05%	-
30	Laljibhai Savjibhai Serasiya	5,000	0.05%	-
31	Sureshbhai Bachubhai Detroja	45,000	0.46%	-
32	Ramjibhai Bhikhabhai Kavar	1,31,250	1.35%	-
33	Chirag Prabhulal Detroja	1,00,000	1.03%	-
34	Neelaben Sureshbhai Kasundra	1,31,000	1.34%	1.33%
35	Kinjal Prabhuhai Kasundra	90,000	0.92%	0.92%
36	Sureshkumar Limbabhai Kasundra	60,000	0.62%	0.62%
37	Devraj Valjibhai Kasundra	-	0.00%	-1.95%
38	Lavjibhai Raghavjibhai Kasundra	-	0.00%	-1.64%
39	Maheshbhai Karamshibhai Kasundra	-	0.00%	-1.33%
40	Manjibhai Valjibhai Kasundra	-	0.00%	-2.05%
	Total	97,50,000	100.00%	0.00%

Vicon Ceramic Private Limited NOTES TO THE BALANCE SHEET		(Rs. In Lakhs)		
		As At 31.03.2022	As At 31.03.2021	
Shareholdings of Promotors at the end of March 31, 2021				
S. No.	Promoter Name	Numbers of Shares	% of total Shares	% Change during the year
1	Amarshi Jivrajbhai Detroja	5,85,000	6.00%	-
2	Valamji Narbheram Patel	7,45,000	7.64%	-
3	Somany Ceramic Limited	25,35,000	26.00%	-
4	Babulal Narbherambhai Detroja	2,60,000	2.67%	-
5	Devendra Laljibhai Sherasiya	4,82,500	4.95%	-
6	Kalpanaben Mukeshbhai Kasundra	1,50,000	1.54%	-
7	Kiritbhai Kunvarjibhai Ubhadiya	2,26,250	2.32%	-
8	Kunvarjibhai Mohanbhai Ubhadiya	2,15,000	2.21%	-
9	Limbabhai Mavjibhai Kasundra	49,000	0.50%	-
10	Mukeshbhai Limbabhai Kasundra	20,000	0.21%	-
11	Prabhulal Mavjibhai Kasundra (HUF)	50,000	0.51%	-
12	Laxmanbhai Virangama	1,70,000	1.74%	-
13	Kishorbhai Devjibhai Kasundra	4,54,900	4.67%	-
14	Dhirendrakumar Ramjibhai Kavar	4,71,250	4.83%	-
15	Rameshchandra R. Bavarva	60,000	0.62%	-
16	Parth Rameshchandra Bavarava	1,12,000	1.15%	-
17	Nirmalaben Rameshchandra Bavarava	2,49,250	2.56%	-
18	Nareshbhai Raghavajibhai Bavarava	3,85,000	3.95%	-
19	Vallabhbhai Bachubhai Detroja	4,92,500	5.05%	-
20	Vanitaben Vallabhbhai Detroja	70,000	0.72%	-
21	Kalpanaben Sureshbhai Detroja	75,000	0.77%	-
22	Mayur Ramjibhai Kavar	1,95,000	2.00%	-
23	Kishorbhai Devjibhai Kasundra-HUF	32,500	0.33%	-
24	Valmajibhai Narbherambhai Patel-HUF	65,000	0.67%	-
25	Nileshkumar Prabhulal Kasundra	1,95,000	2.00%	-
26	Devraj Valjibhai Kasundra	1,90,000	1.95%	-
27	Lavjibhai Raghavajibhai Kasundra	1,60,000	1.64%	-
28	Maheshbhai Karamshibhai Kasundra	1,30,000	1.33%	-
29	Manjibhai Valjibhai Kasundra	2,00,000	2.05%	-
30	Lalitaben Kishorbhai Kasundra	100	0.00%	-
31	Prafulla Prabhulal Kasundra	4,12,500	4.23%	-
32	Jyoti Ashishkumar Sitapara	25,000	0.26%	-
33	Renukaben Nareshbhai Bavarava	5,000	0.05%	-
34	Laljibhai Savjibhai Serasiya	5,000	0.05%	-
35	Sureshbhai Bachubhai Detroja	45,000	0.46%	-
36	Ramjibhai Bhikhabhai Kavar	1,31,250	1.35%	-
37	Chirag Prabhulal Detroja	1,00,000	1.03%	-
38	Neelaben Sureshbhai Kasundra	1,000	0.01%	-
Total		97,50,000	100.00%	0.00%
d. List of shareholders holding more than 5% of the Equity Share				
Capital of the Company (In numbers)				
	Amarshibhai Jivrajbhai Detroja	5,85,000	5,85,000	
	Valamjibhai Narbherambhai Patel	7,45,000	7,45,000	
	Somany Ceramic Limited	25,35,000	25,35,000	
	Vallabhbhai Bachubhai Detroja	4,92,500	4,92,500	
	Prafulla Prabhulal Kasundra	5,12,500	-	
		48,70,000	43,57,500	
14 Other Equity				
Retained earnings				
	Balance at the beginning of the year	58.67	(7.04)	
	Transfer from Statement of Profit and Loss	69.23	65.72	
	Closing Balance	127.90	58.67	
Remeasurement of defined benefit plans				
	Balance at the beginning of the year	(0.01)	-	
	Other comprehensive income for the year	1.52	(0.01)	
	Closing Balance	1.51	(0.01)	
	Total of Other Equity	129.41	58.66	

Vicon Ceramic Private Limited NOTES TO THE BALANCE SHEET		(Rs. In Lakhs)		
	As At 31.03.2022	As At 31.03.2021		
15 Borrowings				
Secured				
Term Loans				
- From Banks	240.84	392.97		
Car Loans				
- From Banks	34.97	-		
Unsecured				
- From Others	477.00	477.00		
	<u>752.80</u>	<u>869.97</u>		
Less: Current Maturities of Long Term Borrowings				
Term loans				
- From Banks	107.08	152.13		
Car Loans				
From Banks	12.74	-		
	<u>119.82</u>	<u>152.13</u>		
	<u>632.98</u>	<u>717.84</u>		
* from related party Rs.448.88 Lacs as on 31.03.2022 (Rs. 454.88 Lacs as on 31.03.2021).				
Notes				
1 Rupee loan of Rs. 240.84 Lakhs (March 31, 2021: Rs. 392.97 Lakhs) from banks is secured by first pari passu charge on all fixed assets (both present and future) including equitable mortgage of land and building and entire current assets (both present and future) and personal guarantee of promoters. The aforesaid loan is repayable in the FY 2022-23 of Rs. 107.08 Lakhs, FY 2023-24 of Rs. 117.49 Lakhs and FY 2024-25 of Rs. 16.27 Lakhs.				
2 As per the bank loan sanction requirements unsecured loan has been brought in by the directors and/or shareholders of the Company. These amounts will be repaid once the loan is fully repaid or as may be mutually agreed between the Company and the bank.				
3 Car loan from Banks and others are secured (charged created/ to be created)by hypothecation of cars purchased there under and are repayable in monthly installments over the period of loan.				
15 Provisions				
Employees Benefits	13.53	12.82		
	<u>13.53</u>	<u>12.82</u>		
16 Deferred tax liabilities/Assets (net)				
A. Movement in deferred tax balances				
	As at 31st March 2021	Recognised in P&L	Recognized in OCI	As at 31st March 2022
Deferred Tax Assets				
Others	-	-	-	-
Accrued expenses	-	-	-	-
MAT Credit Entitlement	36.26	(18.85)	-	17.41
Sub- Total (a)	<u>36.26</u>	<u>(18.85)</u>	<u>-</u>	<u>17.41</u>
Deferred Tax Liabilities				
Property, plant and equipment	(20.84)	(7.30)	-	(28.14)
Gratuity	(3.65)	(0.78)	0.59	(3.84)
Sub- Total (b)	<u>(24.49)</u>	<u>(8.08)</u>	<u>0.59</u>	<u>(31.98)</u>
Net Deferred Tax Liability/Assets (b)-(a)	<u>(60.75)</u>	<u>10.77</u>	<u>0.59</u>	<u>(49.39)</u>
	As at 31st March 2020	Recognised in P&L	Recognized in OCI	As at 31st March 2021
Deferred Tax Assets				
Others	18.82	(18.82)	-	-
MAT Credit Entitlement	35.24	1.03	-	36.26
Sub- Total (a)	<u>54.06</u>	<u>(17.79)</u>	<u>-</u>	<u>36.26</u>
Deferred Tax Liabilities				
Property, plant and equipment	(13.67)	(7.17)	-	(20.84)
Gratuity	(2.90)	(0.75)	(0.00)	(3.65)
Sub- Total (b)	<u>(16.56)</u>	<u>(7.92)</u>	<u>(0.00)</u>	<u>(24.49)</u>
Net Deferred Tax Liability/Assets (b)-(a)	<u>(70.62)</u>	<u>9.88</u>	<u>(0.00)</u>	<u>(60.75)</u>

Vicon Ceramic Private Limited NOTES TO THE BALANCE SHEET		As At 31.03.2022	(Rs. In Lakhs) As At 31.03.2021
B. Amounts recognised in profit or loss			
		For the year ended 31 March 2022	For the year ended 31 March 2021
Current tax expense			
Current year		16.06	14.23
Income related to earlier year		0.14	1.39
		<u>16.19</u>	<u>15.62</u>
Deferred tax expense			
Origination and reversal of temporary differences		10.77	9.88
Change in recognised deductible temporary differences		-	-
		<u>10.77</u>	<u>9.88</u>
Total Tax Expense		<u>26.97</u>	<u>25.49</u>
C. Reconciliation of effective tax rate			
		For the year ended 31 March 2021	For the year ended 31 March 2020
Profit before tax from continuing operations		96.19	91.21
Tax using the Company's domestic tax rate @27.82% (Previous Year @27.82%)		26.76	25.37
Tax effect of:			
Non-deductible expenses		0.07	0.01
Changes in estimates related to prior years		0.14	1.39
Previously unrecognised deferred tax now recognised/utilised			
Other		-	(1.28)
At the Effective Income Tax Rate of 28.03 % (Previous Year @ 27.95 %)		26.97	25.49
17 Borrowings			
Secured Loans:*			
Working Capital Facilities from Banks			
Current Maturities of Long Term Borrowings		119.82	152.13
Cash Credit		271.74	236.55
		<u>391.56</u>	<u>388.68</u>
*Working Capital Facilities from Banks are secured by:			
1 First charge by way of hypothecation of stocks of raw materials, finished goods and stock in process, stores & spares and book debts and ranking pari-passu; and			
2 Second and subservient charge by way of (i) Equitable Mortgage (EM) on Land & Building, both present and future, (ii) hypothecation on Current Assets & movable fixed assets & ranking pari-passu, excluding assets exclusively charged and (iii) Personal Guarantee of Directors.			
18 Trade Payables			
Outstanding dues of Micro Enterprises and Small Enterprises #		-	90.20
Outstanding dues of Creditors other than Micro Enterprises and Small Enterprises		752.50	531.14
		<u>752.50</u>	<u>621.35</u>
a. For Trade Payable ageing disclosure, Refer note no. 36			
b. For details of payables to related parties, Refer note no. 36, Related Party Transactions.			
# As per information & explanation given by the management, The Company has not received intimation from its suppliers being registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSME) till the date. Hence the necessary disclosure required under MSME Act, 2006 can not be made. .As in this regard no details produced before us, Same has been relied upon by the auditor.			
19 Other Current Liabilities			
Statutory Dues		116.46	64.53
Advance from Customers		-	-
Other Liabilities		65.53	0.40
		<u>181.98</u>	<u>64.93</u>
20 Short Term Provision			
Employees Benefits		0.27	0.29
		<u>0.27</u>	<u>0.29</u>
21 Current tax Liabilities (net)			
Income Tax Payable [Net of Advance of Rs. 14.17 Lakhs as at 31st March, 2021]		-	0.06
		<u>-</u>	<u>0.06</u>

Vicon Ceramic Private Limited
NOTES TO THE STATEMENT OF PROFIT AND LOSS

(Rs. In Lakhs)

For the year ended
31.03.2022

For the year ended
31.03.2021

22 Revenue from Operations		
Sales of manufactured goods	4,905.63	3,721.16
	4,905.63	3,721.16
23 Other Income		
Interest Received	9.63	9.44
Profit on Sale of Fixed Assets	1.43	-
Miscellaneous Receipts	0.11	-
	11.17	9.44
24 Cost of Materials Consumed		
Raw Material Consumed	1,105.91	1,126.14
Packing Material Consumed	227.06	166.62
	1,332.97	1,292.76
25 Change in Inventories of Finished Goods		
<u>Work-in-progress and Stock-in-Trade</u>		
<u>Closing Stock</u>		
Finished Goods	510.96	755.25
Total Finished Goods	510.96	755.25
Work-in-Progress	39.27	44.36
	550.23	799.61
<u>Less: Opening Stock</u>		
Finished Goods	755.25	851.21
Total Finished Goods	755.25	851.21
Work-in-Progress	44.36	13.78
	799.61	864.99
(Increase)/ Decrease in Stock	249.38	65.38
	249.38	65.38
26 Employee Benefit Expense		
Salary, Wages, Bonus etc.	409.61	350.37
Contribution to Provident Fund and Other Funds	2.91	3.19
	412.52	353.57
27 Finance Cost		
Interest	156.42	138.14
Other Borrowing Cost	4.79	4.54
	161.22	142.68
28 Other Expenses		
Stores and Spare Parts Consumed	255.30	247.23
Power & Fuel	2,149.46	1,267.71
Repairs and Maintainance:		
Buildings	-	2.29
Plant & Machinery	7.21	8.04
Others	0.52	0.13
Rates & Taxes	3.03	1.80
Insurance	5.79	6.73
Travelling & Conveyance Expenses	2.31	1.93
Advertisement & Sales Promotion Expenses	1.01	2.03
Legal & Professional Expenses	3.59	2.38
Other Expenses	12.16	13.33
	2,440.39	1,553.59
29 Earning per share		
Total profit for the year	70.75	65.70
Weighted average number of equity shares of Rs. 10/- each	97,50,000	97,50,000
EPS - Basic and Diluted (Per share in Rs.)	0.73	0.67

Vicon Ceramic Private Limited

Notes to financial statements for the year ended 31 March 2022

(All amounts are in rupees Lakhs, unless otherwise stated)

	As at 31 March 2022	As at 31 March 2021				
30 Contingent liabilities, contingent assets and commitments						
A. (i) Contingent liabilities (not provided for) in respect of:						
1 Disputed income tax and wealth tax demand (excluding penalty if any)	-	-				
B. Commitments						
Estimated amount of Contracts remaining to be executed on Capital Account not provided for [Net of Advances]	-	-				
31 Employee benefits						
Employee benefits						
The Company contributes to the following post-employment defined benefit plans in India.						
(i) Defined Contribution Plans:						
The Company makes contributions towards provident fund to a defined contribution retirement benefit plan for qualifying employees. Under the						
Particulars	For the year ended March 31, 2022	March 31, 2021				
Contribution to Provident Fund and Other Funds	2.86	3.19				
Contributions to Provident and other Funds' of the Statement of Profit & Loss includes Rs. 2.86 lakhs (Previous year Rs. 3.19 lakhs) towards contribution to Provident Fund.						
(ii) Defined Benefit Plan:						
The Company made provision for gratuity as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is employee's last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. Gratuity liability is being contributed to the gratuity fund formed by the company.						
The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation for gratuity were carried out as at 31 March 2022. The present value of the defined benefit obligations and the related current service cost and past service cost, was measured using the Projected Unit Credit Method.						
A. Movement in net defined benefit (asset)/liability						
The following table shows a reconciliation from the opening balances to the closing balances for net defined benefit (asset)/liability and its						
	March 31, 2022	March 31, 2021				
Particulars	Defined benefit obligation	Net defined benefit (asset)/ liability				
	Fair value of plan assets	Defined benefit obligation				
	Fair value of plan assets	Net defined benefit (asset)/ liability				
Opening Balance	13.11	-	13.11	10.41	-	10.41
Included in profit & loss						
Current service cost	1.90	-	1.90	1.97	-	1.97
Interest cost / (income)	0.89	-	0.89	0.71	-	0.71
Past Service Cost including curtailment	-	-	-	-	-	-
	2.80	-	2.80	2.68	-	2.68
Included in OCI						
Remeasurements loss / (gain)						
Actuarial loss / (gain) arising from:						
- demographic assumptions	-	-	-	-	-	-
- financial assumptions	(0.73)	-	(0.73)	-	-	-
- experience adjustment	(1.38)	-	(1.38)	0.02	-	0.02
- on plan assets	-	-	-	-	-	-
	(2.11)	-	(2.11)	0.02	-	0.02
Other						
Contributions paid by the employer	-	-	-	-	-	-
Benefits paid	-	-	-	-	-	-
Acquisition adjustment	-	-	-	-	-	-
	-	-	-	-	-	-
Closing Balance	13.80	-	13.80	13.11	-	13.11
B. Plan assets						
Particulars				March 31, 2022	March 31, 2021	
Fund managed by insurer				-	-	

C. Actuarial assumptions

The following were the principal actuarial assumptions at the reporting date (expressed as weighted averages).

	March 31, 2022	March 31, 2021
Discount rate	7.22%	6.80%
Expected rate of future salary increase	5.00%	5.00%
Mortality	IALM (2012-14)	IALM (2012-14)

Assumptions regarding future mortality have been based on published statistics and mortality tables.

The company expects to pay Rs. Nil (Previous Year Rs. Nil) in contribution to its defined benefit plans in the next year.

D. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have

Particulars	March 31, 2022		March 31, 2021	
	Increase	Decrease	Increase	Decrease
Discount rate (0.5% movement)	0.81	0.88	0.88	0.96
Expected rate of future salary increase (0.5% movement)	0.90	0.83	0.98	0.89

Sensitivities due to mortality and withdrawals are insignificant, hence ignored. Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement and life expectancy are not applicable being a lump sum benefit on retirement.

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

E. Description of Risk Exposures:

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such company is exposed to various risks as follow -

A) Salary Increases- Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.

B) Investment Risk – If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.

C) Discount Rate : Reduction in discount rate in subsequent valuations can increase the plan's liability.

D) Mortality & disability – Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.

E) Withdrawals – Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

32 Related parties transactions

A. Related parties and their relationships

i Key Managerial Personnel (KMP) and their relatives

Name	Relationship
Mukesh Limbabbhai Kasundra	Director
Valamji Narabheram Patel	Director
Amarshi Jivrajbbhai Detroja	Director
Neelaben Sureshbhai Kasundra	Relative of Director
Devendra L Serasiya	Relative of Director
Kunvarjibhai M. Ubhadiya	Relative of Director
Laxmanbhai Virangama	Relative of Director
Nareshbhai R. Bavarva	Relative of Director
Nirmalaben Rameshbhai	Relative of Director
Sureshbhai Detroja	Relative of Director
Vallabhbbhai B. Detroja	Relative of Director
Lalitaben Kishorbhai Kasundra	Relative of Director
Parth R Bavarva	Relative of Director
Kishorbhai D Kasundra	Relative of Director
Kirit K Ubhadiya	Relative of Director
Dhirendrakumar Kavara	Relative of Director
Lalitaben Amarshibhai Detroja	Relative of Director
Prafulaben P Kasundra	Relative of Director

iii Holding Company

Somany Ceramic Limited

iv. Enterprise over which Company exercise significant influence and with whom transactions have taken place during the year:

Enterprise over which Key Management Personnel and their relatives exercise significant influence and with whom transactions have taken place during the year

Coral Gold Tiles Private Limited

Vicon Ceramic Private Limited		
Notes to financial statements for the year ended 31 March 2022		
(All amounts are in rupees Lakhs, unless otherwise stated)		
B. Transactions with the above in the ordinary course of business		
	Key Managerial Personnel	
	For the year ended	
	31 March	31 March
	2022	2021
a) Payments to Key Managerial Personnel and their relatives		
Valamji Narabheram Patel		
-Remuneration	9.60	9.62
-Interest on Unsecured Loan	0.72	0.72
Amarshi Jivrajbhai Detroja		
-Remuneration	9.60	9.62
Neelaben Sureshbhai Kasundra		
-Interest on Unsecured Loan	1.02	1.02
Devendra L Serasiya		
-Interest on Unsecured Loan	1.20	1.20
Kunvarjibhai M. Ubhadiya		
-Interest on Unsecured Loan	1.38	1.38
Laxmanbhai Viramgama		
-Interest on Unsecured Loan	2.64	2.64
Nareshbhai R. Bavarva		
-Interest on Unsecured Loan	0.23	0.84
-Repayment of Loan	6.00	-
-Salary	12.02	9.62
-Leave Encashment	0.52	0.41
Nirmalaben Rameshbhai		
-Interest on Unsecured Loan	1.16	1.16
Sureshbhai Detroja		
-Interest on Unsecured Loan	0.54	0.54
Vallabbhai B. Detroja		
-Interest on Unsecured Loan	0.48	0.48
Lalitaben Kishorbhai Kasundra		
-Interest on Unsecured Loan	1.20	1.20
Parth R Bavarva		
-Salary	12.02	9.62
-Leave Encashment	0.52	0.41
Kishorbhai D Kasundra		
-Interest on Unsecured Loan	1.50	1.50
-Salary	12.02	9.62
-Leave Encashment	0.52	0.41
Kirit K Ubhadiya		
-Interest on Unsecured Loan	0.12	0.12
-Salary	9.60	4.82
-Leave Encashment	0.41	0.21
Lalitaben Amarshibhai Detroja		
-Interest on Unsecured Loan	1.56	1.56
Prafulaben P Kasundra		
-Interest on Unsecured Loan	0.99	0.99
Summary of payment made to KMP		
Short-term employee benefits	66.84	54.39
	For the year ended	
	31 March	31 March
	2022	2021
Nature of Transactions		
b) With Holding Companies are as under		
-Somany Ceramic Limited		
Sales of Goods (Excluding VAT, CST & GST)	4,745.15	3,689.20
Interest on Unsecured Loan	40.48	35.65
Outstanding Balance as Trade Receivable	708.17	490.76
Unsecured Loan received	150.00	-
Unsecured Loan Repaid	150.00	-
Outstanding Balance as Unsecured Loan	339.50	339.50
c) Enterprise over which Key Management Personnel and their relatives exercise significant influence and with whom transactions have taken Place during the year		
-Coral Gold Tiles Private Limited		
Unsecured Loan Given	200.00	-
Interest on Loan Received	6.08	-
Outstanding Balance as Unsecured Loan Given	200.00	-

Vicon Ceramic Private Limited

Notes to financial statements for the year ended 31 March 2022

(All amounts are in rupees Lakhs, unless otherwise stated)

33 Financial instruments – Fair values and risk management

I. Fair value measurements

A. Financial instruments by category

	As at 31 March 2022		As at 31 March 2021	
	FVTPL	Amortised Cost	FVTPL	Amortised Cost
Financial assets				
Loans				
Current		200.00		-
Trade receivables		748.73		503.45
Cash and cash equivalents		124.49		26.97
Others				
Non Current		88.99		53.59
Current		6.52		4.29
	-	1,168.73	-	588.31
Financial liabilities				
Non-Current Borrowings		632.98		717.84
Current Borrowings		391.56		388.68
Trade payables		752.50		621.35
Other current financial liabilities		-		-
	-	1,777.04	-	1,727.87

B Financial assets and liabilities measured at amortised cost

	As at 31 March 2022		As at 31 March 2021	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial assets				
Loans				
Current	200.00	200.00	-	-
Trade receivables	748.73	748.73	503.45	503.45
Cash and cash equivalents	124.49	124.49	26.97	26.97
Others				
Non Current	88.99	88.99	53.59	53.59
Current	6.52	6.52	4.29	4.29
	1,168.73	1,168.73	588.31	588.31
Financial liabilities				
Non Current Borrowings	632.98	632.98	717.84	717.84
Current borrowings	391.56	391.56	388.68	388.68
Trade payables	752.50	752.50	621.35	621.35
Other current financial liabilities	-	-	-	-
	1,777.04	1,777.04	1,727.87	1,727.87

The carrying amounts of trade receivables, trade payables, capital creditors and cash and cash equivalents and other bank balances are considered to be the same as their fair values, due to their short-term nature.

II. Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- credit risk;
- liquidity risk; and
- market risk

i. Risk management framework

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors has established the processes to ensure that executive management controls risks through the mechanism of property defined framework.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed by the board annually to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

ii. Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investments in debt securities.

The carrying amount of financial assets represents the maximum credit exposure. The Company monitor credit risk very closely. The Management impact analysis shows credit risk and impact assessment as low.

Vicon Ceramic Private Limited**Notes to financial statements for the year ended 31 March 2022***(All amounts are in rupees Lakhs, unless otherwise stated)***Trade and other receivables**

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry and country in which customers operate.

The Company Management has established a credit policy under which each new customer is analyzed individually for creditworthiness before the Company's standard payment and delivery terms and conditions are offered. The Company's review includes market check, industry feedback, past financials and external ratings, if they are available, and in some cases bank references.

In monitoring customer credit risk, customers are reviewed according to their credit characteristics, including whether they are an individual or a legal entity, their geographic location, industry and existence of previous financial difficulties.

The Company establishes an allowance for impairment that represents its expected credit losses in respect of trade and other receivables. The management uses a simplified approach for the purpose of computation of expected credit loss for trade receivables.

The gross carrying amount of trade receivables as on 31st march, 2022 is Rs. 748.73 Lakhs (31 March 2021 – Rs. 503.45 Lakhs).

During the period, the Company has made no write-offs of trade receivables, it does not expect to receive future cash flows or recoveries from collection of cash flows previously written off. The Company management also pursue all legal option for recovery of dues wherever necessary based on its internal assessment.

Trade Receivables ageing schedule for the period ended March 31, 2022

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	737.65	1.86	1.13	0.26	-	7.83	748.73
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total	737.65	1.86	1.13	0.26	-	7.83	748.73

Trade Receivables ageing schedule for the period ended March 31, 2021

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	494.94	0.43	0.26	-	-	7.83	503.45
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total	494.94	0.43	0.26	-	-	7.83	503.45

iii. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are fallen due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions.

Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities) and cash and cash equivalents on the basis of expected future cash flows. In addition, the Company's liquidity management strategy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

Vicon Ceramic Private Limited
Notes to financial statements for the year ended 31 March 2022
(All amounts are in rupees Lakhs, unless otherwise stated)
(a) Maturities of financial liabilities

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and exclude contractual interest payments and the impact of netting agreements.

	Carrying Amounts		Contractual cash flows		
	31 March 2022	On demand	Less than 1 year	1–5 years	More than 5 years
Financial Liabilities					
Borrowings	632.98	-	-	632.98	-
Short term borrowings	391.56	271.74	119.82	-	-
Trade payables	752.50	-	752.50	-	-
Total Financial Liabilities	1777.04	271.74	872.32	632.98	0.00

	Carrying Amounts		Contractual cash flows		
	31 March 2021	On demand	Less than 1 year	1–5 years	More than 5 years
Financial Liabilities					
Borrowings	717.84	-	-	717.84	-
Short term borrowings	388.68	236.55	152.13	-	-
Trade payables	621.35	-	621.35	-	-
Total Financial Liabilities	1727.87	236.55	773.48	717.84	0.00

iv. Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates and interest rates – will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

v. Currency risk

The Company is exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to the USD. Foreign exchange risk arises from recognised assets and liabilities denominated in a currency that is not the company's functional currency (INR). The risk is measured through a forecast of highly probable foreign currency cash flows.

The company ensure the exposure is kept to an acceptable level and even consider using forward contracts whenever necessary to address short term imbalances.

Interest rate risk

The Company's main interest rate risk arises from borrowings with variable rates, which expose the Company to cash flow interest rate risk. During 31 March 2022 and 31 March 2021, the Company's borrowings at variable rate were denominated in INR.

Currently the Company's borrowings are within acceptable risk levels, as determined by the management, hence the Company has not taken any swaps to hedge the interest rate risk.

Exposure to interest rate risk

The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

	Nominal Amount	
	31 March 2022	31 March 2021
Fixed-rate instruments		
Financial assets	88.99	53.59
Financial liabilities	511.97	477.00
	600.96	530.59
Variable-rate instruments		
Financial assets	-	-
Financial liabilities	512.58	629.52
	512.58	629.52

Cash flow sensitivity analysis for variable-rate instruments

A reasonably possible change of 50 basis points in interest rates at the reporting date would have increased (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

	Profit or loss		Equity, net of tax	
	50 bp increase	50 bp decrease	50 bp increase	50 bp decrease
31 March 2022				
Variable-rate instruments	(2.56)	2.56	(1.85)	1.85
Cash flow sensitivity	(2.56)	2.56	(1.85)	1.85
31 March 2021				
Variable-rate instruments	(3.15)	3.15	(2.27)	2.27
Cash flow sensitivity	(3.15)	3.15	(2.27)	2.27

Vicon Ceramic Private Limited
Notes to financial statements for the year ended 31 March 2022
(All amounts are in rupees Lakhs, unless otherwise stated)
Fair value sensitivity analysis for fixed-rate instruments

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

	For the year ended March 31,2022	For the year ended March 31,2021
34 Payments to Auditors :		
Statutory audit fee	2.50	2.50
Total	<u>2.50</u>	<u>2.50</u>

35 Segment Reporting

According to Ind AS 108, identification of operating segments is based on Chief Operating Decision Maker (CODM) approach for making decisions about allocating resources to the segment and assessing its performance. The business activity of the company falls within one broad business segment viz. "Ceramic Tiles, Parking Tiles and Allied products" and substantially sale of the product is within the country. The Gross income and profit from the other segment is below the norms prescribed in Ind AS 108. Hence, the disclosure requirement of Ind AS 108 of 'Segment Reporting' is not considered applicable.

36 Trade Payables ageing schedule for the period ended March 31, 2022

Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
i) MSME*	-	-	-	-	-	-
ii) Others	481.80	252.69	7.20	4.27	6.54	752.50
iii) Disputed dues – MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
	<u>481.80</u>	<u>252.69</u>	<u>7.20</u>	<u>4.27</u>	<u>6.54</u>	<u>752.50</u>

Trade Payables ageing schedule for the period ended March 31, 2021

Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
i) MSME*	90.20	-	-	-	-	90.20
ii) Others	300.30	215.84	8.47	-	6.54	531.14
iii) Disputed dues – MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
Total	<u>390.51</u>	<u>215.84</u>	<u>8.47</u>	<u>-</u>	<u>6.54</u>	<u>621.35</u>

*Outstanding dues of Micro Enterprises & Small Enterprises only.

37 Capital management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital as well as the level of dividends to ordinary shareholders. The Company may take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

The following table summarises the capital of the Company:

Particulars	31.03.2022	31.03.2021
Equity Share Capital (Note 12)	975.00	975.00
Other Equity (Note 13)	129.41	58.66
Total Equity	1104.41	1033.66
Non-Current Borrowings (Note 14)	632.98	717.84
Current maturities of Non-Current Borrowings (Note 19)	119.82	152.13
Current Borrowings (Note 17)	391.56	388.68
Total Debts	1144.36	1258.65

38 Changes in Liabilities and Asset from Financing Activities are as under:

Particulars	31.03.2022	Cash Flow	Non- Cash Changes			31.03.2021
			Obtaining/ losing Control of Subs./ other Business	Foreign Exchange Movement	Fair Value Movement	
Non-current borrowings	752.80	(117.16)	-	-	-	869.97
Current borrowings	391.56	2.88	-	-	-	388.68
Issue of Share Capital	975.00	-	-	-	-	975.00
Security Premium	-	-	-	-	-	-
Total liabilities from financing activities	2,119.36	(114.29)	-	-	-	2,233.65

Vicon Ceramic Private Limited

Notes to financial statements for the year ended 31 March 2022

(All amounts are in rupees Lakhs, unless otherwise stated)

39 The company has borrowings facility from banks on the basis of security of current assets. The company is also required to file quarterly returns or statements with respect to such borrowing facility however the amount shown in quarterly returns or statements which were filed by the company with bank were derived from the unaudited & provisional books of accounts. As regards the disclosure of discrepancies if any envisaged to be disclosed as part of additional information can not be made due to unfinished summary of reconciliation in this regards. However, the management of company do not foresee any reasons for material discrepancies nevertheless figures submitted in quarterly returns or statements were provisional and unaudited in nature and subject to reconciliation.

40 Ratio :

S. No.	Particular	Numerator (A)	Denominator (B)	March'22	March'21	% of variance	Reason for variance
1	Current Ratio	Current Assets	Current Liabilities	1.30	1.38	-5.70%	-
2	Debt-Equity Ratio	Total Debt	Net worth	0.93	1.07	-13.34%	-
3	Debt Service Coverage Ratio	Earnings available for debt service	Debt service	1.87	2.52	-25.96%	As the Repayment during the period of audit has been increased, accordingly the ratio has been decreased.
4	Return on Equity Ratio	Net Profits after taxes	Average Net worth	0.07	0.07	5.35%	-
5	Inventory turnover ratio	Sales	Closing Inventory	6.17	3.83	60.95%	due to Covid 19 Sales during the Financial Year 2020-2021 was not achieved by the Company, which has resulted in material variance in inventory turnover ratio.
6	Trade Receivables turnover ratio	Credit Sales	Closing Trade Receivables	7.83	11.60	-32.50%	due to Covid 19 Sales during the Financial Year 2020-2021 was not achieved by the Company, which has resulted in material variance in Trade Receivable turnover ratio.
7	Trade payables turnover ratio	Credit Purchases	Closing Trade Payable	4.85	4.75	2.16%	-
8	Net capital turnover ratio	Sales	Working capital	7.33	4.82	52.14%	due to Covid 19 Sales during the Financial Year 2020-2021 was not achieved by the Company, which has resulted in material variance in Net Capital turnover ratio.
9	Net profit ratio	Net profit	Sales	0.02	0.02	-20.00%	-
10	Return on Capital employed	Earning before interest and taxes	Capital Employed	0.12	0.11	10.14%	-
11	Return on investment	Income generated from invested funds	Invested funds balance at start of year	N.A.		-	-

41 The outbreak of Covid-19 pandemic caused significant disturbances and adverse impact on economic activity globally including India. There was significant impact in the first Quarter of the reporting year on account of demand destruction for the Company. However, the Company estimates to recover the carrying amount of all its assets including inventories, receivables and loans in the ordinary course of business based on information available on current economic conditions. The Company is continuously monitoring any material change in future economic conditions.

The accompanying notes are an integral part of these financial statements

For Dhamsaniya Rajdev & Associates

For and on behalf of Board of Directors

Chartered Accountants
(Firm Regn. No. - 144406W)

(Dhamsaniya Tushar Kumar)
Partner
Membership No.:- 222170
UDIN : 22222170AJMNUK3736
Place: Morbi
Date: 29.04.2022

Director
DIN: 06592019
Valamji Narabheram Patel

Director
DIN: 06592211
Amarshi Jivrajbhai Detroja