



J. S. MAHESHWARI & CO.

CHARTERED ACCOUNTANTS

205, SOLITIARE, OPP BOMBAY GARAGE, UNDER BRIDGE, SHAHIBAUG, AHMEDABAD-380004

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INDEPENDENT AUDITOR'S REPORT

To,
The Members
Stitched Textiles Private Limited
Ahmedabad

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of Stitched Textiles Private Limited ("the Company"), which comprise the Balance sheet as on March 31, 2021, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended March 31, 2021 and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its profit for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the 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 opinion

Key audit matters

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

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



~~Branch Address~~

610/B, 21st Century Business Centre, Man Darwaja, Ring Road, Surat - 395002
H. No. - 9, JAIN COLONY, INSIDE BANK COLONY, PAOTA, JODHPUR (RAJ.) - 342001
"ABHASEET" 34 - B, MAHAVEER UDHYOG NAGAR, PALI-MARWAR (RAJ.) - 306401

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

Information other than the financial statements and auditors' report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the above mentioned reports, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions as per the applicable laws and regulations.

Management's responsibility for the financial statements

The Company's Board of Directors are 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 of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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



Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other



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

Report on other legal and regulatory requirements

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 Companies Act, 2013, we give in the **Annexure "A"**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 A/c and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
- (e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017 and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanation given to us, no remuneration is being paid by the Company to its directors and therefore provisions of Section 197 of the Act is not applicable.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;



- The Company does not have any pending litigations which would impact its financial position;
- The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

For J S Maheshwari & Co.
Chartered Accountants


Dilip Maliwal
Partner

Membership No. 148387
UDIN: 21148387AAAADO7228

Place: Ahmedabad
Date: 27.10.2021

Annexure "A" to the Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory requirements' section of Our Report to The Members of Stitched Textiles Private Limited of even date)

1. In respect of the Company's fixed assets:

a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets as required by the Act.

b) The fixed assets of the Company were physically verified in full by the management during the year. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.

c) According to the information and explanations given to us, the records examined by us and based on the examination, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the Balance Sheet date. In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the financial statements, the lease agreements are in the name of the Company.

2. The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.

3. According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable

4. In our opinion and according to information and explanation given to us, the company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3 (iv) of the order is not applicable.

5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits and accordingly paragraph 3 (v) of the order is not applicable.

6. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.

7. In respect of statutory dues:

a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues as applicable have been generally regularly deposited during the year by the Company with the appropriate authorities.



According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2021 for a period of more than six months from the date they became payable

b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income-tax, goods and service tax, which have not been deposited on account of any dispute.

8. According to the information and explanations given to us, we are of the opinion that the Company has not defaulted in the repayment of dues to financial institutions and banks. The Company does not hold any debentures.

9. In our opinion and according to the information and explanations given to us, the Company has not applied for any term loan. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments).

10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.

11. In our opinion and according to the information and explanations given to us, the Company had not paid any managerial remuneration and hence paragraph 3(xi) of the Order is not applicable to the Company.

12. The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.

13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable. The details of such transactions have been disclosed in the financial statements as required by the applicable Accounting Standards.

14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company had made allotment through right issue and had complied requirement of Companies Act, 2013 and the amount raised has been used for the purpose for which the funds were raised.

15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.

16. According to the information and explanations given to us and based on our examination of the records of the company, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For J S Maheshwari & Co

Chartered Accountants

Dilip Maheshwari
Partner

Membership No. 148387

UDIN: 21148387AAAADO7228

Place: Ahmedabad

Date: 27.10.2021

Notes forming part of financial statements for the year ended on 31st March, 2021

Note 1: Significant Accounting Policies:

1. Basis of Accounting & Revenue Recognition:

The Accounts are prepared under the historical cost convention applying accrual method of accounting and as a going concern, complying with the applicable Accounting Standards and the generally accepted accounting principles prevailing in the country.

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from Operations include sale of goods. Interest income, if any is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

2. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known / materialized.

3. Fixed Assets:

Tangible assets are stated at cost, less accumulated depreciation and impairment, if any. Direct costs are capitalized until such assets are ready for use. Capital work in progress comprises the cost of fixed assets that are not yet ready for their intended use at the reporting date.

4. Depreciation:

Depreciation has been charged on cost of fixed assets, adopting the following methods / rates:

1. Depreciation is calculated using Straight Line Method (SLM) to allocate their cost, net of their residual values, over their estimated useful lives prescribed in Schedule II of the Companies Act, 2013.
2. If the cost of a part of the asset is significant to the total cost of the asset and useful life of that part is different from the useful life of the remaining asset, useful life of that significant part is determined separately for depreciation.
3. For other assets acquired / sold during the year pro-rata charge has been made from the date of first use or till the date of sale.

5. Impairment:

Impairment loss from fixed assets is assessed as at the close of each financial year and appropriate provision, if required, is considered in the accounts.

6. Segment Information:

The Company operates only in one reportable business segment namely trading in textile. Hence, there are no reportable segment under AS – 17. The conditions prevailing in India being uniform no separate geographical disclosures are considered necessary.



7. Borrowing Cost:

Interest and other costs in connection with the borrowing of the funds to the extent related/attributed to the acquisition/construction of qualifying fixed assets are capitalized as a part of the cost of such asset up-to the date when such assets are ready for its intended use and other borrowing costs are charged to statement of Profit & Loss.

8. Inventories:

Inventories are valued at the lower of the cost & estimated net realizable value. Cost of inventories is computed on a FIFO basis. Finished goods & work in progress include costs of conversion & other costs incurred in bringing the inventories to their present location & condition. Proceeds in respect of sale of raw materials/ stores are credited to the respective heads. Obsolete, defective & unserviceable stocks are duly provided for.

9. Sales:

- a) Sales of goods are recognized on dispatches from factory or go-down or on directly on a consignment basis to customers, excluding of Goods and Service Tax and are net of trade discount.
- b) Interest Income from financial assets is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably.

10. Retirement benefits:

Short-term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

- a) **Provident Fund:** The management is of the opinion that Provident Fund is not applicable to the Company as number of employees are less than that as required by law.
- b) **Gratuity:** The provision of gratuity is not made by the Company. However, if payment on account of gratuity arises due to happening of any incidents as provided under the applicable provisions of law, the same will be accounted for cash basis.

c) Pension:-

The management is also of the opinion that the payment under Pension Act is not applicable to the Company.

11. Provision for Current and Deferred Tax:

Income tax expense is accounted for in accordance with AS 22- "Accounting for Taxes on Income" prescribed under the Companies (Accounting Standard) Rules, 2006 which includes current tax and deferred taxes.

Current taxes reflect the impact of tax on income of the previous year as defined under the Income Tax Act, 1961 as per applicable rates.



Deferred taxes reflect the impact of Current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years if any. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available.

12. Amount Due to Micro, Small and Medium Enterprises:

- (i) Based on the information available with the Company in respect of MSME (as defined in the Micro, Small and Medium Enterprises Development Act, 2006) there are no delays in payment of dues to such enterprise during the year.
- (ii) The identification of Micro, Small and Medium Enterprises Suppliers as defined under "The Micro, Small and Medium Enterprises Development Act, 2006" is based on the information available with the management. As certified by the management, the amounts overdue as on March 31, 2021 to Micro, Small and Medium Enterprises on account of principal amount together with interest, aggregate to Rs. Nil.

13. Cash and Cash Equivalents :

Cash and Cash equivalents includes cash and cheque on hand, demand deposits with banks, fixed deposits and other long term and short term highly liquid investments with original maturities of three months or less.

14. Provisions, Contingent Liabilities and Contingent Assets:

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that is reasonably estimate, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligations or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

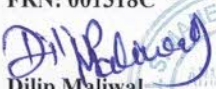

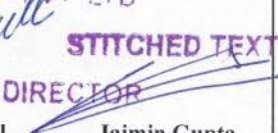
15. Earning Per Share:

Basic and diluted earnings per share are computed in accordance with Accounting Standard-20. Basic earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year, except where the results are anti-dilutive.

16. Investments:

Current investments, if any are carried at lower of cost & net realizable value. Long term (noncurrent) investments are stated at cost. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary.



STITCHED TEXTILES PRIVATE LIMITED (CIN : U17120GJ2015PTC084962) 1202, Addore Aspire, Nr. Jahanvee Road, University to Panjarapole Road, Ahmedabad 380015, Gujarat, India BALANCE SHEET AS AT 31ST MARCH, 2021 (Amount In Rs.)				
	Particulars	Notes	31.03.2021	31.03.2020
I	EQUITY AND LIABILITIES			
	1 Shareholders' funds			
	(a) Share capital	2	4,612,490	100,000
	(b) Reserves and surplus	3	16,783,775	160,790
			21,396,265	260,790
	2 Non - current Liabilities			
	(a) Other Long term liabilities	4	30,394,640	-
			30,394,640	-
	3 Current liabilities			
	(a) Short Term Borrowings	5	26,749,441	420,000
	(a) Trade payables	6	84,634,934	44,538,481
	(b) Short-term provisions	7	1,208,433	482,647
	(c) Other Current Liabilities	8	38,174,925	14,024,088
			150,767,733	59,465,216
	TOTAL		202,558,638	59,726,006
II.	ASSETS			
	1 Non-current assets			
	(a) Fixed Tangible Assets	9	889,470	540,127
	(b) Non-current Investment	10	4,550,000	50,000
	(c) Deferred Tax Assets	11	51,833	47,981
	(c) Long Term Loan & Advances	12	427,980	123,480
	(d) Other non-current assets		-	-
			5,919,283	761,588
	2 Current assets			
	(a) Inventories	20	37,937,589	21,049,931
	(b) Trade Receivable	13	40,049,611	15,315,078
	(c) Cash and cash equivalents	14	1,291,311	4,183,320
	(d) Short Term Loan & Advances	15	93,208,429	18,416,089
	(e) Other Current Assets	16	24,152,415	-
			196,639,355	58,964,418
	TOTAL		202,558,638	59,726,006
Significant Accounting policies and Notes to Accounts forming an integral part of the Balance Sheet		"1"		
As per our report of even date For M/s J S Maheshwari & Co Chartered Accountants FRN: 001318C  Dilip Maliwal Partner M.No. 148387 UDIN: 21148387AAAADO7228 Place: Ahmedabad Date: 27.10.2021		For and on behalf of Board of Directors Stitched Textiles Private Limited STITCHED TEXTILES PVT LTD  Tarachand Agrawal Director DIN: 00465635 Place: Ahmedabad Date: 27.10.2021		
		 Jaimin Gupta Director DIN: 06833388 Place: Ahmedabad Date: 27.10.2021		

STITCHED TEXTILES PRIVATE LIMITED

(CIN : U17120GJ2015PTC084962)

1202, Addore Aspire, Nr. Jahanvee Road, University to Panjarapole Road, Ahmedabad 380015, Gujarat, India

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2021

(Amount In Rs.)

	Particulars	Notes	31.03.2021	31.03.2020
I.	Revenue from operations	17	123,289,027	68,075,837
II.	Other Income	18	3,692,288	40,345
III.	Total Revenue (I + II)		126,981,315	68,116,182
IV.	Expenses:			
	Purchases of Stock-in-Trade	19	126,552,419	71,894,313
	Changes in inventories of Finished Goods	20	(16,887,658)	(11,890,621)
	Employee Benefit Expenses	21	3,680,575	3,703,261
	Finance Cost		209,458	132,191
	Depreciation & Amortisation		150,337	181,332
	Other Expenses	22	9,102,596	4,024,388
	Total expenses		122,807,727	68,044,864
V.	Profit before tax (III - IV)		4,173,588	71,318
VI.	Tax expense:			
	Current tax		1,088,985	35,990
	.Deferred Tax		(3,852)	(10,744)
	Previous year Tax		2,940	-
VII.	Profit (Loss) for the period (V - VI)		3,085,515	46,072
VIII.	Earnings per equity share:	23		
	(1) Basic / Diluted (Weighted Average Per Share)		56.25	4.61
	No. of Equity Outstanding at the year end		420,000	10,000
	Weighted Average No. of Equity Shares outstanding at the year end		54,850	10,000

Significant Accounting policies and

"1"

Notes to Accounts forming an integral part of the Balance Sheet

As per our report of even date

For M/s J S Maheshwari & Co
Chartered Accountants
FRN: 001318C

Dilip Maliwal
Proprietor

M.No. 148387

UDIN: 21148387AAAADO7228

Place: Ahmedabad

Date: 27.10.2021

For and on behalf of Board of Directors

Stitched Textiles Private Limited

STITCHED TEXTILES PVT LTD

STITCHED TEXTILES PVT LTD
DIRECTOR

Tarachand Agrawal
Director
DIN: 00465635

Jaimin Gupta
Director
DIN: 06833388

DIRECTOR

Place: Ahmedabad
Date: 27.10.2021

STITCHED TEXTILES PRIVATE LIMITED
(CIN : U15400GJ2011PLC064911)
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

(Amount In Rs.)

PARTICULARS	For the year ended	
	31.03.2021	31.03.2020
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Tax as per Profit & Loss A/c	4,173,588	71,318
Adjusted for :		
a. Depreciation	150,337	181,332
b. Interest Expenses & Finance Cost	209,458	132,191
c. Interest & Other Income	(1,364,526)	-
d. Other adjustment		6,457
Operating profit before working capital changes		
Adjusted for :		
a. Decrease /(Increase) in Inventories	(16,887,658)	(11,890,621)
b. Decrease / (Increase) in trade receivable	(24,734,533)	(6,958,445)
c. Decrease / (Increase) in Current Investments	-	-
d. Decrease / (Increase) in Other Current Assets	(24,152,415)	
e. Increase / (Decrease) in Trade Payables	40,096,453	24,228,821
f. Increase / (Decrease) in short term provisions	725,786	(6,667)
g. Increase / (Decrease) in other current liabilities	24,150,837	8,068,779
	-	
Cash generated from operations		
Net Income Tax (Paid)/Refund	(1,091,925)	(35,990)
Net Cash Generated/(Used) From Operating Activities (A)	1,275,402	13,797,175
B. CASH FLOW FROM INVESTING ACTIVITIES		
a. (Purchase) Sale of Fixed Assets	(499,680)	(83,708)
b. (Purchase) / Sale of non-current investment	(4,500,000)	(50,000)
c. (Increase) / Decrease in Long term loans and advances	(304,500)	136,520
d. (Increase) / Decrease in Short term loans and advances	(74,792,340)	(10,018,143)
e. Increase / (Decrease) in Long Term Provisions	-	-
f. Interest & Other Income	1,364,526	-
Net Cash Generated/(Used) From Investing Activities (B)	(78,731,994)	(10,015,331)
C. CASH FLOW FROM FINANCING ACTIVITIES		
a. Interest & Finance Cost	(209,458)	(132,191)
b. Proceeds from share issued	4,512,490	-
c. Proceeds from share Premium	13,537,470	-
d. (Repayments) / proceeds of long term borrowings	-	-
e. (Repayments) / proceeds of short term borrowings	26,329,441	-
f. (Repayments) / Other Long term liabilities	30,394,640	(1,320,692)
Net Cash Generated/(Used) From Financing Activities (C)	74,564,583	(1,452,883)
Net Increase / (Decrease) in cash and cash equivalents	(2,892,009)	2,328,961
Cash and cash equivalents at the beginning of the year	4,183,320	1,854,359
Cash and cash equivalents at the end of the year	1,291,311	4,183,320
Cash and cash equivalents at the end of the year		
Cash in hand	1,256,964	3,695,647
Balance with Bank		
In Current Account	34,347	487,673
Total	1,291,311	4,183,320

Notes:

1. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard -3 'Cash Flow Statement'. Previous year's figures have been regrouped / rearranged / recasted wherever necessary to make them comparable with those of current year

As per our report of even date
For M/s J S Maheshwari & Co
Chartered Accountants

Dilip Maliwal
Partner
M.No. 148387
UDIN: 21148387AAAADO7228
Place: Ahmedabad
Date: 27.10.2021

For and on behalf of Board of Directors
Stitched Textiles Private Limited

STITCHED TEXTILES PVT LTD

Tarachand Agfawal **Jaimin Gupta**
Director Director
DIN: 00465635 DIN: 06833388

Place: Ahmedabad
Date: 27.10.2021

NOTE 2

SHARE CAPITAL	31.03.2021	31.03.2020
Authorised Share Capital 12,50,000 (1,00,000) Equity Shares of Rs. 10/- each	12,500,000	1,000,000
Issued, Subscribed and Paid Up Share Capital 4,61,249 (10,000) Equity Shares of Rs. 10/- each	4,612,490	100,000
TOTAL	4,612,490	100,000

Details of Shareholders holding more than 5 % shares:-

Name of Shareholder	31.03.2021 % of Holding	31.03.2020 % of Holding
Jaimin Kailash Gupta		
No. of shares	274,750	1,000
% of total share holding	59.57%	10.00%
Tarachand Gangasahay Agrawal		
No. of shares	71,500	9,000
% of total share holding	15.50%	90.00%
Qmin Pharma Private Limited		
No. of shares	114,999	0.00%
% of total share holding	24.93%	0.00%

NOTE 3

RESERVE AND SURPLUS	31.03.2021	31.03.2020
Profit & Loss Account		
As per Last Year	160,790	108,261
Addition during the year	3,085,515	46,072
Adjustment	-	6,457
Closing Balance	3,246,305	160,790
Securities Premium A/c		
As per Last Year	-	-
Addition during the year	13,537,470	-
Closing Balance	13,537,470	-
	16,783,775	160,790

NOTE 4

Other Long Term Liabilities	31.03.2021	31.03.2020
Non-refundable Deposit	2,878,000	-
Refundable Deposit	27,516,640	-
	30,394,640	-

NOTE 5

SHORT TERM BORROWINGS	31.03.2021	31.03.2020
Unsecured Loans- Unsecured		
(a) Loans Repayable on Demand		
i) From Directors & Shareholders	-	-
ii) Inter Corporate Deposit	23,971,788	-
iii) Others	2,156,438	420,000
(b) Bank Overdraft	621,215	-
	26,749,441	420,000



[Handwritten Signature]



NOTE 6

TRADE PAYABLES	31.03.2021	31.03.2020
i] Due to Micro and Small Enterprises	-	-
ii] Other than due to Micro and Small Enterprises		
Outstanding for less than 1 year	71,481,563	44,538,481
Outstanding for more than 1 year	13,153,371	-
iii] Disputed dues- MSME	-	-
iv] Disputed dues- Others	-	-
	84,634,934	44,538,481

NOTE 7

SHORT TERM PROVISIONS	31.03.2021	31.03.2020
(a) Provision for employee benefits		
Salary & Reimbursements	-	67,160
Director Remuneration Payable	-	300,000
(b) Statutory Dues	119,448	19,497
(c) Others		
Provisions for Tax	1,088,985	35,990
Provisions for Audit Fee	-	60,000
	1,208,433	482,647

NOTE 8

OTHER CURRENT LIABILITY	31.03.2021	31.03.2020
Advance from Customer	38,014,925	7,252,538
Security Deposits	-	6,611,550
Other Payables	160,000	160,000
	38,174,925	14,024,088

NOTE 10

NON CURRENT INVESTMENT	31.03.2021	31.03.2020
Fixed Deposit	4,500,000	-
Other Investment	50,000	50,000
	4,550,000	50,000

NOTE 11

DEFERRED TAX ASSETS	31.03.2021	31.03.2020
Deferred Tax Liability on Account of Following:		
Depreciation	51,833	47,981
	51,833	47,981

NOTE 12

LONG TERM LOAN & ADVANCES	31.03.2021	31.03.2020
Deposits		
i) Inter corporate Loans/Deposit		
ii) Loans/ Advance to Directors/ KMP/ Related parties:		
Promoters	-	-
Directors	-	-
KMPs	-	-
Related Parties	-	-
iii) Security Deposits	427,980	123,480
	427,980	123,480



NOTE 13

TRADE RECEIVABLES	31.03.2021	31.03.2020
(i) Undisputed Trade Receivables Considered Good		
Less than 6 months	22,691,192	6,580,909
6 months to 1 year	6,112,807	8,734,169
Outstanding for more than 1 year	11,245,612	-
(ii) Undisputed Trade Receivables Considered Doubtful	-	-
(iii) Disputed Trade Receivables Considered Good	-	-
(iv) Disputed Trade Receivables Considered Doubtful	-	-
	40,049,611	15,315,078

NOTE 14

CASH AND CASH EQUIVALENTS	31.03.2021	31.03.2020
Balance with banks		
- In current accounts	34,347	487,673
- In Deposit accounts	-	-
Cash on Hand	1,256,964	3,695,647
	1,291,311	4,183,320

NOTE 15

SHORT TERM LOAN & ADVANCES	31.03.2021	31.03.2020
(Unsecured , Considered Good)		
i) Advance recoverable in cash or in kind	91,328,902	1,904,843
ii) Advance Tax	101,355	-
iii) Advance to supplier	-	15,919,559
iv) Balance with Statutory Authorities	1,778,171	581,853
v) Prepaid Expense	-	9,834
	93,208,429	18,416,089

NOTE 16

(Amount In Rs.)

OTHER CURRENT ASSETS	31.03.2021	31.03.2020
Advance paid to creditors	24,152,415	-
	24,152,415	-




NOTE 17

(Amount In Rs.)

REVENUE FROM OPERATIONS	31.03.2021	31.03.2020
Sale of Products - Traded Goods	123,289,027	68,075,837
	123,289,027	68,075,837

NOTE 18

OTHER INCOME	31.03.2021	31.03.2020
Interest Income	1,364,526	-
Cancellation charges	-	25,000
Excess provision w/off	-	15,345
Round Off	1,074	-
Scheme/Discount Income	2,326,688	-
	3,692,288	40,345

NOTE 19

PURCHASES OF STOCK-IN-TRADE	31.03.2021	31.03.2020
Purchases of Goods	126,552,419	71,894,313
	126,552,419	71,894,313

NOTE 20

CHANGES IN INVENTORIES OF FINISHED GOODS (TRADED)	31.03.2021	31.03.2020
<u>Inventories at the end of the year:</u>		
Finished goods	37,937,589	21,049,931
<u>Inventories at the beginning of the year:</u>		
Finished goods	21,049,931	9,159,310
Net increase /(decrease)	16,887,658	11,890,621

NOTE 21

EMPLOYEE BENEFIT EXPENSES	31.03.2021	31.03.2020
Salary & Bonus	3,057,245	3,206,388
Director Remuneration	600,000	300,000
Staff Welfare Exp.	-	196,873
Staff Incentive Exp.	23,330	-
	3,680,575	3,703,261



NOTE 22

OTHER EXPENSES	31.03.2021	31.03.2020
Advertisement Exp.	215,184	433,615
Barcode Expense	30,836	-
Branding Expense	154,242	147,926
Courier Exp.	49,392	53,210
Commission Exp.	823,009	37,496
Conveyance Exp.	27,957	573,752
Computer Exp.	26,793	-
Consultancy Fee	32,398	-
Donation	3,970	-
Electricity Exp.	27,830	390,478
Event Exp.	-	20,000
Fixed Franchise Expense	2,257,975	-
Frenking Exp.	-	25,400
Godown Exp.	155,000	-
GST Late Fee	-	10,350
Insurance Premium Exp.	13,489	41,559
Interest on Deposit	117,000	-
Interest on TDS	-	4,429
Internet Exp.	4,577	2,477
Kasar	-	625
Legal Expense	273,732	42,224
Office Exp.	243,761	338,460
Property Tax	41,409	43,250
Production Exp.	-	151,274
Professional Fees	15,000	-
Repairs & Maintainance	69,020	33,898
Rent Exp.	2,927,750	519,300
SMS elert charges	11,000	12,980
Showroom Exp.	380,440	74,050
Stationery & printing Exp.	147,489	300,025
Sampling Charges	-	113,560
Sales Promotion Exp.	-	193,800
Sundry Balance written off	211,120	-
Technical services Exp.	385,530	-
Tea & Refreshment Exp.	-	73,450
Telephone Exp.	37,112	17,567
Transportation Exp.	72,761	255,843
Travelling Exp.	346,820	-
Washing Charges	-	69,190
Water Charges	-	14,200
Audit Fees	-	30,000
	9,102,596	4,024,388



STITCHED TEXTILES PRIVATE LIMITED
Notes forming part of Balance Sheet as on 31st March, 2021

9. PROPERTY, PLANT AND EQUIPMENT

Name of Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As at 01/04/2020	Additions/ Transfer	Deduction/ Adjustment	As at 31/03/2021	Up to 01/04/2020	During the year	Deduction/ Adjustment	Up to 31/03/2021
TANGIBLE ASSETS								As at 31/03/2021
Air conditioner	69,400	-	-	69,400	19,689	12,870	-	32,559
Computer	44,451	-	-	44,451	30,495	8,815	-	39,310
Furniture & Fixtures	757,964	499,680	-	1,257,644	419,007	98,390	-	517,397
Plant and Machinery	225,000	-	-	225,000	142,948	14,851	-	157,799
Mobile	56,208	-	-	56,208	3,587	13,623	-	17,210
Printer	10,400	-	-	10,400	7,570	1,788	-	9,358
Total Tangible Assets	1,163,423	499,680	-	1,663,103	623,296	150,337	-	773,633
Previous year Ended 31/03/2020	1,079,715	83,708	-	1,163,423	441,964	181,332		623,296
								As at 01/04/2020
								49,711
								13,956
								338,957
								82,052
								52,621
								2,830
								889,470
								540,127
								637,751



Notes Forming Part of Balance Sheet & Profit and Loss Account

23. Earnings Per Share:-

Particulars	As at 31 st March, 2021	As at 31 st March, 2020
Net Profit as per Profit & Loss Account	Rs. 30,85,515/-	Rs. 46,072/-
Number of Shares Outstanding during the year	4,20,000	10,000
Weighted Average Number of Equity Shares Outstanding during the year	54,850	10,000
Basic/ Diluted Earnings Per Share	56.25	4.61

24. Deferred Taxation:

- a) In conformity with Accounting Standard No. 22 issued by The Institute of Chartered Accountants of India on "Accounting for Taxes on Income", the Company has provided for Net Deferred Tax Assets/(Liabilities) during the year amounting to Rs. 51,833/- as compared to previous year (Rs. 47,981/-).

25. In the opinion of the Board; Current Assets, Loans and Advances are approximately of the value stated if realized in the ordinary course of business. The provisions for depreciation and all known liabilities are adequate and not in excess of the amount considered reasonably necessary.

26. Related Party Disclosures:-

- a) Name of Related parties having transactions and nature of relationship with Key Management Personnel (KMP)

Sr. No.	Party Name	Relationship
1.	Jaimin Gupta	Director
2.	Bharti Gupta	Mother Of Director
3.	Krehsa Gupta	Sister Of Director
4.	Vaxtex Cotfab Ltd	Director is KMP Of The Company
5.	Vax Fashion Pvt Ltd	Common Director




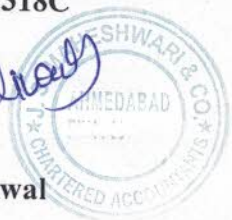
b) Transactions During The Year:-

(Amt in ₹)			
Particulars	KMP	Relative	Total
Purchase	Nil (Nil)	3,42,15,831 (3,07,00,181)	3,42,15,831 (3,07,00,181)
Sales	Nil (Nil)	4,78,24,133 (4,83,84,932)	4,78,24,133 (4,83,84,932)
Interest Paid	Nil (Nil)	Nil (Nil)	Nil (Nil)
Advance given			
Director Remuneration	6,00,000 (3,00,000)	Nil (Nil)	6,00,000 (3,00,000)
Outstanding Balance			
O/s Loan / Advance	Nil (Nil)	829,760 (Nil)	829,760 (Nil)
Creditors	3,48,017 (17,523)	112,000 (22,23,310)	460,017 (22,40,833)

27. All the balances i.e. Debit and Credit Balances in the Balance Sheet are subject to confirmation.

28. Previous year's figures have been regrouped / rearrange or reclassified, wherever necessary to conform to the current years grouping or reclassification.

As per our attached report of even date
For M/s J S Maheshwari & Co,
Chartered Accountants
FRN: 001318C

Dilip Maliwal
Partner
M. No. 148387

Place: Ahmedabad
Date: 27.10.2021
UDIN: 21148387AAAADO7228

For and on behalf of Board of Directors

STITCHED TEXTILES PVT LTD



Tarachand Agrawal
Director
DIN: 00465635

STITCHED TEXTILES PVT LTD
DIRECTOR



Jaimin Gupta
Director
DIN: 06833388

DIRECTOR

Place: Ahmedabad
Date: 27.10.2021