

**RASESH SHAH & ASSOCIATES**  
CHARTERED ACCOUNTANTS

O-1, SILVER PALM BUILDING,  
TIMALIYAWAD, NANPURA,  
SURAT-395001

**STATUTORY AUDIT REPORT**  
FOR THE YEAR ENDING ON 31.03.2022

NAME : VAHH CHEMICALS LIMITED.

ADDRESS : PLOT 2/5198 ETC, 5TH FLOOR, 5003, WORLD TRADE  
CENTRE, NEAR UDHNA DARWAJA, RING ROAD, SURAT,  
GUJARAT-395002

## INDEPENDENT AUDITOR'S REPORT

To the Members of ,

**VAHH CHEMICALS LIMITED,**

**Report on the Audit of Financial Statements**

### Opinion:

We have audited the accompanying financial statements of **VAHH Chemicals Limited** ("the Company"), which comprises of the Balance Sheet as at **31 March 2022**, the Statement of Profit and Loss and Statement of Cash Flows for the year ended on that date and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statement give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under Sec 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022 and its profit and cash flows for the year ended on that date.

### Basis for Opinion:

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibility for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provision of the Act and Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained are sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### 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 Annexure 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 financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we have obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Management's Responsibility for the Standalone Financial Statements:**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statement, 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 responsible for overseeing the Company's financial reporting process.





### **Auditor's Responsibility for the Audit of the Financial Statement:**

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 financial 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 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 the 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient and appropriate audit evidence regarding the Annual financial results of the company to express an opinion on the annual financial results.

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

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

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

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

#### **Report on Other Legal and Regulatory Requirements.**

1. As required by section 143(3) of the Act, based on our audit, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion proper books of accounts as required by law have been kept by the company so far as appears from our examination of those books;
  - c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow 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 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 A";
- g) The company has not paid managerial remuneration during the year, hence reporting under section 197 of the Act is not applicable thereto.
- 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) Rule 2014, as amended in our opinion and to the best of our information and according to the explanation given to us:
  - i. The Company does not have any pending litigation which would impact its Financial position;
  - ii. The company did not have any long-term contracts including derivative contracts for which they were any material foreseeable losses under the applicable law or accounting standards.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the company.
  - iv.
    - a. 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(s) or entity, including foreign entities ("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
    - b. 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(s) or entity, including foreign entities ("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 .
    - c. Based on such audit procedures that we 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.



iv. The Company has not declared any dividend during the year.


2. As required by the Companies (Auditor's Report) Order, 2020 ("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 B", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

Date: 13.09.2022

Place: Surat.



For RASESH SHAH & ASSOCIATES  
Chartered Accountants

  
Jaydeep J. Doshi  
(Partner)

M. No. : 043465

FRN : 0108671W

O-1, Silver Palm Building, Timaliyawad,  
Nanpura, Surat-395001 Gujarat

UDIN: 22043465BCWFOX7908



## **Annexure - A to the Independent Auditors' Report**

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Vahh Chemicals 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 **Vahh Chemicals Limited** ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

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

### **Auditors' Responsibility**

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

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

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





### **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 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, to the best of our information and according to the explanations given to us, 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 (ICAI).

DATE: 13.09.2022  
PLACE: SURAT



**FOR RASESH SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS**

  
JAYDEEP J. DOSHI  
(PARTNER)  
M. NO.: 043465  
FRN: 0108671W  
UDIN: 22043465BCWFOX7908  
O-1, SILVER PALM BUILDING, TIMALIYAWAD,  
NANPURA, SURAT-395001 GUJARAT.



**Annexure – B to the Independent Auditor's Report:**

The Annexure referred to in Independent Auditor's Report to the members of the Company on the financial statements of the Company for the year ended March 31, 2022, we report that:

- I. In respect of the company's Property, Plant and Equipment and Intangible Assets:
  - (a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right to use.  
(B) The company is maintaining proper records showing full particulars of intangible assets.
  - (b) All the Property, Plant and Equipment have been physically verified by the Management at a reasonable interval of time which is in our opinion reasonable having regards to size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - (c) According to information and explanation given to us and based on our examination of records of the company, there are no immovable properties held by the company and hence clause I (c) of the order is not applicable thereto.
  - (d) Based on the records examined by us and information and explanation given to us by the Company, the Company during the year has not revalued its Property, Plant and Equipment, hence the said clause i(d) of Paragraph 3 of the Order is not applicable thereto.
  - (e) According to information and explanation given to us and on the basis of our examination of records of the company, there are no proceedings initiated during the year or pending against the company for holding Benami property under the Benami Transactions (Prohibition) Act, 1988.
- II. (a) The inventory has been physically verified by the management during the year. On our opinion, the frequency of such verification is reasonable, and procedures and coverage as followed by the management were appropriate. No discrepancies were noticed on verification between the physical stock and books records that were 10% or more in the aggregate for each class of inventory.
- (b) The Company has not been sanctioned working capital limits in excess of Rs 5 Crore, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current asset and hence reporting under Clause 3(ii)(b) of the order is not applicable thereto.
- III. According to information and explanation given to us and on the basis of our examination of records, the company has not made investment, in the nature of loan or provided any guarantee or security or granted any loans or advances in the nature of loans secured or unsecured to





companies, firms, Limited Liability partnerships or any other parties during the year. Accordingly clause 3(iii)(a) to (f) of the Order is not applicable thereto

- IV. According to information and explanation given to us and on the basis of our examination of records of the company, the company has not given any loan, or provided any guarantee or security under sec 185 of the Act or made investment. Hence provisions of section 185 and 186 of Act are not applicable to it.
- V. According to the information and explanations given to us, the Company has not accepted any deposits from the public in terms of directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under and hence reporting under clause (v) of the order is not applicable.
- VI. According to the information and explanation given to us, the requirement for maintenance of cost records specified by Central Government under Section 148(1) of the Act, are not applicable to the Company for the year under consideration. Accordingly, Clause 3(vi) of the Order is not applicable.
- VII. According to the information and explanation given to us and on the basis of our examination of the records of the Company, the company is regular in depositing undisputed statutory dues including Income Tax, Goods and Service tax, Custom duty and any other material Statutory dues to the appropriate authorities.

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

- VIII According to information and explanation given to us and on the basis of examination of records, there are no transactions which are not recorded in books of accounts and have been disclosed as income during the year as tax assessment under I.T Act, 1961.
- IX (a) The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The company has not been declared wilful defaulter by any bank or financial institution or government or government authority.
- (c) According to information and explanation given to us and on overall examination of records of the company, funds raised on short term basis have, prima facie, not been applied for long term purposes by the company.
- (e) According to information and explanation given to us and on overall examination of records 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 subsidiary as defined under the Companies Act 2013. Accordingly clause





3(ix)(e) is not applicable thereto.

(f) The company has not raised any loans during the year on the pledge of securities held in its subsidiaries or associate companies. Hence, the requirements of reporting in clause (ix)(f) of the Order is not applicable thereto.

X (a) The Company has not raised any money during the year by way of initial public offer/ further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the order is not applicable thereto.

(b) The Company has not made any preferential allotment or private placement of shares/ fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable thereto.

XI a) Based on audit procedures performed by us and according to the information and explanations given to us, no material fraud by the Company or on the Company has been noticed or reported during the year.

(b) According to information and explanation given to us, No report u/s 143(2) of the Companies Act, 2013 has been filed with the Central Government in Form ADT-4.

(c) As represented to us by the Management, no whistle-blower complaints have been received by the company during the year.

XII The Company is not a Nidhi Company in terms of section 406 of the Companies Act, 2013. Accordingly, Clause (xii) of the order is not applicable.

XIII 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 sections 177 and 188 of The Companies Act, 2013 where applicable and details of such transactions have been disclosed in the standalone financial statements as required by the applicable Accounting Standards.

XIV As the turnover of the company is less than two hundred Crores or outstanding loan or borrowings from banks is less than one hundred Crores, the company is not required to appoint the internal auditor. Accordingly, reporting under Clause (xiv) is not applicable thereto.

XV 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 it. Accordingly, Clause (xv) of the Order is not applicable.

XVI The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under Clause (xvi) of the order is not applicable thereto.






- XVII The company has not incurred cash losses in current year as well as preceding financial year.
- XVIII There has been no resignation given by statutory auditors of the company, therefore reporting under clause 3(xviii) is not applicable thereto.
- XIX On the basis of the financial ratios, ageing and expected dates of realization 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, we are of the opinion that, nothing has come to our attention which causes us to believe that any material uncertainty that exists as on date of our audit report that the company is capable of meeting its liabilities existing at the date of the 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 towards 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 when they fall due.
- XX There is no unspent amount which is required to be transferred to a fund as per section 135 of the Companies Act. Therefore Clause 3(xx) is not applicable thereto.
- XXI Reporting under clause xxi of the order is not applicable at the standalone level of reporting.

DATE: 13.09.2022  
PLACE: SURAT

FOR RASESH SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS

  
JAYDEEP J. DOSHI  
(PARTNER)

M. NO. : 043465

FRN : 0108671W

UDIN: 22043465BCWFOX7908

O-1, SILVER PALM BUILDING,  
TIMALIYAWAD, NANPURA, SURAT-395001  
GUJARAT

**VAHH CHEMICALS LIMITED**  
**CIN : U24110GJ2019PLC111346**  
**BALANCE SHEET AS AT 31/03/2022**

IN ₹ LAKHS

PARTICULARS	NOTE NO.	AS AT 31/03/2022	AS AT 31/03/2021
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUNDS</b>			
SHARE CAPITAL	2.1	5.00	5.00
RESERVES AND SURPLUS	2.2	46.30	30.93
MONEY RECEIVED AGAINST SHARE WARRANTS		-	-
SHARE APPLICATION MONEY PENDING ALLOTMENT		51.30	35.93
<b>NON-CURRENT LIABILITIES</b>			
LONG-TERM BORROWINGS	2.3	81.14	29.50
DEFERRED TAX LIABILITIES (NET)	2.4	0.03	0.01
OTHER LONG TERM LIABILITIES		-	-
LONG-TERM PROVISIONS		-	-
<b>CURRENT LIABILITIES</b>			
SHORT-TERM BORROWINGS	2.5	38.46	-
TRADE PAYABLES	2.6		
TOTAL OUTSTANDING DUES OF MICRO ENTERPRISES AND SMALL ENTERPRISES		161.45	103.25
TOTAL OUTSTANDING DUES OF CREDITORS OTHER THAN MICRO ENTERPRISES AND SMALL ENTERPRISES		4.56	265.89
OTHER CURRENT LIABILITIES		-	-
SHORT-TERM PROVISIONS	2.7	10.68	42.04
		215.14	411.18
<b>TOTAL</b>		<b>347.61</b>	<b>476.62</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS			
PROPERTY, PLANT AND EQUIPMENT	2.8	0.30	0.58
INTANGIBLE ASSETS		-	-
CAPITAL WORK-IN-PROGRESS		-	-
INTANGIBLE ASSETS UNDER DEVELOPMENT		-	-
		0.30	0.58
NON-CURRENT INVESTMENTS		-	-
DEFERRED TAX ASSETS (NET)		-	-
LONG-TERM LOANS AND ADVANCES		-	-
OTHER NON-CURRENT ASSETS		-	-
		0.30	0.58
<b>CURRENT ASSETS</b>			
CURRENT INVESTMENTS		-	-
INVENTORIES	2.9	36.19	1.95
TRADE RECEIVABLES	3.0	286.30	462.71
CASH AND CASH EQUIVALENTS	3.1	22.80	10.92
SHORT-TERM LOANS AND ADVANCES	3.2	0.35	0.21
OTHER CURRENT ASSETS	3.3	1.67	0.26
		347.31	476.04
<b>TOTAL</b>		<b>347.61</b>	<b>476.62</b>

AS PER OUR REPORT OF EVEN DATE  
FOR RASESH SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN : 0108671W

JAYDEEP J. DOSHI  
(PARTNER)

M. NO. : 043465

UDIN: 22043465BCWFOX7908

PLACE : SURAT  
DATE : 13/09/2022



FOR VAHH CHEMICALS LIMITED

HIREN DESAI  
(DIRECTOR)

(DIN : 08622752)

HETAL DESAI  
(DIRECTOR)

(DIN : 08622843)



**NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022****NOTE NO. 2.1 SHARE CAPITAL**

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2022	AS AT 31/03/2021
<b>AUTHORISED</b>		
50000 (50000) EQUITY SHARES OF ₹ 10/- PAR VALUE	5.00	5.00
	5.00	5.00
<b>ISSUED</b>		
50000 (50000) EQUITY SHARES OF ₹ 10/- PAR VALUE	5.00	5.00
	5.00	5.00
<b>SUBSCRIBED</b>		
50000 (50000) EQUITY SHARES OF ₹ 10/- PAR VALUE	5.00	5.00
	5.00	5.00
<b>PAIDUP</b>		
50000 (50000) EQUITY SHARES OF ₹ 10/- PAR VALUE FULLY PAIDUP	5.00	5.00
	5.00	5.00

THE COMPANY HAS ONLY ONE CLASS OF SHARES REFERRED TO AS EQUITY SHARES HAVING A PAR VALUE OF RS 10. EACH SHAREHOLDER IS ENTITLED TO ONE VOTE PER SHARE HELD. THE DIVIDEND AS AND WHEN PROPOSED BY THE BOARD OF DIRECTORS IS SUBJECT TO THE APPROVAL OF THE SHAREHOLDERS AT THE ANNUAL GENERAL MEETING. IN THE EVENT OF LIQUIDATION, EQUITY SHAREHOLDERS ARE ELIGIBLE TO RECEIVE THE REMAINING ASSETS OF THE COMPANY AFTER DISTRIBUTION OF ALL PREFERENTIAL AMOUNTS, IN PROPORTION OF THEIR SHAREHOLDING.

**HOLDING MORE THAN 5%**

PARTICULARS	AS AT 31/03/2022		AS AT 31/03/2021	
	NUMBER OF SHARE	% HELD	NUMBER OF SHARE	% HELD
AAYUSH HIREN DESAI	6000	12.00	6000	12.00
HETAL HIRENBHAI DESAI	6500	13.00	6500	13.00
HIREN INDRAVADAN DESAI	37496	74.99	37496	74.99

**RECONCILIATION OF THE NUMBER OF SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE REPORTING PERIOD**

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2022		AS AT 31/03/2021	
	NUMBER OF SHARE	AMOUNT	NUMBER OF SHARE	AMOUNT
NUMBER OF SHARES AT THE BEGINNING	50000	5.00	50000	5.00
ADD : ISSUE	0	0.00	0	0.00
LESS : BOUGHT BACK	0	0.00	0	0.00
OTHERS	0	0.00	0	0.00
NUMBER OF SHARES AT THE END	50000	5.00	50000	5.00

**DETAILS OF SHARES FOR PRECEDING THREE YEARS**

PARTICULARS	31/03/2022	31/03/2021	31/03/2020
NUMBER OF EQUITY SHARES BOUGHT BACK	0	0	0
NUMBER OF PREFERENCE SHARES REDEEMED	0	0	0
NUMBER OF EQUITY SHARE ISSUE AS BONUS SHARE	0	0	0
NUMBER OF PREFERENCE SHARE ISSUE AS BONUS SHARE	0	0	0
NUMBER OF EQUITY SHARES ALLOTTED FOR CONTRACTS WITHOUT PAYMENT RECEIVED IN CASH	0	0	0
NUMBER OF PREFERENCE SHARES ALLOTTED FOR CONTRACTS WITHOUT PAYMENT RECEIVED IN CASH	0	0	0



# SHAREHOLDING OF PROMOTERS

## SHARES HELD BY PROMOTERS AS AT 31/03/2022

### EQUITYSHARES OF ₹ 10

SHARES HELD BY PROMOTER AT THE END OF YEAR				% CHANGE DURING THE YEAR
SN	PROMOTERS NAME	NO. OF SHARES	% OF TOTAL SHARES	
1	HIREN INDRAVADAN DESAI	37496	74.99	0
2	HETAL HIRENBHAI DESAI	6500	13	0
3	AAYUSH HIREN DESAI	6000	12	0
4	MANISH SARKARI	1	0	0
5	MUKESH BHAYANI	1	0	0
6	PRADIP CHAVAN	1	0	0
7	DEVENDRA KUMAR	1	0	0

## SHARES HELD BY PROMOTERS AS AT 31/03/2021

### EQUITYSHARES OF ₹ 10

SHARES HELD BY PROMOTER AT THE END OF YEAR				% CHANGE DURING THE YEAR
SN	PROMOTERS NAME	NO. OF SHARES	% OF TOTAL SHARES	
1	HIREN INDRAVADAN DESAI	37496	74.99	0
2	HETAL HIRENBHAI DESAI	6500	13	0
3	AAYUSH HIREN DESAI	6000	12	0
4	MANISH SARKARI	1	0	0
5	MUKESH BHAYANI	1	0	0
6	PRADIP CHAVAN	1	0	0
7	DEVENDRA KUMAR	1	0	0

## NOTE NO. 2.2 RESERVE AND SURPLUS

PARTICULARS	IN ₹ LAKHS	
	AS AT 31/03/2022	AS AT 31/03/2021
PROFIT AND LOSS OPENING	30.93	(0.09)
AMOUNT TRANSFERRED FROM STATEMENT OF P&L	15.36	31.02
	46.30	30.93
	46.30	30.93

## NOTE NO. 2.3 LONG TERM BORROWINGS

PARTICULARS	IN ₹ LAKHS	
	AS AT 31/03/2022	AS AT 31/03/2021
TERM LOAN		
BANKS		
SECURED		
RUPEE		
HDFC BANK-BL-124705107	18.64	0.00
OTHERS		
UNSECURED		
HETAL HIREN DESAI	34.00	29.50
HIREN I. DESAI	28.50	0.00
	81.14	29.50

THE TERM LOAN FORM HDFC BANK-BL-124705107 CARRIES 14.5% RATE OF INTEREST. THE LOAN IS REPAYABLE WITHINN 36 MONTHLY INSTALLMENT.

## NOTE NO. 2.4 DEFERRED TAXES

PARTICULARS	IN ₹ LAKHS	
	AS AT 31/03/2022	AS AT 31/03/2021
DEFERRED TAX LIABILITIES		
DEPRECIATION	0.03	0.01
	0.03	0.01





## NOTE NO. 2.5 SHORT TERM BORROWINGS

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2022	AS AT 31/03/2021
LOANS REPAYABLE ON DEMAND		
BANKS		
SECURED		
UCO BANK-CC-02660510001646	38.46	0.00
	38.46	0.00

## NOTE NO. 2.6 TRADE PAYABLES

AS AT 31/03/2022

IN ₹ LAKHS

PARTICULARS	OUTSTANDING FOR FOLLOWING PERIODS FROM DUE DATE OF PAYMENT					TOTAL
	LESS THAN 1 YEAR	1-2 YEARS	2-3 YEARS	MORE THAN 3 YEARS	NOT DUE	
(I) MSME	39.54	121.91	0.00	0.00	0.00	161.45
(II) OTHERS						
CREDITORS	166.17	0.00	0.00	0.00	0.00	166.17
(III) DISPUTED DUES - MSME	0.00	0.00	0.00	0.00	0.00	0.00
(IV) DISPUTED DUES - OTHERS	0.00	0.00	0.00	0.00	0.00	0.00

AS AT 31/03/2021

IN ₹ LAKHS

PARTICULARS	OUTSTANDING FOR FOLLOWING PERIODS FROM DUE DATE OF PAYMENT					TOTAL
	LESS THAN 1 YEAR	1-2 YEARS	2-3 YEARS	MORE THAN 3 YEARS	NOT DUE	
(I) MSME	103.25	0.00	0.00	0.00	0.00	103.25
(II) OTHERS						
CREDITORS	369.14	0.00	0.00	0.00	0.00	369.14
(III) DISPUTED DUES - MSME	0.00	0.00	0.00	0.00	0.00	0.00
(IV) DISPUTED DUES - OTHERS	0.00	0.00	0.00	0.00	0.00	0.00

## NOTE NO. 2.7 SHORT TERM PROVISIONS

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2022	AS AT 31/03/2021
EMPLOYEE BENEFITS		
PROVIDENT FUND SCHEME		
PROVIDENT FUND PAYABLE	0.13	0.14
TAX PROVISION		
CURRENT TAX		
PROVISION FOR TAX	6.51	11.84
OTHERS		
PROFESSIONAL TAX PAYABLE	0.01	0.02
TDS PAYABLE	0.67	0.33
CGST PAYABLE	1.54	14.71
SGST PAYABLE	1.54	14.71
AUDIT FEES PAYABLE	0.30	0.30
	10.68	42.04

## NOTE NO. 2.8 PROPERTY, PLANT AND EQUIPMENT

IN ₹ LAKHS

PARTICULARS	GROSS					DEPRECIATION					IMPAIRMENT					NET	
	OPENING AS AT 01/04/2021	ADDITION	DEDUCTION	REVALUATION	CLOSING AS AT 31/03/2022	OPENING AS AT 01/04/2021	DURING PERIOD	DEDUCTION	OTHER ADJ.	CLOSING AS AT 31/03/2022	OPENING AS AT 01/04/2021	DURING PERIOD	REVERSAL	CLOSING AS AT 31/03/2022	CLOSING AS AT 31/03/2022	CLOSING AS AT 31/03/2022	CLOSING AS AT 31/03/2022
EQUIPMENTS																	
COMPUTER EQUIPMENTS																	
COMPUTER	0.68				0.68	0.10	0.37			0.46						0.21	0.58
TOTAL	0.68				0.68	0.10	0.37			0.46						0.21	0.58
OTHER																	



EQUIPMENTS																
MIX NOTE COUNTING MACHINE		0.12			0.12		0.03			0.03					0.09	
TOTAL		0.12			0.12		0.03			0.03					0.09	
GRAND TOTAL	0.68	0.12	0.00	0.00	0.80	0.10	0.40	0.00	0.00	0.50	0.00	0.00	0.00	0.00	0.30	0.58
PREVIOUS	0.00	0.68	0.00	0.00	0.68	0.00	0.10	0.00	0.00	0.10	0.00	0.00	0.00	0.00	0.58	0.00

#### NOTE NO. 2.9 INVENTORIES

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2022	AS AT 31/03/2021
RAW MATERIAL		
RAW MATERIALS	36.11	1.84
PACKING MATERIAL	0.08	0.11
	<b>36.19</b>	<b>1.95</b>

#### NOTE NO. 3.0 TRADE RECEIVABLES

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2022	AS AT 31/03/2021
TRADE RECEIVABLE		
UNSECURED CONSIDERED GOOD		
WITHIN SIX MONTHS		
SUNDRY DEBTORS	220.28	462.71
EXCEEDING SIX MONTHS		
SUNDRY DEBTORS	66.02	0.00
	<b>286.30</b>	<b>462.71</b>

#### AGEING SCHEDULE AS AT 31/03/2022

PARTICULARS	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	NOT DUE	
(I) UNDISPUTED TRADE RECEIVABLES - CONSIDERED GOOD	220.17	49.66	16.36	0.00	0.00	0.00	286.19
(II) UNDISPUTED TRADE RECEIVABLES - CONSIDERED DOUBTFUL	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(III) DISPUTED TRADE RECEIVABLES CONSIDERED GOOD	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(IV) DISPUTED TRADE RECEIVABLES CONSIDERED DOUBTFUL	0.00	0.00	0.00	0.00	0.00	0.00	0.00

#### AGEING SCHEDULE AS AT 31/03/2021

PARTICULARS	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	NOT DUE	
(I) UNDISPUTED TRADE RECEIVABLES - CONSIDERED GOOD	462.71	0.00	0.00	0.00	0.00	0.00	462.71
(II) UNDISPUTED TRADE RECEIVABLES - CONSIDERED DOUBTFUL	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(III) DISPUTED TRADE	0.00	0.00	0.00	0.00	0.00	0.00	0.00





RECEIVABLES CONSIDERED GOOD							
(IV) DISPUTED TRADE RECEIVABLES CONSIDERED DOUBTFUL	0.00	0.00	0.00	0.00	0.00	0.00	0.00

**NOTE NO. 3.1 CASH AND CASH EQUIVALENTS**

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2022	AS AT 31/03/2021
CASH IN HAND	6.85	0.25
BALANCES WITH BANKS		
BALANCE WITH SCHEDULED BANKS		
CURRENT ACCOUNT		
HDFC BANK-CA-50200046567245	15.95	8.51
UCO BANK-CA-02660210004814	0.00	2.16
	<b>22.80</b>	<b>10.92</b>

**NOTE NO. 3.2 SHORT-TERM LOANS AND ADVANCES**

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2022	AS AT 31/03/2021
SECURITY DEPOSITS		
SECURED, CONSIDERED GOOD		
NSDL DEPOSIT	0.10	0.10
LOANS AND ADVANCES TO OTHERS		
SECURED, CONSIDERED GOOD		
TCS RECEIVABLE	0.13	0.02
TDS RECEIVABLE	0.12	0.00
PREPAID INSURANCE	0.00	0.09
	<b>0.35</b>	<b>0.21</b>

**NOTE NO. 3.3 OTHER CURRENT ASSETS**

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2022	AS AT 31/03/2021
LOAN PROCESSING-RECEIVABLE	1.50	0.00
PRE-OPERATION EXP	0.08	0.12
PRELIMINARY EXP	0.09	0.14
	<b>1.67</b>	<b>0.26</b>



**VAHH CHEMICALS LIMITED**  
**CIN : U24110GJ2019PLC111346**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31/03/2022**  
**IN ₹ LAKHS EXCEPT EARNING PER SHARE**

PARTICULARS	NOTE NO.	FOR THE YEAR ENDED 31/03/2022	FOR THE YEAR ENDED 31/03/2021
REVENUE FROM OPERATIONS	3.4	501.83	460.47
OTHER INCOME		-	-
<b>TOTAL INCOME</b>		<b>501.83</b>	<b>460.47</b>
<b>EXPENSES</b>			
COST OF MATERIALS CONSUMED	3.5	371.42	381.39
PURCHASES OF STOCK-IN-TRADE		-	-
CHANGES IN INVENTORIES OF FINISHED GOODS		-	-
WORK-IN-PROGRESS AND STOCK-IN-TRADE		-	-
EMPLOYEE BENEFITS EXPENSE	3.6	59.74	14.91
FINANCE COSTS	3.7	1.41	0.16
DEPRECIATION AND AMORTIZATION EXPENSE	3.8	0.40	0.10
OTHER EXPENSES	3.9	46.97	21.04
<b>TOTAL EXPENSES</b>		<b>479.94</b>	<b>417.60</b>
PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX		21.89	42.87
EXCEPTIONAL ITEMS		-	-
PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX		21.89	42.87
EXTRAORDINARY ITEMS		-	-
PROFIT BEFORE TAX		21.89	42.87
TAX EXPENSE:	4.0		
CURRENT TAX		6.51	11.84
DEFERRED TAX		0.02	0.01
PROFIT/(LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS		15.36	31.02
PROFIT/(LOSS) FROM DISCONTINUING OPERATIONS		-	-
TAX EXPENSE OF DISCONTINUING OPERATIONS		-	-
PROFIT/(LOSS) FROM DISCONTINUING OPERATIONS (AFTER TAX)		-	-
PROFIT/(LOSS) FOR THE PERIOD		15.36	31.02
EARNINGS PER EQUITY SHARE:	4.1		
BASIC		30.72	62.04
DILUTED		30.72	62.04

AS PER OUR REPORT OF EVEN DATE  
FOR RASESH SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN : 0108671W

JAYDEEP J. DOSHI  
(PARTNER)  
M. NO. : 043465

UDIN: 22043465BCWFOX7908

PLACE : SURAT  
DATE : 13/09/2022



FOR VAHH CHEMICALS LIMITED

HIREN DESAI  
(DIRECTOR)

(DIN : 08622752)

HETAL DESAI  
(DIRECTOR)

(DIN : 08622843)



**NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2022****NOTE NO. 3.4 REVENUE FROM OPERATIONS**

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2022	FOR THE YEAR ENDED 31/03/2021
SALE OF PRODUCTS		
TRADED GOODS	501.83	460.47
REVENUE FROM OPERATIONS	501.83	460.47

**NOTE NO. 3.5 COST OF MATERIALS CONSUMED**

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2022	FOR THE YEAR ENDED 31/03/2021
RAW MATERIAL		
OPENING	1.95	0.00
PURCHASE	405.67	383.34
CLOSING	36.19	1.95
	371.42	381.39
	371.42	381.39

**DETAILS OF RAW MATERIAL**

PARTICULARS	FOR THE YEAR ENDED 31/03/2022	FOR THE YEAR ENDED 31/03/2021
RAW MATERIALS	371.39	371.82
PACKING MATERIAL	0.03	9.58
	371.42	381.39

**NOTE NO. 3.6 EMPLOYEE BENEFITS EXPENSE**

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2022	FOR THE YEAR ENDED 31/03/2021
SALARY, WAGES & BONUS		
SALARIES & WAGES	58.05	14.63
CONTRIBUTION TO PROVIDENT FUND		
CONTRIBUTION TO PF & ESIC	1.69	0.29
	59.74	14.91

**NOTE NO. 3.7 FINANCE COSTS**

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2022	FOR THE YEAR ENDED 31/03/2021
INTEREST EXPENSES		
INTEREST EXPENSES		
INTEREST-BANK CC	0.01	0.00
INTEREST EXPS	0.00	0.00
INTEREST EXPS-BL	0.71	0.00
BANK CHARGES		
BANK CHARGES	0.27	0.01
DEMAT ACCOUNT OPENING CHARGES	0.00	0.15
FINANCE CHARGES		
OTHER FINANCE CHARGES	0.42	0.00
LOAN PROCESSING CHARGES		
	1.41	0.16

**NOTE NO. 3.8 DEPRECIATION AND AMORTISATION EXPENSE**

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2022	FOR THE YEAR ENDED 31/03/2021
DEPRECIATION & AMORTISATION		
DEPRECIATION TANGIBLE ASSETS	0.40	0.10
	0.40	0.10



## NOTE NO. 3.9 OTHER EXPENSES

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2022	FOR THE YEAR ENDED 31/03/2021
<b>MANUFACTURING SERVICE COSTS EXPENSES</b>		
<b>FRIEGHT AND FORWARDING CHARGES</b>		
OTHER TRANSPORTING EXPENSES	0.49	0.12
<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>		
<b>RENT RATES AND TAXES</b>		
RENT	2.25	1.95
PROFESSIONAL TAX	0.02	0.02
<b>AUDITORS REMUNERATION</b>		
AUDIT FEES	0.25	0.25
TAX CONSULTANCY FEES	0.19	0.05
<b>ELECTRICITY EXPENSES</b>		
ELECTRICITY EXPENSES	0.11	0.09
<b>INSURANCE EXPENSES</b>		
INSURANCE EXPENSES	0.09	0.02
<b>REGISTRATION AND FILING FEES</b>		
ROC EXPENSES	0.02	0.13
<b>OTHER ADMINISTRATIVE AND GENERAL EXPENSES</b>		
CONSULTING FEES	0.01	0.08
INTEREST ON TDS	0.14	0.01
GST LATE FEES	0.04	0.01
PROFESSIONAL FEES	0.39	0.28
ADMINISTRATION CHARGES	0.08	0.02
PENALTY ON TDS	0.01	0.00
TDS FILING FEES	0.02	0.00
TRAVELLING EXPNESE	0.12	0.00
GST AUDIT TAX	0.07	0.00
INTEREST ON GST	0.11	0.00
DISCOUNT	3.09	0.40
LAB EXPENSES	0.00	0.06
OFFICE EXPENSES	0.00	0.19
<b>SELLING DISTRIBUTION EXPENSES</b>		
<b>TRANSPORTATION DISTRIBUTION EXPENSES</b>		
TEMPO BHADA EXPNSES	6.02	2.71
<b>OTHER SELLING DISTRIBUTION EXPENSES</b>		
BROKERAGE EXPENSES	32.90	14.57
VATAV KASAR	0.37	0.00
<b>OTHER EXPENSES</b>		
PRELIMINARY EXPENSE	0.05	0.05
MISCELLENIOUS EXPENES	0.09	0.00
PRE-OPERATIVE EXPENSE	0.04	0.04
	<b>46.97</b>	<b>21.04</b>

## NOTE NO. 4.0 TAX EXPENSE

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2022	FOR THE YEAR ENDED 31/03/2021
<b>CURRENT TAX</b>		
PROVISION FOR TAX	6.51	11.84
<b>DEFERRED TAX</b>		
DEFERRED TAX LIABILITY	0.02	0.01
	<b>6.53</b>	<b>11.85</b>

## NOTE NO. 4.1 EARNINGS PER EQUITY SHARE

IN ₹

PARTICULARS	FOR THE YEAR ENDED 31/03/2022	FOR THE YEAR ENDED 31/03/2021
<b>EARNINGS PER EQUITY SHARE</b>		
<b>BASIC</b>		
BASIC EPS BEFORE EXTRA ORDINARY ITEM	30.72	62.04
<b>DILUTED</b>		
DILUTED EPS BEFORE EXTRA ORDINARY ITEM	30.72	62.04





**VAHH CHEMICALS LIMITED**  
**CIN : U24110GJ2019PLC111346**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31/03/2022**

IN ₹ LAKHS

PARTICULAR	31/03/2022	31/03/2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS	21.89	42.87
<b>ADJUSTMENT FOR</b>		
DEPRECIATION	0.40	0.10
FOREIGN EXCHANGE		
GAIN OR LOSS OF SALE OF FIXED ASSETS		
GAIN OR LOSS OF INVESTMENT		
FINANCE COST		
DIVIDEND INCOME		
OTHER ADJUSTMENT OF NON CASH ITEM		
OTHER ADJUSTMENT TO RECONCILE PROFIT		
<b>TOTAL ADJUSTMENT TO PROFIT/LOSS (A)</b>	<b>0.40</b>	<b>0.10</b>
<b>ADJUSTMENT FOR WORKING CAPITAL CHANGE</b>		
ADJUSTMENT FOR INCREASE/DECREASE IN INVENTORIES	-34.25	-1.95
ADJUSTMENT FOR INCREASE/DECREASE IN TRADE RECEIVABLES	176.41	-462.71
ADJUSTMENT FOR INCREASE/DECREASE IN OTHER CURRENT ASSETS	-1.55	-0.09
ADJUSTMENT FOR INCREASE/DECREASE IN TRADE PAYABLE	-203.13	369.14
ADJUSTMENT FOR INCREASE/DECREASE IN OTHER CURRENT LIABILITIES	38.46	-0.49
ADJUSTMENT FOR PROVISIONS	-31.36	42.03
<b>TOTAL ADJUSTMENT FOR WORKING CAPITAL (B)</b>	<b>-55.43</b>	<b>-54.06</b>
<b>TOTAL ADJUSTMENT TO RECONCILE PROFIT (A+B)</b>	<b>-55.03</b>	<b>-53.96</b>
<b>NET CASH FLOW FROM (USED IN ) OPERATION</b>	<b>-33.14</b>	<b>-11.09</b>
DIVIDEND RECEIVED		
INTEREST RECEIVED		
INTEREST PAID		
INCOME TAX PAID/ REFUND	-6.51	-11.84
<b>NET CASH FLOW FROM (USED IN ) OPERATION BEFORE EXTRA ORDINARY ITEMS</b>	<b>-39.64</b>	<b>-22.93</b>
PROCEEDS FROM EXTRA ORDINARY ITEMS		
PAYMENT FOR EXTRA ORDINARY ITEM		
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>-39.64</b>	<b>-22.93</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
PROCEEDS FROM FIXED ASSETS		
PROCEEDS FROM INVESTMENT OR EQUITY INSTRUMENTS		
PURCHASE OF FIXED ASSETS	0.12	0.68
PURCHASE OF INVESTMENTS OR EQUITY INSTRUMENTS		
INTEREST RECEIVED		
DIVIDEND RECEIVED		
CASH RECEIPT FROM SALE OF INTEREST IN JOINT VENTURE		
CASH PAYMENT TO ACQUIRE INTEREST IN JOINT VENTURE		
CASH FLOW FROM LOOSING CONTROL OF SUBSIDIARIES		
CASH PAYMENT FOR ACQUIRING CONTROL OF SUBSIDIARIES		
PROCEEDS FROM GOVT. GRANT		
OTHER INFLOW/OUTFLOW OF CASH		
<b>NET CASH FLOW FROM (USED IN ) IN INVESTING ACTIVITIES BEFORE EXTRA ORDINARY ITEMS</b>	<b>-0.12</b>	<b>-0.68</b>
PROCEEDS FROM EXTRA ORDINARY ITEMS		
PAYMENT FOR EXTRA ORDINARY ITEM		
<b>NET CASH FLOW FROM (USED IN ) IN INVESTING ACTIVITIES</b>	<b>-0.12</b>	<b>-0.68</b>
<b>CASH FLOWS FROM FINANCIAL ACTIVITIES</b>		
PROCEEDS FROM ISSUING SHARES		
PROCEEDS FROM ISSUING DEBENTURE /BONDS/NOTES		
REDEMPTION OF PREFERENCE SHARE		
REDEMPTION OF DEBENTURE		
PROCEEDS FROM OTHER EQUITY INSTRUMENTS		
PROCEEDS FROM BORROWING	51.64	29.50
REPAYMENT OF BORROWING		
DIVIDEND PAID		
INTEREST PAID		
INCOME TAX PAID/REFUND		
<b>NET CASH FLOW FROM (USED IN ) IN FINANCIAL ACTIVITIES BEFORE EXTRA ORDINARY ITEMS</b>	<b>51.64</b>	<b>29.50</b>





PROCEEDS FROM EXTRA ORDINARY ITEMS		
PAYMENT FOR EXTRA ORDINARY ITEM		
NET CASH FLOW FROM (USED IN ) IN FINANCIAL ACTIVITIES	51.64	29.50
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES	11.88	5.89
EFFECT OF EXCHANGE RATE CHANGE ON CASH AND CASH EQUIVALENTS		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	11.88	5.89
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	10.92	5.03
CASH AND CASH EQUIVALENTS AT END OF PERIOD	22.80	10.92

AS PER OUR REPORT OF EVEN DATE  
FOR RASESH SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN : 0108671W

FOR VAHH CHEMICALS LIMITED

JAYDEEP J. DOSHI  
(PARTNER)  
M. NO. : 043465

UDIN : 22043465BCWFOX7908

HIREN DESAI  
(DIRECTOR)

(DIN : 08622752)

HETAL DESAI  
(DIRECTOR)

(DIN : 08622843)

PLACE : SURAT  
DATE : 13/09/2022





**VAHH CHEMICALS LIMITED**

(PLOT 2/5198 ETC, 5TH FLOOR, 5003, WORLD TRADE CENTRE, NEAR UDHNA DARWAJA, RING ROAD, SURAT, GUJARAT-395002)

**Note No. 5: Significant Accounting Policies**

Significant accounting policies adopted in the preparation and the presentation of the accounts are stated as under. These accounting policies adopted by the company are as per standard accounting practices prescribed by the Institute of Chartered Accountants of India.

(1) **Basis of preparation Financials Statements:**

These financial statements have been prepared and presented in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. The accompanying financial statements have been prepared in accordance with accounting standards notified under Section 211(3C) [Companies (Accounting Standards) Rule, 2006, as amended] and other relevant provisions of the Companies Act, 2013.

(2) **Use of Estimates:**

The Financial Statements are prepared in conformity with accounting principles generally accepted in India. Management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities as at the date of Financial Statements and the amounts of revenue and expenses during the reported period. Actual results could differ from those estimates. Any revision to such estimates is recognized in the period the same is determined.

(3) **Revenue Reorganization:**

Revenue from sale of goods in the course of ordinary activities is recognized when property in the goods or all significant risks and rewards of their ownership are transferred to the customer and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of the goods and regarding the collection. Sales are stated exclusive of Goods and Service Tax, net of return and trade discounts.



(4) Inventory:

Inventory items are measured at cost or net realizable value whichever is lower.

(5) Taxation:

- (i) Income Tax Expense comprises of current tax
- (ii) Provision for Income Tax is made on the basis of estimated taxable income for the year at current rates

(6) The Company has only one reportable business segment which is manufacturing, trading and selling of chemicals and only one reportable geographical segment. Accordingly the segment information as required by Accounting Standard 17 on "Segment Reporting" is not required to be disclosed.

(7) General Information:

VAHH CHEMICALS LIMITED herein after referred to as "the Company" was incorporated in 11<sup>th</sup> December, 2019. The business of the company is of trading and selling, Subcontracting, Reconditioning, Altering, Improving, Assembling, Supplying etc. in all types of dyeing chemical used on dying mills and textile industries.

Preliminary and pre-operative expenses like expenditure incurred on, stamp duty, Roc Registration Fees etc. are amortized over period of 5 years.

(8) DEFERRED TAX:

Sr. No.	Particulars	As at 31st March, 2022 (Amt. in Rs Lakhs )
1	Deferred Tax Liability 01/04/2021	0.01
2	Add: Addition during the year	0.02
3	Closing Deferred Tax Liability	0.03

(9) Additional regulatory information required by Schedule III of Companies Act, 2013

- (i) The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.
- (ii) No proceedings have been initiated or are pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- (iii) The Company has no transactions with struck off companies during the year.





- (iv) The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies beyond the statutory period as the company has not taken any loan.
- (v) The Company has not entered into any scheme of arrangement in terms of sections 230 to 237 of the Companies Act, 2013, which has an accounting impact on current or previous financial year.
- (vi) The Company has not advanced or loaned funds to any persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - a. 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
  - b. Provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
- (vii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
  - a. 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
  - b. Provide any guarantee, security or the like on behalf of the ultimate beneficiaries
- (viii) There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- (ix) The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.



**NOTE NO. 6: Other Notes Forming Part of Accounts:**

- (1) Contingent liability in respect of bills discounted with bank is Rs. Nil.
- (2) Auditor's Remuneration:

Rs. In Lakhs

		Particulars	Cr. Year	Pre. Year
A	(i)	As Auditor:		
		Statutory Audit Fees	0.25	0.25
B		As advisor, or in any other capacity, in respect of:		
	(i)	Company Law Matters	-----	-----
	(ii)	Taxation Matters	0.07-	0.045

- (3) Value of Imports calculated on CIF basis:

Particulars	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021
Raw Material	Nil	Nil
Stores and spares	Nil	Nil
Capital Goods	Nil	Nil

Details of imported and indigenous Raw materials consumed during the financial year

Particulars	Percentage	Value
	2022	2022
Imported	Nil	Nil
Indigenously	Nil	Nil

- (4) Related Party Transactions:

As per accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

**List of Related Parties where control exists:**

No.	Name	Relation
1.	HIREN DESAI	Director
2.	HETAL DESAI	Director
3.	AAYUSH HIREN DESAI	Director





Entity under Common Control		Hiren Desai	Hetal Desai
1.	HSHS NEUTRACEUTICALS LTD	Director	Director
2.	VEDANT NEUTRACEUTICALS LTD	Director	Director
3.	VEDANT NUTRITION	Proprietor	-----
4.	VEDANT CHEMICALS	Proprietor	-----
5.	AAYUSH BIO ENERGY	-----	Proprietor
6.	HIREN DESAI HUF (HETAL DYE CHEM)	Director's HUF	-----
7.	M.I. CHEMICALS	Partner	Partner

**Transactions during the year with the related parties:**

Rs. In Lakhs

Sr. No.	Nature of transaction	Key management personnel	Relatives to Key management personnel	Others	Total
1.	Unsecured Loans-Accepted	33.00	-----	-----	33.00
	Repaid	-----	-----	-----	-----

**(5.5) Earnings Per Share (EPS):**

Rs. In Lakhs except earning per share

Sr. No.	Particulars	2021-22	2020-21
i.	Net Profit as per Profit & Loss Account (Numerator used for calculation)	15.36	31.02
ii.	Number of weighted average equity shares used as Denominator for calculating EPS	50000	50,000
iii.	Basic and Diluted Earnings per shares of Rs.10 each	30.72/-	62.04/-

**5.6 Disclosure of Ratios:**

Particulars	Current Year	Previous Year	Variance
Debt Equity Ratio (in times)	1.58	0.82	92.68%**
Current Ratio (in times)	1.61	1.16	39.44%*
Return on Equity Ratio (%)	29.95%	86.33%	-65.31%*



Debt Service Coverage Ratio (in times)	12.19	195.96	-93.78%*
Inventory Turnover Ratio (in times)	26.32	236.72	-88.88%*
Trade Receivable Turnover Ratio (in times)	1.34	1.00	34.65%*
Trade Payable Turnover Ratio (in times)	1.52	1.04	45.99%*
Net Capital Turnover Ratio (in times)*	5.09	13.20	-61.41%*
Net Profit Ratio (%)	3.06%	6.74%	-54.56%*
Return on Capital employed (%)	12.66%	47.64%	-73.43%*
Return On Investment (%)	-	-	-

\* Variation in coverage, turnover and other profitability ratios is primarily due to increase in turnover and Decrease in profitability during the year ended March 31, 2022.

\*\*Variation is primarily due to increase in Long term borrowings of the company.

Sr. No	Notes to Ratios	Formula
1	Debt Equity Ratio (in times)	$\frac{\text{Total Debt}}{\text{Shareholder's Equity}}$
2	Current Ratio (in times)	$\frac{\text{Current Assets}}{\text{Current liability}}$
3	Return on Equity Ratio (%)	$\frac{\text{Net profit after tax}}{\text{Average Equity shareholder's Fund}}$
4	Debt Service Coverage Ratio	$\frac{\text{Earnings available for debt service}^{(1)}}{\text{Debt Service}}$
5	Inventory Turnover Ratio (in times)	$\frac{\text{Revenue from Operations}}{\text{Average Inventory}}$
6	Trade Receivable Turnover Ratio (in times)	$\frac{\text{Revenue from Operations}}{\text{Average Trade Receivable}}$
7	Trade Payable Turnover Ratio (in times)	$\frac{\text{Purchases of Services and Other Expenses}}{\text{Average Trade Payables}}$
8	Net Capital Turnover Ratio (in times)	$\frac{\text{Revenue from Operations}}{\text{Working Capital}}$





9	Net Profit Ratio (%)	$\frac{\text{Net profit after tax}}{\text{Revenue from Operations}}$
10	Return on Capital employed (%)	$\frac{\text{Earnings before interest and tax}}{\text{Capital Employed}^{(2)}}$
11	Return on Investment	$\frac{\text{Income Generated from Investment}}{\text{Time weighted average investment}}$

(1) Net Profit after taxes + Non cash operating expenses + Interest + other adjustment like loss on sale of fixed assets etc.

(2) Tangible net worth + deferred tax liabilities + Lease Liabilities

