

**RASESH SHAH & ASSOCIATES**  
CHARTERED ACCOUNTANTS

4<sup>TH</sup> FLOOR TITANIUM BUSINESS HUB, KHAJOD  
ROAD, BHIMRAD, SURAT-395007 GUJARAT

**STATUTORY AUDIT REPORT**  
FOR THE YEAR ENDING ON 31.03.2023

**NAME** : VAHH CHEMICALS LIMITED.

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

# VAHH CHEMICALS LIMITED

## DIRECTORS' REPORT 2022-23

To,  
The Members  
VAHH CHEMICALS LIMITED

Your directors present their 4<sup>th</sup> Annual Report on the affairs of your company for the year ended 31/03/2023 along with audited statement of accounts, reports of the auditors and the directors thereon.

### **FINANCIAL RESULTS**

(₹in Lakhs)

Particulars	2022-23	2021-22
Gross Income	753.13	501.83
Total Expenditure	729.12	479.94
Profit/ (Loss) before tax	24.00	21.89
Provision for Tax Both Deferred and Current	6.23	6.53
Profit/ (Loss) after tax	17.77	15.36
Add: Balance Brought Forward	46.30	30.93
Carried to Balance Sheet	64.07	46.30

### **STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK**

During the year under review, your Company has posted higher gross income of ₹753.13 Lakhs as compared to gross income of ₹ 501.83 Lakhs in the corresponding previous year. As such, during the year under review, your company's has posted improved net profit of ₹ 17.77 Lakhs compared to net profit of ₹ 15.36 lakhs in the corresponding previous year.

### **CHANGE IN NATURE OF BUSINESS, IF ANY**

During the year under review, there has been no change in nature of business.

### **DIVIDEND**

In view of the requirement of the profits for strengthening the business, your directors do not recommend any dividends on the Equity Shares of the company for the year under review. The balance amount of profit is carried to Balance Sheet under the head of "Reserve and Surplus".

### **TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND**

Since there was no unpaid/unclaimed Dividend on the books or any Unpaid Dividend declared and paid last year, the provisions of Section 125 of the Companies Act, 2013 do not apply to your company.

### **TRANSFER TO RESERVES**

For the financial year ended 31<sup>st</sup> March, 2023, your company has not proposed to carry or transfer any amount to the General Reserve Account or any other reserve.

### **INFORMATION ABOUT SUBSIDIARY/ JV/ ASSOCIATE COMPANY**

During the year under review no other company/ies have either become or ceased to be its Subsidiary, Joint venture or Associate Company/ies

### **CHANGES IN SHARE CAPITAL**

During the year under review, there was no change in the capital structure of your company. Other requisite details are as under.

Buy Back of Securities	Sweat Equity	Bonus Shares	Employees	Stock
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<b>Securities</b>			<b>Option Plan</b>
Nil	Nil	Nil	Nil

### **NUMBER OF BOARD MEETINGS**

As required by clause (b) of sub-section (3) of Section 134 of the Companies Act, 2013, your directors report that during the Financial Year 2022-23, the Company held 6 meetings of the Board of Directors as per Section 173 of Companies Act, 2013. The provisions of Companies Act, 2013 were adhered to while considering the time gap between two meetings.

### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

There were no loans, guarantees or investments made by the company under section 186 of the Companies Act, 2013 during the year under review and hence furnishing the above information is not applicable

### **MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relates and on the date of this report.

### **DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

Since your company does not fall into mandatory criteria of implementing Corporate Social Responsibility (CSR) no details are required to be furnished.

### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

The Company has entered into related parties transactions as defined under Section 188 of the Companies Act, 2013 with related parties as covered under Section 2 (76) of the said Act. Hence details as required are given in Form AOC-2 as Annexure-A.

### **COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company

### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:**

As required by Section 134(3)(m) read with the Companies (Accounts) Rules, 2014, your directors report as under:

#### **(A) Conservation of Energy**

- (i) Steps taken / impact on conservation of energy, with special reference to the following: Nil
- (ii) Steps taken by the company for utilizing alternate sources of energy including waste generated: Nil
- (iii) Capital investment on energy conservation equipment: Nil

#### **(B) Technology absorption:**

1. Efforts in brief made towards technology absorption.
2. Benefits derived as a result of the above efforts, e.g., product improvement, cost reduction, product development, import substitution, etc.
3. In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year), following information may be furnished:
  - (a) Details of technology imported.

No Foreign technology involved

(b) Year of import.

(c) Whether the technology been fully absorbed

(d) If not fully absorbed, areas where absorption has not taken place, and the reasons therefore.

4. Expenditure incurred on Research and Development: Rs Nil

**(C) Foreign exchange earnings and Outgo**

	Current year	Previous Year
Earnings	Nil	Nil
Outgo	Nil	Nil

**DEPOSITS**

The Company has neither accepted nor renewed any deposits during the year under review.

**DIRECTORS**

There was no director who was appointed/ceased during the year under review. Pursuant to the Rule 8 of the Companies (Appointment and Remuneration of Managerial personnel) 2014, Your Company is not mandatorily required to appoint any whole time Key Management Personnel (KMP). However, Mrs. Hetal Desai was appointed as Managing Director of the company with effect from 01/01/2023 for a term of five years. Pursuant to provisions of Section 152 of the Companies Act, 2013, Mr. Hiren Desai retires by rotation and being eligible, offers himself for reappointment.

**STATUTORY AUDITORS**

The Auditors, M/s Rasesh Shah & Associates, Chartered Accountants were appointed at the Annual General Meeting of year 2020 for a period of next five years from that AGM, covering Financial Years 2020-21 to 2024-25.

There are no qualifications or adverse remarks in the Auditors' Report which require any clarification/ explanation. The Notes on financial statements are self-explanatory, and needs no further explanation.

Your directors report that your company does not have any details in respect of frauds reported by auditors under sub-section (12) of section 143 other than those which are reportable to the Central Government, as required under Section 134(3)(ca) of the Companies Act, 2013.

Your company has installed adequate internal financial controls with reference to the Financial Statements as reported by Auditors for the year ended 31<sup>st</sup> March, 2023.

**EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORTS**

There are no explanations /comments made by the auditors requiring any reply relating to such qualifications, reservations or adverse remarks made in their report.

**DIRECTORS RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 134(5) of the companies Act, 2013, your directors confirm that:

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;

- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors have prepared the annual accounts on a going concern basis;
- e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **RISK MANAGEMENT**

Your company is considering study of risks threatening its existence and proper policy to counter the same would be evolved and implemented in due course of time.

#### **INTERNAL COMPLAINTS COMMITTEE UNDER SEXUAL HARASSMENT OF WOMEN AT WORK-PLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013**

Your company is not required to constitute Internal Complaints Committee. No complaint was made under the said law during the year under review, hence your company has no particulars to offer.

#### **DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS**

No significant or material order has been passed against the company by any regulators, courts, tribunals impacting the going concern status and Company's operations in future.

#### **WHETHER MAINTENANCE OF COST RECORDS AS SPECIFIED BY THE CENTRAL GOVERNMENT UNDER SUB-SECTION (1) OF SECTION 148 OF THE COMPANIES ACT, 2013, IS REQUIRED BY THE COMPANY.**

The Maintenance of Cost Records is not applicable to the company for the year under consideration.

#### **DISCLOSURES UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016)**

No application is made or any proceedings is pending against the company under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year under review hence the company has no details to offer.

#### **OTHER DISCLOSURES**

Your directors declare that the company has complied with applicable mandatory secretarial standards.

#### **ACKNOWLEDGMENT**

Your directors wish to place on record their sincere appreciation to all concerned.

For and on Behalf of the Board

*Hiren Desai* *H.H. Desai*

Hiren Desai Hetal Desai

Director

Director

DIN:08622752 DIN:08622843

Date: 05/09/2023

Place: Surat

**Annexure "A"**

**Form AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms' length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

(a)	Name(s) of the related party and nature of relationship	Nil
(b)	Nature of contracts/arrangements/transactions	Nil
(c)	Duration of the contracts / arrangements/transactions	Nil
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	Nil
(e)	Justification for entering into such contracts or arrangements or transactions	Nil
(f)	date(s) of approval by the Board	Nil
(g)	Amount paid as advances, if any:	Nil
(h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	Nil

2. Details of material contracts or arrangement or transactions at arm's length basis (Amount in lakhs)

Sl. No.	Particulars	Details
(a)	Name(s) of the related party & nature of relationship	1) MI Chemicals, director Mr Hiren Desai is of the partners in the firm 2) Hetal Dye Chem, director Hiren I Desai karta of Hiren I Desai HUF is proprietor of the firm
(b)	Nature of contracts/ arrangements/transactions	Purchase of traded goods
(c)	Duration of the contracts / arrangements/transactions	NA
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	1) Rs. 10.00 2) Rs. 24.68
(e)	Date(s) of approval by the Board, if any:	NA Since the contract was entered into in the ordinary course of business and on arm's length basis.
(f)	Amount paid as advances, if any:	Nil

For and on behalf of the Board

*Hiren J. Desai*      *Hetal Desai*

Hiren Desai      Hetal Desai  
Director      Director

DIN: 08622752      DIN:08622843

Date: 05/09/2023

Place: Surat

## 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 2023, 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.

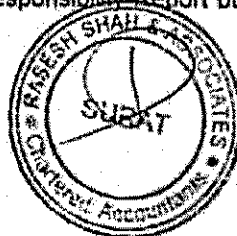
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statement give the information required by the Companies Act,2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed 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, 2023 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.

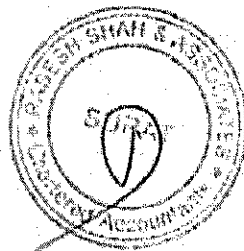
If, based on the work we have performed on the other information that we have obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

**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.

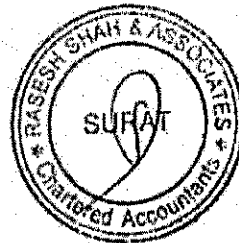


### **Auditor's Responsibility for the Audit of the Financial Statement:**

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.

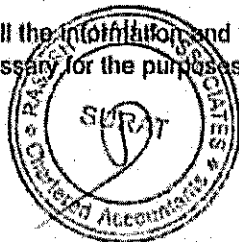
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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.

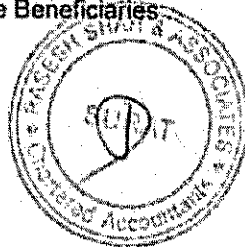
From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or 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 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.
2. As required by section 143(3) of the Act, based on our audit, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

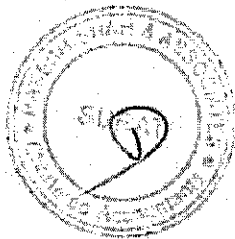


- b) In our opinion proper books of accounts as required by law have been kept by the company so far as appears from our examination of those books;
- c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
- 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, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of section 164(2) of the Act.
- f) 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.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

DATE: 05/09/2023  
PLACE: SURAT.



FOR RASESH SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS

  
JAYDEEP J. DOSHI  
(PARTNER)

M. NO. : 043465

FRN : 0108671W

UDIN: 23043465 B01TPOR7076.

**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 (f) 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, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

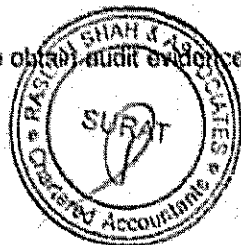
**Management's Responsibility for Internal Financial Controls**

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**

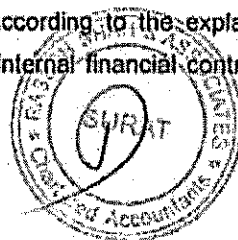
A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's 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**

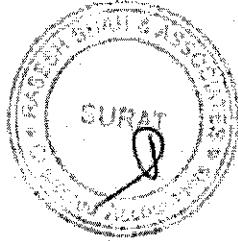
In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial



reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023 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).

FOR RASESH SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS

DATE: 05/09/2023  
PLACE: SURAT

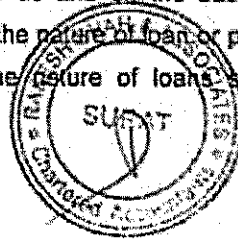


JAYDEEP J. DOSHI  
(PARTNER)  
M. NO.: 043465  
FRN: 0108671W  
UDIN: 23043465B01TPOR 7076

**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, 2023, 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 does not have any intangible asset and therefore said sub clause is not applicable thereto.
  - (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

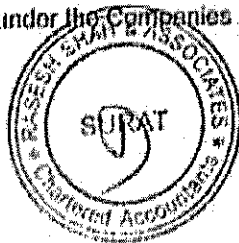


companies, firms, Limited Liability partnerships or any other parties during the year. Accordingly clause 3(III)(a) to (f) of the Order is not applicable thereto

- 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, 2023 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.

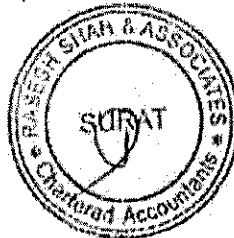
XII The Company is not a Nidhi Company in terms of section 406 of the Companies Act, 2013. Accordingly, Clause (xii) of the order is not applicable.

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, going 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.

FOR RAJESH SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS

JAYDEEP J. DOSHI  
(PARTNER)  
M. NO. : 043465  
FRN : 0108671W  
UDIN: 23043465 BUITP 0R7076

DATE: 05/09/2023  
PLACE: SURAT



**VAHH CHEMICALS LIMITED**  
CIN : U24110GJ2019PLC111346  
BALANCE SHEET AS AT 31/03/2023

IN ₹ LAKHS

PARTICULARS	NOTE NO.	AS AT 31/03/2023	AS AT 31/03/2022
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUNDS</b>			
SHARE CAPITAL	2.1	5.00	5.00
RESERVES AND SURPLUS	2.2	64.06	46.30
MONEY RECEIVED AGAINST SHARE WARRANTS		-	-
SHARE APPLICATION MONEY PENDING ALLOTMENT		69.06	51.30
<b>NON-CURRENT LIABILITIES</b>			
LONG-TERM BORROWINGS	2.3	124.25	81.14
DEFERRED TAX LIABILITIES (NET)	2.4	-	0.03
OTHER LONG TERM LIABILITIES		-	-
LONG-TERM PROVISIONS		-	-
<b>CURRENT LIABILITIES</b>			
SHORT-TERM BORROWINGS	2.5	124.25	81.18
TRADE PAYABLES	2.6	152.54	38.46
TOTAL OUTSTANDING DUES OF MICRO ENTERPRISES AND SMALL ENTERPRISES		155.79	161.45
TOTAL OUTSTANDING DUES OF CREDITORS OTHER THAN MICRO ENTERPRISES AND SMALL ENTERPRISES		-	4.55
OTHER CURRENT LIABILITIES		-	-
SHORT-TERM PROVISIONS	2.7	10.51	10.68
		318.84	215.14
<b>TOTAL</b>		<b>512.15</b>	<b>347.61</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
<b>PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS</b>			
PROPERTY, PLANT AND EQUIPMENT	2.8	3.48	0.30
INTANGIBLE ASSETS		-	-
CAPITAL WORK-IN-PROGRESS		-	-
INTANGIBLE ASSETS UNDER DEVELOPMENT		-	-
		3.48	0.30
<b>NON-CURRENT INVESTMENTS</b>			
DEFERRED TAX ASSETS (NET)	2.9	0.16	-
LONG-TERM LOANS AND ADVANCES		-	-
OTHER NON-CURRENT ASSETS		-	-
		3.64	0.30
<b>CURRENT ASSETS</b>			
<b>CURRENT INVESTMENTS</b>			
INVENTORIES	3.0	59.15	36.19
TRADE RECEIVABLES	3.1	432.50	286.30
CASH AND CASH EQUIVALENTS	3.2	14.16	22.80
SHORT-TERM LOANS AND ADVANCES	3.3	0.52	0.35
OTHER CURRENT ASSETS	3.4	2.19	1.67
		508.51	347.31
<b>TOTAL</b>		<b>512.15</b>	<b>347.61</b>

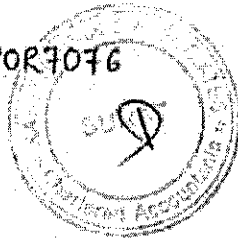
DISCLOSURE OF SIGNIFICANT ACCOUNTING POLICIES 5  
NOTES FROMING PARTS OF ACCOUNTS 6

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

UDIN : 29043465B0ITPOR7076

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

PLACE: SURAT  
DATE: 05/09/2023



FOR VAHH CHEMICALS LIMITED

Hiren 2. Desai H.H. Desai  
HIREN DESAI (DIRECTOR) HETAL DESAI (DIRECTOR)  
(DIN : 08622752) (DIN : 08622843)

**NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2023**

**NOTE NO. 2.1 SHARE CAPITAL**

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2023		AS AT 31/03/2022	
	NUMBER OF SHARE	% HELD	NUMBER OF SHARE	% HELD
<b>AUTHORISED</b> 50000 (50000) EQUITY SHARES OF ₹ 10/- PAR VALUE	5.00		5.00	
<b>ISSUED</b> 50000 (50000) EQUITY SHARES OF ₹ 10/- PAR VALUE	5.00		5.00	
<b>SUBSCRIBED</b> 50000 (50000) EQUITY SHARES OF ₹ 10/- PAR VALUE	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 31/03/2023		AS AT 31/03/2022	
	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

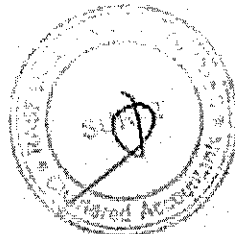
**RECONCILIATION OF THE NUMBER OF EQUITY SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE REPORTING PERIOD**

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2023		AS AT 31/03/2022	
	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	31/03/2023	31/03/2022	31/03/2021	31/03/2020
NUMBER OF EQUITY SHARES BOUGHT BACK	0	0	0	0
NUMBER OF PREFERENCE SHARES REDEEMED	0	0	0	0
NUMBER OF EQUITY SHARE ISSUE AS BONUS SHARE	0	0	0	0
NUMBER OF PREFERENCE SHARE ISSUE AS BONUS SHARE	0	0	0	0
NUMBER OF EQUITY SHARES ALLOTTED FOR CONTRACTS WITHOUT PAYMENT RECEIVED IN CASH	0	0	0	0
NUMBER OF PREFERENCE SHARES ALLOTTED FOR CONTRACTS WITHOUT PAYMENT RECEIVED IN CASH	0	0	0	0



**SHAREHOLDING OF PROMOTERS**

**SHARES HELD BY PROMOTERS AS AT 31/03/2023**

**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 31/03/2022**

**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

**NOTE NO. 2.2 RESERVE AND SURPLUS**

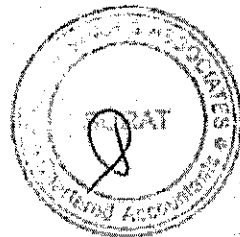
IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2023	AS AT 31/03/2022
PROFIT AND LOSS OPENING	46.30	30.93
AMOUNT TRANSFERRED FROM STATEMENT OF P&L	17.77	15.36
	64.06	46.30
	64.06	46.30

**NOTE NO. 2.3 LONG TERM BORROWINGS**

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2023	AS AT 31/03/2022
<b>TERM LOAN</b>		
<b>BANKS</b>		
<b>SECURED</b>		
<b>RUPEE</b>		
HDFC BANK-BL-124705107	0.00	18.64
<b>OTHERS</b>		
<b>UNSECURED</b>		
HIREN I.DESAI	10.00	28.50
HSHS NUTRACEUTICALS LTD-LOAN	103.25	0.00
VEDANT NUTRACEUTICALS LTD-LOAN	11.00	0.00
HETAL HIREN DESAI	0.00	34.00
	124.25	81.14



## NOTE NO. 2.4 DEFERRED TAXES

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2023	AS AT 31/03/2022
DEFERRED TAX ASSETS		
UNABSORBED DEPRECIATION	0.16	0.00
	0.16	0.00
DEFERRED TAX LIABILITIES		
DEPRECIATION	0.00	0.03
	0.00	0.03

## NOTE NO. 2.5 SHORT TERM BORROWINGS

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2023	AS AT 31/03/2022
LOANS REPAYABLE ON DEMAND		
BANKS		
SECURED		
UCO BANK-CC-02660510001646	2.50	38.46
UNION BANK CC	150.04	0.00
	152.54	38.46

## NOTE NO. 2.6 TRADE PAYABLES

AS AT 31/03/2023

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	155.79	0.00	0.00	0.00	0.00	155.79
(II) OTHERS	0.00	0.00	0.00	0.00	0.00	0.00
(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 31/03/2022

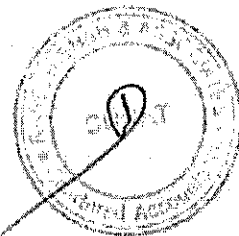
IN ₹ LAKHS

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

## NOTE NO. 2.7 SHORT TERM PROVISIONS

IN ₹ LAKHS

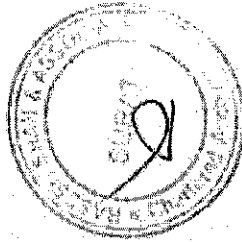
PARTICULARS	AS AT 31/03/2023	AS AT 31/03/2022
EMPLOYEE BENEFITS		
PROVIDENT FUND SCHEME		
PROVIDENT FUND PAYABLE	0.11	0.13
TAX PROVISION		
CURRENT TAX		
PROVISION FOR TAX	6.43	6.51
OTHERS		
PROFESSIONAL TAX PAYABLE	0.15	0.01
TDS PAYABLE	1.10	0.67
CGST PAYABLE	1.04	1.54
SGST PAYABLE	1.04	1.54
AUDIT FEES PAYABLE	0.65	0.30
	10.51	10.68



NOTE NO. 2.8 PROPERTY, PLANT AND EQUIPMENT

IN ₹ LAKHS

PARTICULARS	GROSS			DEPRECIATION			IMPAIRMENT			NET					
	OPENING AS AT 01/04/2022	ADDITION	DEDUCTION	REVALUATION	CLOSING AS AT 31/03/2023	OPENING AS AT 01/04/2022	DURING PERIOD	OTHER ADJ.	CLOSING AS AT 31/03/2023	OPENING AS AT 01/04/2022	DURING PERIOD	REVERSAL	CLOSING AS AT 31/03/2023	OPENING AS AT 31/03/2022	CLOSING AS AT 31/03/2022
EQUIPMENTS															
OFFICE EQUIPMENTS															
AIR CONDITION		0.35			0.35	0.03			0.03					0.33	
PROJECTOR		1.59			1.59	0.64			0.64					0.95	
TOTAL		1.94			1.94	0.67			0.67					1.28	
COMPUTER EQUIPMENTS															
COMPUTER	0.58				0.68	0.13			0.46	0.46	0.13			0.08	0.21
TOTAL	0.68				0.68	0.13			0.46	0.46	0.13			0.08	0.21
OTHER EQUIPMENTS															
MIX NOTE COUNTING MACHINE	0.12				0.12	0.04			0.03	0.03	0.04			0.05	0.09
MOSILE		2.34			2.34	0.27								2.07	
TOTAL	0.12	2.34			2.46	0.31			0.03	0.03	0.31			2.12	0.09
GRAND TOTAL	0.80	4.29	0.00	0.00	5.09	1.11	0.00	0.00	0.50	0.50	1.61	0.00	0.00	3.48	0.30
PREVIOUS	0.68	0.12	0.00	0.00	0.80	0.40	0.00	0.00	0.10	0.10	0.40	0.00	0.00	0.30	0.58



## NOTE NO. 3.0 INVENTORIES

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2023	AS AT 31/03/2022
RAW MATERIAL		
RAW MATERIALS	58.99	36.11
PACKING MATERIAL	0.16	0.08
	59.15	36.19

## NOTE NO. 3.1 TRADE RECEIVABLES

IN ₹ LAKHS

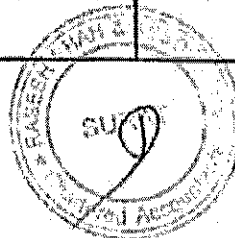
PARTICULARS	AS AT 31/03/2023	AS AT 31/03/2022
TRADE RECEIVABLE		
UNSECURED CONSIDERED GOOD		
WITHIN SIX MONTHS		
SUNDRY DEBTORS	388.53	220.28
EXCEEDING SIX MONTHS		
SUNDRY DEBTORS	43.96	66.02
	432.50	286.30

## AGEING SCHEDULE AS AT 31/03/2023

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	388.53	35.67	3.64	4.65	0.00	0.00	432.50
(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 31/03/2022

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



**NOTE NO. 3.2 CASH AND CASH EQUIVALENTS**

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2023	AS AT 31/03/2022
CASH IN HAND	8.62	6.85
<b>BALANCES WITH BANKS</b>		
<b>BALANCE WITH SCHEDULED BANKS</b>		
CURRENT ACCOUNT		
HDFC BANK-CA-50200046567245	5.43	15.95
DEPOSIT ACCOUNT		
HDFC BANK-BL-124705107	0.11	0.00
	<b>14.16</b>	<b>22.80</b>

**NOTE NO. 3.3 SHORT-TERM LOANS AND ADVANCES**

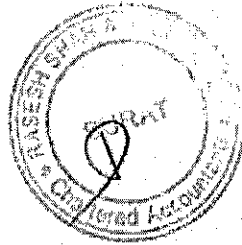
IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2023	AS AT 31/03/2022
<b>SECURITY DEPOSITS</b>		
SECURED, CONSIDERED GOOD		
NSDL DEPOSIT	0.10	0.10
<b>LOANS AND ADVANCES TO OTHERS</b>		
SECURED, CONSIDERED GOOD		
TDS RECEIVABLE	0.42	0.12
TCS RECEIVABLE	0.00	0.13
	<b>0.52</b>	<b>0.35</b>

**NOTE NO. 3.4 OTHER CURRENT ASSETS**

IN ₹ LAKHS

PARTICULARS	AS AT 31/03/2023	AS AT 31/03/2022
PRE-OPERATION EXP	0.04	0.08
FIXED DEPOSIT	2.10	0.00
PRELIMINARY EXP	0.05	0.09
LOAN PROCESSING-RECEIVABLE	0.00	1.50
	<b>2.19</b>	<b>1.67</b>



**VAHH CHEMICALS LIMITED**  
**CIN : U24110GJ2019PLC111346**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31/03/2023**

IN ₹ LAKHS EXCEPT EARNING PER SHARE

PARTICULARS	NOTE NO.	FOR THE YEAR	
		ENDED 31/03/2023	ENDED 31/03/2022
REVENUE FROM OPERATIONS	3.5	753.02	501.83
OTHER INCOME	3.6	0.10	-
<b>TOTAL INCOME</b>		<b>753.13</b>	<b>501.83</b>
<b>EXPENSES</b>			
COST OF MATERIALS CONSUMED	3.7	607.79	371.42
PURCHASES OF STOCK-IN-TRADE		-	-
CHANGES IN INVENTORIES OF FINISHED GOODS		-	-
WORK-IN-PROGRESS AND STOCK-IN-TRADE		-	-
EMPLOYEE BENEFITS EXPENSE	3.8	49.05	59.74
FINANCE COSTS	3.9	10.94	1.41
DEPRECIATION AND AMORTIZATION EXPENSE	4.0	1.11	0.40
OTHER EXPENSES	4.1	52.23	46.97
<b>TOTAL EXPENSES</b>		<b>729.12</b>	<b>479.94</b>
PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX		24.00	21.89
EXCEPTIONAL ITEMS		-	-
PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX		24.00	21.89
EXTRAORDINARY ITEMS		-	-
PROFIT BEFORE TAX		24.00	21.89
TAX EXPENSE:	4.2		
CURRENT TAX		6.43	6.51
DEFERRED TAX		(0.20)	0.02
PROFIT/(LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS		17.77	15.36
PROFIT/(LOSS) FROM DISCONTINUING OPERATIONS		-	-
TAX EXPENSE OF DISCONTINUING OPERATIONS		-	-
PROFIT/(LOSS) FROM DISCONTINUING OPERATIONS (AFTER TAX)		-	-
PROFIT/(LOSS) FOR THE PERIOD		17.77	15.36
EARNINGS PER EQUITY SHARE:	4.3		
BASIC		35.53	30.72
DILUTED		35.53	30.72

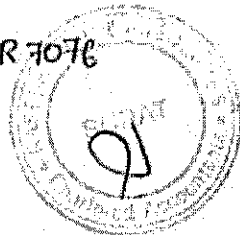
DISCLOSURE OF SIGNIFICANT ACCOUNTING POLICIES 5  
NOTES FROMING PARTS OF ACCOUNTS 6

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

FOR VAHH CHEMICALS LIMITED

UDIN : 23043465B01TPOR 7076

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



Hiren Desai  
HIREN DESAI  
(DIRECTOR)

(DIN : 08622752)

H. H. Desai  
HETAL DESAI  
(DIRECTOR)

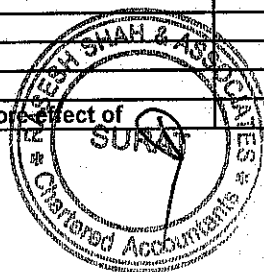
(DIN : 08622843)

PLACE : SURAT  
DATE : 05/09/2023

**VAHH CHEMICALS LIMITED**  
**CIN : U24110GJ2019PLC111346**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31/03/2023**

In ₹ Lakhs

Particular	31/03/2023	31/03/2022
<b>Cash Flows from Operating Activities</b>		
Net Profit Before Tax and Extra Ordinary Items	22.52	21.89
<b>Adjustment For</b>		
Depreciation	1.11	0.40
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>1.11</b>	<b>0.40</b>
<b>Adjustment For working Capital Change</b>		
Adjustment for Increase/Decrease in Inventories	-22.96	-34.25
Adjustment for Increase/Decrease in Trade Receivables	-146.20	176.41
Adjustment for Increase/Decrease in Other Current Assets	-0.68	-1.55
Adjustment for Increase/Decrease in Trade Payable	-10.22	-203.13
Adjustment for Increase/Decrease in other current Liabilities	114.08	38.46
Adjustment for Provisions	-0.17	-31.36
<b>Total Adjustment For Working Capital (B)</b>	<b>-66.15</b>	<b>-55.43</b>
<b>Total Adjustment to reconcile profit (A+B)</b>	<b>-65.03</b>	<b>-55.03</b>
<b>Net Cash flow from (Used in ) operation</b>	<b>-42.52</b>	<b>-33.14</b>
Dividend Received		
Interest received	-0.10	0.00
Interest Paid	-17.55	0.00
Income Tax Paid/ Refund	-6.43	-6.51
<b>Net Cash flow from (Used in ) operation before Extra Ordinary Items</b>	<b>-31.50</b>	<b>-39.64</b>
Proceeds from Extra Ordinary Items		
Payment for Extra Ordinary Item		
<b>Net Cash flow From operating Activities</b>	<b>-31.50</b>	<b>-39.64</b>
<b>Cash Flows from Investing Activities</b>		
Proceeds From fixed Assets		
Proceeds from Investment or Equity Instruments		
Purchase of Fixed Assets	4.29	0.12
Purchase Of Investments or Equity Instruments		
Interest received	0.10	0.00
Dividend Received		
Cash Receipt from Sale of Interest in Joint Venture		
Cash Payment to acquire Interest in Joint Venture		
Cash flow from losing 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>-4.18</b>	<b>-0.12</b>
Proceeds from Extra Ordinary Items		
Payment for Extra Ordinary Item		
<b>Net Cash flow from (Used in ) in Investing Activities</b>	<b>-4.18</b>	<b>-0.12</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	114.25	51.64
Repayment Of Borrowing	71.14	0.00
Dividend Paid		
Interest Paid	17.55	0.00
Income Tax Paid/Refund		
<b>Net Cash flow from (Used in ) in Financial Activities before Extra Ordinary Items</b>	<b>25.55</b>	<b>51.64</b>
Proceeds from Extra Ordinary Items		
Payment for Extra Ordinary Item		
<b>Net Cash flow from (Used in ) in Financial Activities</b>	<b>25.55</b>	<b>51.64</b>
<b>Net increase (decrease) in cash and cash equivalents before effect of</b>	<b>-10.13</b>	<b>11.88</b>



exchange rate changes		
Effect of exchange rate change on cash and cash equivalents		
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>-10.13</b>	<b>11.88</b>
Cash and cash equivalents at beginning of period	22.80	10.92
Cash and cash equivalents at end of period	12.67	22.80

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: 23043465 B01TPOR7076

*Hiren 2-Desai*

*H. H. Desai*

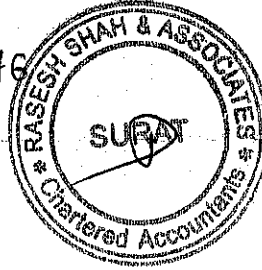
HIREN DESAI  
(DIRECTOR)

HETAL DESAI  
(DIRECTOR)

(DIN : 08622752)

(DIN : 08622843)

Place : SURAT  
Date : 05/09/2023



**NOTES ON ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2023**

**NOTE NO. 3.5 REVENUE FROM OPERATIONS**

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2023	FOR THE YEAR ENDED 31/03/2022
SALE OF PRODUCTS TRADED GOODS REVENUE FROM OPERATIONS	753.02	501.83
	<b>753.02</b>	<b>501.83</b>

**NOTE NO. 3.6 OTHER INCOME**

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2023	FOR THE YEAR ENDED 31/03/2022
INTEREST INTEREST ON FD	0.10	0.00
MISCELLANEOUS ROUND OFF	0.00	0.00
	<b>0.10</b>	<b>0.00</b>

**NOTE NO. 3.7 COST OF MATERIALS CONSUMED**

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2023	FOR THE YEAR ENDED 31/03/2022
RAW MATERIAL OPENING	36.19	1.95
PURCHASE	630.74	405.67
CLOSING	59.15	36.19
	<b>607.79</b>	<b>371.42</b>
	<b>607.79</b>	<b>371.42</b>

**DETAILS OF RAW MATERIAL**

PARTICULARS	FOR THE YEAR ENDED 31/03/2023	FOR THE YEAR ENDED 31/03/2022
RAW MATERIALS	573.19	371.39
PACKING MATERIAL	34.59	0.03
	<b>607.79</b>	<b>371.42</b>

**NOTE NO. 3.8 EMPLOYEE BENEFITS EXPENSE**

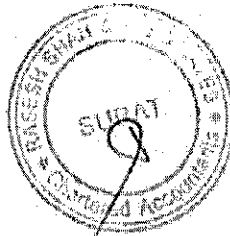
IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2023	FOR THE YEAR ENDED 31/03/2022
SALARY, WAGES & BONUS SALARIES & WAGES	47.63	58.05
CONTRIBUTION TO PROVIDENT FUND CONTRIBUTION TO PF & ESIC	1.43	1.69
	<b>49.05</b>	<b>59.74</b>

**NOTE NO. 3.9 FINANCE COSTS**

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR ENDED 31/03/2023	FOR THE YEAR ENDED 31/03/2022
INTEREST EXPENSES INTEREST EXPENSES INTEREST-BANK CC	15.21	0.01
INTEREST EXPS	0.02	0.00
INTEREST EXPS-BL	2.32	0.71
BANK CHARGES BANK CHARGES	1.38	0.27
FINANCE CHARGES OTHER FINANCE CHARGES LOAN PROCESSING CHARGES	0.00	0.42
	<b>18.94</b>	<b>1.41</b>



## NOTE NO. 4.0 DEPRECIATION AND AMORTISATION EXPENSE

IN ₹ LAKHS

PARTICULARS	FOR THE YEAR	FOR THE YEAR
	ENDED 31/03/2023	ENDED 31/03/2022
DEPRECIATION & AMORTISATION		
DEPRECIATION TANGIBLE ASSETS	1.11	0.40
	1.11	0.40

## NOTE NO. 4.1 OTHER EXPENSES

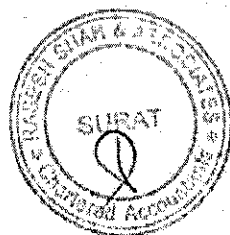
IN ₹ LAKHS

PARTICULARS	FOR THE YEAR	FOR THE YEAR
	ENDED 31/03/2023	ENDED 31/03/2022
MANUFACTURING SERVICE COSTS EXPENSES		
FRIEGHT AND FORWARDING CHARGES		
OTHER TRANSPORTING EXPENSES	1.78	0.49
ADMINISTRATIVE AND GENERAL EXPENSES		
RENT RATES AND TAXES		
RENT	2.44	2.25
RATES AND TAXES	0.14	0.00
PROFESSIONAL TAX	0.02	0.02
AUDITORS REMUNERATION		
AUDIT FEES	0.35	0.25
TAX CONSULTANCY FEES	0.58	0.19
ELECTRICITY EXPENSES		
ELECTRICITY EXPENSES	0.11	0.11
INSURANCE EXPENSES		
INSURANCE EXPENSES	0.22	0.09
REGISTRATION AND FILING FEES		
ROC EXPENSES	0.02	0.02
OTHER ADMINISTRATIVE AND GENERAL EXPENSES		
INTEREST ON TDS	0.13	0.14
DISCOUNT	7.28	3.09
PROFESSIONAL FEES	0.25	0.39
PANELTY ON TDS	0.00	0.01
TRAVELLING EXPENSE	11.05	0.12
DMAT OPENING FEES	0.05	0.00
ADMINISTRATION CHARGES	0.06	0.08
GAT FEES	0.00	0.00
CONSULTING FEES	0.00	0.01
GST LATE FEES	0.00	0.04
TDS FILING FEES	0.00	0.02
GST AUDIT TAX	0.00	0.07
INTEREST ON GST	0.00	0.11
SELLING DISTRIBUTION EXPENSES		
TRANSPORTATION DISTRIBUTION EXPENSES		
TEMPO BHADA EXPENSES	6.64	6.02
OTHER SELLING DISTRIBUTION EXPENSES		
BROKERAGE EXPENSES	20.61	32.90
VATAV KASAR	0.11	0.37
OTHER EXPENSES		
PRELIMINARY EXPENSE	0.05	0.05
MISCELLANEOUS EXPENSES	0.29	0.09
PRE-OPERATIVE EXPENSE	0.04	0.04
	52.23	46.97

## NOTE NO. 4.2 TAX EXPENSE

IN ₹ LAKHS

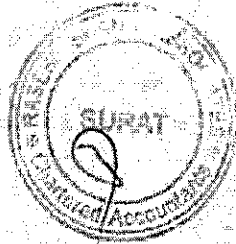
PARTICULARS	FOR THE YEAR	FOR THE YEAR
	ENDED 31/03/2023	ENDED 31/03/2022
CURRENT TAX		
PROVISION FOR TAX	6.43	6.51
DEFERRED TAX		
DEFERRED TAX LIABILITY	(0.20)	0.02
	6.24	6.53



## NOTE NO. 4.3 EARNINGS PER EQUITY SHARE

IN ₹

PARTICULARS	FOR THE YEAR ENDED 31/03/2023	FOR THE YEAR ENDED 31/03/2022
EARNINGS PER EQUITY SHARE		
BASIC		
BASIC EPS BEFORE EXTRA ORDINARY ITEM	35.53	30.72
DILUTED		
DILUTED EPS BEFORE EXTRA ORDINARY ITEM	35.53	30.72



**VAHH CHEMICALS LIMITED**

**(PLOT 2/5198 ETC, 5TH FLOOR, 5003, WORLD TRADE CENTRE, NEAR UDHINA 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:**

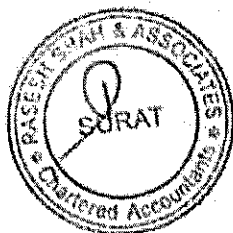
These financial statements have been prepared and presented in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. The accompanying financial statements have been prepared in accordance with accounting standards notified under Section 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 dyeing mills and textile industries.

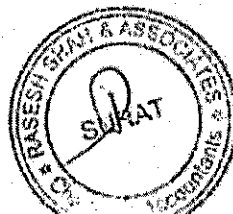
Preliminary and pre-operative expenses like expenditure incurred on, stamp duty, Roc Registration Fees etc. are amortized over period of 5 years.

(8) DEFERRED TAX:

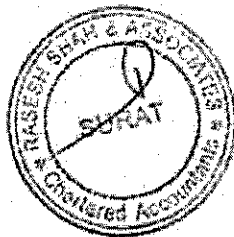
Sr. No.	Particulars	As at 31st March, 2023 (Amt. in Rs Lakhs )
1	Deferred Tax Liability 01/04/2021	0.03
2	Less: Deduction during the year	0.19
3	Closing Deferred Tax Liability	0.16

(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 in respect of loans taken by the company.
- (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	0.20	0.25
B	As advisor, or in any other capacity, in respect of:		
	(i) Company Law Matters	—	—
	(ii) Taxation Matters	0.15	0.07

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

Particulars	31 <sup>st</sup> March 2023	31 <sup>st</sup> March 2022
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

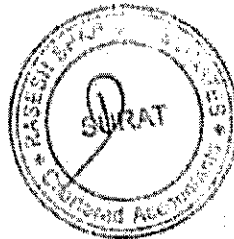
Particulars	Percentage	Value
	2023	2022
Imported	Nil	Nil
Indigenously	Nil	Nil

- (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	Hotal 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:

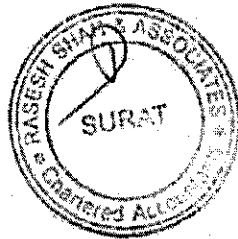
Rs. in Lakhs

Sr. No.	Nature of transaction	Key management personnel	Relatives to Key management personnel	Others	Total
1.	Unsecured Loans-Accepted	-----	-----	114.25	114.25
	Repaid	52.50	-----	-----	52.50
2.	Purchase	-----	24.675	10.00	34.675

(5.5) Earnings Per Share (EPS):

Rs. in Lakhs except earning per share

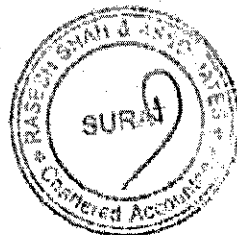
Sr. No.	Particulars	2022-23	2021-22
i.	Net Profit as per Profit & Loss Account (Numerator used for calculation)	16.28	15.36
ii.	Number of weighted average equity shares used as Denominator for calculating EPS	50000	50,000
iii.	Basic and Diluted Earnings per shares of Rs.10 each	32.56/-	30.72/-



5.6 Disclosure of Ratios:

Particulars	Current Year	Previous Year	Variance
Debt Equity Ratio (in times)	1.07	1.50	6.63%
Current Ratio (in times)	1.59	1.61	-1.49%
Return on Equity Ratio (%)	24.09%	20.06%	-19.56%*
Debt Service Coverage Ratio (in times)	1.92	12.10	-84.26%*
Inventory Turnover Ratio (in times)	15.00	26.32	-39.96%*
Trade Receivable Turnover Ratio (in times)	2.10	1.34	50.36%*
Trade Payable Turnover Ratio (in times)	3.92	1.52	158.57%*
Net Capital Turnover Ratio (in times)*	4.70	5.09	-7.64%
Net Profit Ratio (%)	2.16%	3.06%	-29.36%*
Return on Capital employed (%)	17.73%	12.66%	-40.06%*
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, 2023.



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

