

RITE ZONE CHEMCON INDIA LTD.
(Formerly known as Rite Zone Chemicals India Pvt. Ltd.)
Annexure A: Restated Statement of Assets and Liabilities

(Rupees in INR)

	Particulars	Note No.	As at 30th Sept ,2022	As at 31st March,2022	As at 31st March ,2021	As at 31st March,2020
I.	EQUITY AND LIABILITIES					
(1)	Shareholders' Funds					
	(a) Share Capital	2	30,350,700	30,350,700	100,000	100,000
	(b) Reserve and surplus	3	21,634,097	19,885,699	6,225,914	6,153,359
			51,984,797	50,236,399	6,325,914	6,253,359
(2)	Non-current liabilities					
	(a) Long -term borrowing	4	8,522,320	9,488,105	32,414,725	24,075,976
			8,522,320	9,488,105	32,414,725	24,075,976
(3)	Current Liabilities					
	(a) Short Term Borrowings	5	1,213,602	1,135,726	515,460	1,735,875
	(b) Trade Payables	6	-	-	-	-
	(i) Due to Micro & Small Enterprises		-	-	-	-
	(ii) Others		58,014,865	40,088,930	27,128,223	33,052,213
	(c) Other Current Liabilities	7	1,955,724	1,579,436	998,359	1,032,704
	(d) Short- term Provisions	8	2,401,548	1,398,490	404,400	533,000
			63,585,739	44,202,582	29,046,442	36,353,792
	TOTAL		124,092,856	103,927,086	67,787,082	66,683,127
II.	ASSETS					
(1)	Non Current Assets					
	(a) Property, Plants and Equipment	9	19,138,885	20,888,583	21,259,133	13,721,475
	(i) Tangible Assets (Net)					
	(b) Deferred tax assets (Net)	10	(792,183)	(363,868)	901,383	852,930
			18,346,701	20,524,714	22,160,516	14,574,405
(2)	Current Assets					
	(a) Inventories	11	96,110	-	-	-
	(a) Trade Receivable	12	98,627,216	78,930,589	43,915,636	50,904,214
	(b) Cash and Cash Equivalents	13	4,608,364	3,697,898	1,603,482	1,204,507
	(c) Short Term Loans and Advances	14	1,112,760	647,062	74,751	-
	(d) Other Current Assets	15	1,301,704	126,822	32,697	-
			105,746,154	83,402,371	45,626,566	52,108,721
	TOTAL		124,092,856	103,927,086	67,787,082	66,683,127

See accompanying annexures forming part of the restated financial statement

For Kumbhat & Co.

Chartered Accountants

FRN: 001609S

Gaurang Unadkat
Partner

Membership No. : 131708

Place:- Mumbai

Date:- October 19, 2022

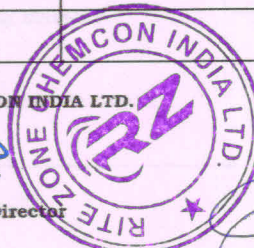
For RITE ZONE CHEMCON INDIA LTD.

Bhavesh Bhandari
Chairman & Managing Director

Helly Shah
Company Secretary

Siddharth Banerjee
Director

Arti Bhandari
CFO & Director



RITE ZONE CHEMCON INDIA LTD.
(Formerly known as Rite Zone Chemicals India Pvt. Ltd.)
Annexure B: Restated Statement of Profit and Loss

(Rupees in INR)

	Particulars	Note No.	For the year ended on 30th September 2022	For the year ended on 31st March 2022	For the year ended on 31st March 2021	For the year ended on 31st March 2020
I	Revenue from operation	16	103,408,367	49,333,473	37,974,489	57,477,801
II	Other income	17	226,248	7,240,442	446,762	-
III	Total Revenue (I + II)		103,634,615	56,573,915	38,421,251	57,477,801
IV	Expenses					
	Cost of Material consumed	18	85,721,209	38,329,689	27,244,739	37,468,471
	(Increase)/Decrease in Stock	19	(96,110)	-	-	-
	Employee Benefits Expenses	20	3,572,362	3,237,390	3,266,436	7,213,014
	Finance Cost	21	464,910	1,030,489	1,169,686	1,406,660
	Depreciation and Amortisation Cost	9	1,822,496	2,324,058	1,793,371	2,053,386
	Other expenses	22	8,991,335	6,266,481	4,851,299	7,326,694
	Total Expenses		100,476,202	51,188,106	38,325,530	55,468,225
V	Profit before tax Extraordinary and Exceptional Items (III - IV)		3,158,413	5,385,809	95,721	2,009,576
VI	Extraordinary Items And Tax (V- VI)					
	Prior Period Expenses			-	-	752,401
VIII	Profit Before Tax		3,158,413	5,385,809	95,721	1,257,175
VII	Tax Expenses					
	(1) Current Tax		981,700	1,500,000	75,000	533,000
	(2) Deferred Tax		428,315	1,265,251	(48,453)	(865,101)
VII	Profit (Loss) for the Year		1,748,398	2,620,558	69,173	1,589,276
VIII	Earning per Equity share :	23				
	(1) Basic		0.58	1.49	0.11	2.61
	(2) Diluted		0.58	1.49	0.11	2.61

See accompanying annexures forming part of the restated financial statement

For Kumbhat & Co.

Chartered Accountants

FRN: 001609S

Gaurang Unadkat

Partner

Membership No. : 131708

Place:- Mumbai

Date:- October 19, 2022

For RITE ZONE CHEMCON INDIA LTD.

Bhaves Bhandari

Chairman & Managing Director

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Company Secretary

Siddharth Banerjee

Director

Arti Bhandari

CFO & Director



Rite Zone Chemcon India Ltd.
(Formerly known as Rite Zone Chemicals India Pvt. Ltd.)
Annexure C: Restated Cash Flow Statement

	30th September, 2022	31st March, 2022	31st March, 2021	31st March, 2020
	Amt in Rs.	Amt in Rs.	Amt in Rs.	Amt in Rs.
Cash flow from operating activities				
Profit/(loss) before tax	3,158,413	5,449,546	99,103	1,347,999
Non-cash adjustments to reconcile profit before tax to net cash flows				
Depreciation	1,822,496	2,324,058	1,793,371	2,053,386
Finance Cost	464,910	1,030,489	1,169,686	1,406,660
Operating profit/(loss) before working capital changes	5,445,819	8,804,092	3,062,159	4,808,045
Movements in working capital:				
Increase/(decrease) in other Long Term borrowings	(965,785)	(22,926,620)	8,338,749	(18,546,001)
Increase/(decrease) in short term borrowings	77,876	620,266	(1,220,415)	1,735,875
Increase/(decrease) in trade payables	17,925,935	12,960,707	(5,923,990)	4,176,821
Increase/(decrease) in other current liabilities	376,288	581,077	(34,345)	(629,120)
Increase/(decrease) in short term provision	1,003,058	994,090	(128,600)	533,000
Decrease/(increase) in Long Term Loans and Advances	-	-	-	-
Decrease/(increase) in Other Non-current Assets	-	-	-	-
Decrease/(increase) in Inventories	-96,110	-	-	-
Decrease/(increase) in trade receivables	(19,696,627)	(35,014,953)	6,988,578	5,326,118
Decrease/(increase) in short-term loans and advances	(465,698)	(572,311)	(74,751)	34,241
Decrease/(increase) in other Current Assets	(1,174,880)	(94,125)	(32,697)	352,535
Cash generated from Operations	2,429,876	(34,647,777)	10,974,689	(2,208,485)
Direct taxes paid	(981,700)	(1,500,000)	(75,000)	(533,000)
Net Cash from Operating Activities (A)	1,448,176	(36,147,777)	10,899,689	(2,741,485)
Cash flows from investing activities				
Sale/(Purchase) of Fixed Assets	(72,800)	(1,953,508)	(9,331,029)	3,216,962
Net cash flow from/(used in) investing activities (B)	(72,800)	(1,953,508)	(9,331,029)	3,216,962
Cash flow from financing activities				
Acceptance / (Repayment) of Loan	-	30,250,700	-	-
Increase in share capital	-	16,975,490	-	-
Increase in Security Premium	-	(1,030,489)	(1,169,686)	(1,406,660)
Finance Cost	(464,910)	(6,000,000)	-	-
Bonus Issues	-	-	-	-
Net cash flow from/(used in) financing activities (C)	(464,910)	40,195,701	(1,169,686)	(1,406,660)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	910,466	2,094,417	398,975	(931,184)
Cash and cash equivalents at the beginning of the year	3,697,898	1,603,482	1,204,507	2,135,691
Cash and cash equivalents at the end of the year	4,608,364	3,697,898	1,603,482	1,204,507
Net increase/(decrease) in cash and cash equivalents	910,466	2,094,416	398,975	(931,183)

See accompanying annexures forming part of the restated financial statement

For Kumbhat & Co.
Chartered Accountants
FRN: 001609S

Gaurang Unadkat
Partner
Membership No. : 131708

Place:- Mumbai
Date:- October 19, 2022

For RITE ZONE CHEMCON INDIA LTD.

Bhavesh Bhandari
Chairman & Managing Director

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Siddharth Banerjee
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Arti Bhandari
CFO & Director

Rite Zone Chemcon India Limited
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Notes to the Restated Financial Information

(Rupees in INR)

Particulars	As at 30th September 2022	As at 31st March 2022	As at 31st March 2021	As at 31st March 2020
ANNEXURE 2: RESTATED STATEMENT OF SHARE CAPITAL				
Authorised	42,800,000	42,800,000	500,000	500,000
42,80,000 Equity Shares of Rs 10 /- each				
(50,000 Equity shares of Rs. 10/- each)	42,800,000	42,800,000	500,000	500,000
Issued Subscribed and paid up Share Capital	30,350,700	30,350,700	100,000	100,000
30,35,070 Equity Shares of Rs 10 /- each fully paid up				
(10,000 Equity shares of Rs. 10/- each)	30,350,700	30,350,700	100,000	100,000

ANNEXURE 2.1: Reconciliation of No. of shares Outstanding at the beginning & at the end of the reporting period

	As at 30th September 2022		As at March 31, 2022		As At March 31,2021		As At March 31,2020	
	No.	Rs.	No.	Rs.	No.	Rs.	No.	Rs.
At the beginning of the year	3,035,070	30,350,700	10,000	100,000	10,000	100,000.00	10,000	100,000
Add: Equity Shares issued during the year	-	-	2,425,070	24,250,700	-	-	-	-
Add: Bonus Shares issued during the year	-	-	600,000	6,000,000	-	-	-	-
Outstanding at the end of the year	3,035,070	30,350,700	3,035,070	30,350,700	10,000	100,000	10,000	100,000

ANNEXURE 2.2: The details of shareholders holding of more than 5% of the aggregate shares of the Company

	As at 30th September 2022		As at March 31, 2022		As At March 31,2021		As At March 31,2020	
Name of the Shareholders	No. of Shares held	%	No. of Shares held	%	No. of Shares held	%	No. of Shares held	%
Bhavesh Bhandari	2,009,791	66.22	2,009,791	66.22	4,500	45.00	4,500	45.00
Suresh Prajapati	-	-	-	-	4,500	45.00	4,500	45.00
Arti B. Bhandari	62,389	2.06	62,389	2.06	500	5.00	500	5.00
Rekha S. Prajapati	-	-	-	-	500	5.00	500	5.00
Brijesh Parekh	962,890	31.73	962,890	31.73	-	-	-	-
Total	3,035,070	100.00	3,035,070	100.00	10,000	100.00	10,000	100.00

Terms/Rights to Equity Shares

(a) The company has only one class of shares i.e. Equity Share

(b) All equity shares rank pari-pasu and carry equal right respect to voting and dividend. In the event of liquidation of the company the equity shares holder shall be entitled to proportionate share of their holding in the assets remaining after distribution of all preferential amounts

(c) Details of shareholders holding more than 5% of Equity shares of Rs 10 /- each, fully paid up

ANNEXURE 3: RESTATED STATEMENT OF RESERVES & SURPLUS

Security premium	16,975,490	16,975,490	-	-
Profit and Loss Account				
As per last balance sheet	2,910,209	6,225,914	6,153,359	4,473,259
Add : Profit during the year	1,748,398	2,620,558	69,173	1,589,276
Add/ (Less) : Change in depreciation rate	-	63,737	3,382	90,824
Less: Bonus shares Issued	-	(6,000,000)	-	-
Balance at the end of the year	4,658,607	2,910,209	6,225,914	6,153,359
	21,634,097	19,885,699	6,225,914	6,153,359

ANNEXURE 4: RESTATED STATEMENT OF LONG-TERM BORROWINGS

Secured Loan				
(a) Vehicle Loan	916,775	1,116,064	993,850	1,547,656
Secured by way of Hypothecation of Motor Car acquired)				
(b) Housing Loan	7,025,410	7,124,310	7,311,706	-
(Secured against Row House No. 11, Beverly Park CHS,Mira Road (E), Dist. Thane 401107)				
	7,942,185	8,240,374	8,305,556	1,547,656

(Secured Loan are taken from various banks and Financial Institution and interest rate on such loans are ranging between 9% to 10% and those are repayable between period of 5 years to 20 years and the same has been classified as Current and Non-current based on the original tenure of the loan)

Maturity profile of secured loan are set out as below:

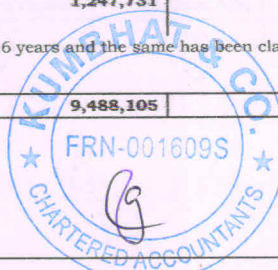
	Maturity Profile						
	1st Year	2nd Year onwards	3rd year &				
	5,84,713	6,35,898	73,06,287				
Unsecured Loan :							
From Related Parties (Refer Note No 24)	28,976			368,092	21,478,939		19,898,091
From Financial Institution	551,159			879,639	2,630,230		2,630,230
	580,135			1,247,731	24,109,169		22,528,320

(Unsecured Loan is taken from Financial Institution and interest rate is 18% which is repayable in 6 years and the same has been classified as Current and Non-current based on the original tenure of the loan)

	8,522,320	9,488,105	32,414,725	24,075,976
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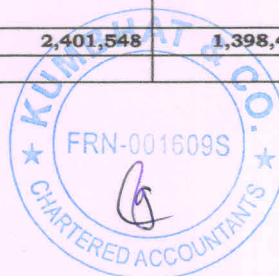
Maturity profile of unsecured loan are set out as below:

	Maturity Profile			
	1st Year	2nd Year	3rd year	
	6,28,889	5,51,159	0	



Rite Zone Chemcon India Ltd.
(Formerly known as Rite Zone Chemicals India Pvt. Ltd.)
Notes to the Restated Financial Information

Particulars	As at 30th Sept. 2022	As at 31st March 2022	As at 31st March 2021	As at 31st March 2020
<u>ANNEXURE 5 :- RESTATED STATEMENT OF SHORT TERM BORROWINGS</u>				
<u>Secured Loan</u>				
(a) Vehicle Loan	390,421	373,184	341,132	312,126
Secured by way of Hypothecation of Motor Car acquired)				
(b) Housing Loan	194,292	187,396	174,328	-
(Secured against Row House No. 11, Beverly Park CHS,Mira Road (E), Dist. Thane 401107)				
(Secured Loan are taken from various banks and Financial Institution and interest rate on such loans are ranging between 9% to 10% and those are repayable between period of 5 years to 20 years and the same has been classified as Current and Non-current based on the original tenure of the loan)				
Maturity profile of secured loan are set out as below:				
Maturity Profile				
1st Year	2nd Year	3rd year & onwards		
5,84,713	6,35,898	73,06,287		
<u>UnSecured Loan</u>				
From Financial Institution	628,889	575,146	-	1,423,749
(Unsecured Loan is taken from Financial Institution and interest rate is 18% which is repayable in 6 years and the same has been classified as Current and Non-current based on the original tenure of the loan)				
Maturity profile of unsecured loan are set out as below:				
Maturity Profile				
1st Year	2nd Year	3rd year & onwards		
6,28,889	5,51,159	0		
	1,213,602	1,135,726	515,460	1,735,875
<u>ANNEXURE 6 :- RESTATED STATEMENT OF TRADE PAYABLES</u>				
<u>For goods and Services</u>				
Dues to MSME	-	-	-	-
Other Payables	58,014,865	40,088,930	27,128,223	33,052,213
Total	58,014,865	40,088,930	27,128,223	33,052,213
<u>ANNEXURE 7 :- RESTATED STATEMENT OF OTHER CURRENT LIABILITIES</u>				
<u>Other Current Liabilities</u>				
Audit fees payable	180,000	90,000	60,000	30,000
Statutory Dues	363,645	125,416	174,468	348,849
Salary and Wages Payable	1,123,037	1,074,978	290,774	315,855
Reimbursement Expenses payable to Director	-	-	135,117	-
Deposits and Advances	289,042	289,042	338,000	338,000
	1,955,724	1,579,436	998,359	1,032,704
<u>ANNEXURE 8 :- RESTATED STATEMENT OF SHORT TERM PROVISIONS</u>				
Professional Fees Payable	40,000	10,000	30,000	-
Provision for Gratuity	600,000	400,000	200,000	-
Provision for Income Tax (Net off Advance Tax)	1,761,548	988,490	174,400	533,000
Total	2,401,548	1,398,490	404,400	533,000



Rite Zone Chemcon India Ltd.
(Formerly known as Rite Zone Chemicals India Pvt. Ltd.)
NOTES TO THE RESTATED FINANCIAL INFORMATION
ANNEXURE: 9 RESTATED STATEMENT OF PROPERTY, PLANT AND EQUIPMENT

FY 22-23

ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01/04/2022	Addition	Deduction	As at 30/09/2022	Opening Depreciation	Reversal/A djustments	For the Year	Total	As at 30-Sep-2022	As at 31-Mar-2022
Furniture	731,365			731,365	214,280		95,829	310,109	421,256	517,085
Office Equipment	1,067,718			1,067,718	243,555	(2)	130,068	373,625	694,093	824,163
Vehicles	2,298,555			2,298,555	1,220,867		362,621	1,583,488	715,067	1,077,688
Computers	346,634	72,800		419,434	262,655		55,624	318,279	101,155	83,979
Building	24,310,073			24,310,073	5,924,405		1,178,354	7,102,759	17,207,314	18,385,668
TOTAL	28,754,345	72,800	-	28,827,145	7,865,762	(2)	1,822,496	9,688,260	19,138,885	20,888,583

FY 21-22

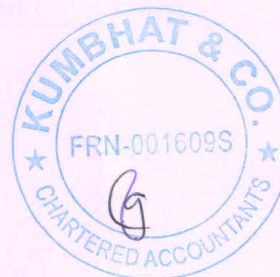
ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01/04/2021	Addition	Deduction	As at 31/03/2022	Opening Depreciation	Reversal/A djustments	For the Year	Total	As at 31-Mar-2022	As at 31-Mar-2021
Furniture	342,678	388,687	-	731,365	156,677		57,603	214,280	517,085	186,001
Office Equipment	394,394	673,324	-	1,067,718	204,950		38,605	243,555	824,163	189,444
Vehicles	1,633,553	665,002	-	2,298,555	997,946		222,921	1,220,867	1,077,688	635,607
Computers	261,246	85,388	-	346,634	244,888		17,767	262,655	83,979	16,358
Building	24,310,073	-	-	24,310,073	3,937,243		1,987,162	5,924,405	18,385,668	20,231,723
TOTAL	26,941,944	1,812,401	-	28,754,345	5,541,704	-	2,324,058	7,865,762	20,888,583	21,259,133

FY 20-21

ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01/04/2020	Addition	Deduction	As at 31/03/2021	Opening Depreciation	Reversal/A djustments	For the Year	Total	As at 31/03/2021	As at 31/03/2020
Furniture	234,600	108,078	-	342,678	123,426	-	33,251	156,677	186,001	111,174
Office Equipment	368,487	25,907	-	394,394	166,650	-	38,300	204,950	189,444	201,837
Vehicles	1,633,553		-	1,633,553	654,609	-	343,337	997,946	635,607	978,944
Computers	249,975	112,71	-	261,246	226,501	-	18,387	244,888	16,358	23,474
Building	15,124,300	9,185,773	-	24,310,073	2,718,254	-	1,360,096	407,8350	20,231,723	12,406,046
TOTAL	17,610,915	9,331,029	-	26,941,944	3,889,440	-	1,793,371	5,682,811	21,259,133	13,721,475

FY 19-20

ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01/04/2019	Addition	Deduction	As at 31/03/2020	Opening Depreciation	Reversal/A djustments	For the Year	Total	As at 31/03/2020	As at 31/03/2019
Furniture	178,300	56,300	-	234,600	87,514	-	35,912	123,426	111,174	98,303
Office Equipment	347,198	21,289	-	368,487	119,908	-	46,742	166,650	201,837	125,900
Vehicles	1,633,553		-	1,633,553	125,810	73,368	602,167	654,609	978,944	1,297,062
Computers	214,775	35,200	-	249,975	209,751	-	16,750	226,501	23,474	18,980
Building	15,124,300		-	15,124,300	1,366,439	-	1,351,815	2,718,254	12,406,046	17,451,578
TOTAL	17,498,126	112,789	-	17,610,915	1,909,422	73,368	2,053,386	3,889,440	13,721,475	18,991,823



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NOTES TO THE RESTATED FINANCIAL INFORMATION

	As at 30th Sept. 2022	As at 31st March 2022	As at 31st March 2021	As at 31st March 2020
<u>ANNEXURE 10 :- RESTATED STATEMENT OF DEFERRED TAX ASSET/LIABILITIES</u>				
on account of Depreciation on Fixed Assets	(892,863)	(414,208)	851,043	852,930
on account of Provision for Gratuity	100,680	50,340	50,340	-
	(792,183)	(363,868)	901,383	852,930
<u>ANNEXURE 11 :- RESTATED STATEMENT OF INVENTORIES</u>				
Stock in trade	96,110	-	-	-
	96,110	-	-	-
<u>ANNEXURE 12 :- RESTATED STATEMENT OF TRADE RECEIVABLES</u>				
<u>Unsecured, Considered Good</u>				
Over six months from the due date	43,189,352	26,405,695	23,279,920	14,070,332
Others	55,437,864	52,524,894	20,635,716	36,833,882
Total	98,627,216	78,930,589	43,915,636	50,904,214
<u>ANNEXURE 13 :- RESTATED STATEMENT OF CASH AND CASH EQUIVALENT</u>				
Cash in Hand	380,780	494,745	363,838	364,485
<u>Balances with Banks</u>				
Balances in Current Accounts	4,173,875	3,203,153	1,239,644	840,022
Balances in Fixed Deposit	53,709	-	-	-
Total	4,608,364	3,697,898	1,603,482	1,204,507
<u>ANNEXURE 14 :- RESTATED STATEMENT OF SHORT TERM LOANS AND ADVANCES</u>				
Adv. against Gst Appeal F.Y.-18-19	73,322	73,322	-	-
Security Deposits	36,000	53,709	52,762	-
Prepaid Expenses	913,438	430,031	-	-
Loan to Staff	90,000	90,000	21,989	-
Total	1,112,760	647,062	74,751	-
<u>Annexure 15 :- Other Current Assets</u>				
TDS Receivable from NBFCs	93,783	73,838	32,697	-
IPO related expenses	43,500	-	-	-
GST Credit	1,164,421	52,984	-	-
Total	1,301,704	126,822	32,697	-



Rite Zone Chemcon India Ltd.
(Formerly known as Rite Zone Chemicals India Pvt. Ltd.)
NOTES TO THE RESTATED FINANCIAL INFORMATION

(Rupees in INR)

Particulars	For the period ended on 30th Sept., 2022	For the year ended 31st March 2022	For the year ended 31st March 2021	For the year ended 31st March 2020
<u>ANNEXURE 16 :- RESTATED STATEMENT OF REVENUE FROM OPERATIONS</u>				
<u>Sales</u>				
- Sale of Product	103,408,367	49,333,473	37,974,489	57,477,801
Total	103,408,367	49,333,473	37,974,489	57,477,801
<u>ANNEXURE 17 :- RESTATED STATEMENT OF OTHER INCOME</u>				
Interest on Fixed deposit	-	56,589	2,762	-
Rent Income	120,000	157,000	444,000	-
Sundry balance written back	106,248	7,026,853	-	-
Total	226,248	7,240,442	446,762	-
<u>ANNEXURE 18 :- RESTATED STATEMENT OF COST OF MATERIAL CONSUMED</u>				
<u>Purchases</u>				
Purchase of Product	85,721,209	39,034,609	27,244,739	37,468,471
Less: Purchase return	-	704,920	-	-
Total	85,721,209	38,329,689	27,244,739	37,468,471
<u>ANNEXURE 19 :- RESTATED STATEMENT OF INCREASE/(DECREASE) IN STOCK</u>				
Closing Stock	96,110	-	-	-
Opening Stock	-	-	-	-
Total	(96,110)	-	-	-
<u>ANNEXURE 20 :- RESTATED STATEMENT OF EMPLOYEE BENEFITS EXPENSES</u>				
Salary	1,225,246	2,378,550	2,433,706	3,572,686
Bonus Exp	21,000	46,000	16,000	16,800
Directors Remuneration	2,100,000	600,000	600,000	3,600,000
Staff Welfare	26,116	12,840	16,730	23,528
Gratuity	200,000	200,000	200,000	-
	3,572,362	3,237,390	3,266,436	7,213,014
<u>ANNEXURE 21 :- RESTATED STATEMENT OF FINANCE COST</u>				
Interest on Loan	448,713	997,258	1,168,350	1,406,660
Processing Charges Loan	-	33,007	-	-
Bank Charges	16,197	224	1,336	-
	464,910	1,030,489	1,169,686	1,406,660



Rite Zone Chemcon India Ltd.
(Formerly known as Rite Zone Chemicals India Pvt. Ltd.)
NOTES TO THE RESTATED FINANCIAL INFORMATION

(Rupees in INR)

Particulars	For the period ended on 30th Sept., 2022	For the year ended 31st March 2022	For the year ended 31st March 2021	For the year ended 31st March 2020
ANNEXURE 22 :- RESTATED STATEMENT OF OTHER EXPENSES				
Direct Expenses				
Transport Charges	2,286,585	2,337,540	1,635,681	3,050,907
Drum Washing Charges	227,300	408,180	234,428	363,505
Material handling Charges	4,995,295	1,855,940	2,133,320	2,968,222
Indirect Expenses				
Audit Fees	100,000	100,000	30,000	30,000
Advertisement Expenses	39,868	-	-	-
Brokerage Charges	-	-	66,000	38,000
Business Promotion Expenses	66,825	80,970	43,401	58,444
Directors sitting fees	30,000	-	-	-
Donation Expenses	15,000	-	-	-
Diwali Expenses	-	111,160	45,977	86,861
Electricity Expense	20,872	24,935	20,750	23,280
Insurance Charges	15,219	23,191	83,155	130,108
Internet Charges	29,160	12,638	11,187	13,906
Rent, Rates and Taxes	382,140	388,251	21,800	-
Miscellaneous Expenses	12,378	63,010	61,740	28,528
Office Expense	22,501	87,591	55,595	46,189
Petrol Expense	93,312	153,693	83,222	192,404
Printing & Stationery	17,405	19,577	12,987	9,501
Professional Fees	303,250	208,400	85,132	67,000
Repairs & Maintenance	107,588	138,830	60,365	64,563
Society and Maintenance	13,000	24,000	41,521	-
Telephone Expenses	-	6,196	7,498	7,509
Tours & Travelling Expenses	209,637	210,379	85,168	147,767
Lab Testing Expenses	4,000	12,000	32,373	-
	8,991,335	6,266,481	4,851,299	7,326,694
ANNEXURE 23 :- RESTATED STATEMENT OF EARNINGS PER SHARE				
Net profit/ (loss) after tax as per Profit and Loss Statement attributable to equity shareholders	1,748,398	2,620,558	69,173	1,589,276
Total No of equity shares at the end of the year (B)	3,035,070	3,035,070	610,000	610,000
Weighted average number of Equity shares	3,035,070	1,761,247	610,000	610,000
Basic Earnings per Share (Rs.)	0.58	1.49	0.11	2.61
Diluted Earnings per Share (Rs.)	0.58	1.49	0.11	2.61
Face value Per Equity Share (Rs.)	10.00	10.00	10.00	10.00



ANNEXURE 24: RESTATED STATEMENT OF RELATED PARTY TRANSACTION

(As certified by management)

As per Accounting Standard 18, the disclosures of transactions with the related parties are as under:

A. Directors of the Company:

1. Bhavesh Babulal Bhandari
2. Arti Bhavesh Bhandari
3. Siddharth Banerjee
4. Rekha Prajapati (till 28th Feb., 2022)
5. Suresh Prajapati (till 28th Feb., 2022)
6. Nita Bhagat (Non Executive Independent Director) (w.e.f. 02nd June, 2022)
7. Devang Trivedi (Non Executive Independent Director) (w.e.f. 02nd June, 2022)
8. Mirali Raja (Non Executive Independent Director) (w.e.f. 02nd June, 2022)

B. Key Management Personnel:

- | | |
|-----------------------------|---|
| 1. Bhavesh Babulal Bhandari | Managing Director (w.e.f. 7th June, 2022) |
| 2. Arti Bhavesh Bhandari | Chief Financial Officer (w.e.f. 1st July, 2022) |
| 3. Helly Nilesh Shah | Company Secretary (w.e.f. 02nd May, 2022) |

C. Relatives of the Director/s:

- | | |
|--------------------------|--------------------------------------|
| 1. Arti Bhavesh Bhandari | Wife of Mr. Bhavesh Babulal Bhandari |
|--------------------------|--------------------------------------|

D. Enterprise over which Directors is having significant influence:

1. Maruti Infrachem Solution (Managing Director is Karta in the concern)
2. Ritezone Chemicals India (Managing Director is partner in the Firm)
3. Maruti Chemcon Limited (Managing Director is the Director in the Company)

The following transactions were carried out with the related parties in the ordinary course of business (except reimbursement of actual expenses)

(Rupees in INR)

Particulars	Nature of Transaction	For the period ended on 30/09/2022	For the year ended on 31/03/2022	For the year ended on 31/03/2021	For the year ended on 31/03/2020
A. Key Managerial Person					
1. Bhavesh Babulal Bhandari	Directors Remuneration	1,200,000	-	-	1,200,000
2. Arti Bhavesh Bhandari	Directors Remuneration	900,000	600,000	600,000	600,000
5. Rekha Prajapati	Directors Remuneration	-	-	-	600,000
4. Suresh Prajapati	Directors Remuneration	-	-	-	1,200,000

Balance outstanding		As at 30th Sept., 2022	As at 31st March 2022	As at 31st March 2021	As at 31st March 2020
A. Key Managerial Person					
1. Bhavesh Babulal Bhandari	Loan from Director	-	228,976	9,752,665	564,625
2. Arti Bhavesh Bhandari	Loan from Director	28,976	64,066	542,125	7,759,163
3. Rekha Prajapati	Loan from Director	-	-	2,700,000	2,700,000
4. Suresh Prajapati	Loan from Director	-	-	8,484,150	8,874,303

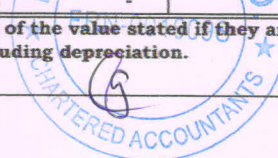
B. Transactions with entities wherein Key Managerial Personnel have significant influence:					
1. Maruti Infrachem Solution	Sales	-	522,740	1,715,131	1,239,846
2. Maruti Infrachem Solution	Purchase	-	1,930,152	4,523,530	92,465
3. Maruti Infrachem Solution	Business Purchase	-	19,747,289	-	-

ANNEXURE 25: RESTATED STATEMENT OF EARNING IN FOREIGN CURRENCY (FOB Value)	For the period ended on 30/09/2022	For the year ended on 31/03/2022	For the year ended on 31/03/2021	For the year ended on 31/03/2020
In respect of rendering Services	-	-	-	-
In respect of Sales	-	-	-	-
In respect of R&D charges	-	-	-	-
	-	-	-	-

ANNEXURE 26: RESTATED STATEMENT OF EXPENDITURE IN FOREIGN CURRENCY	For the period ended on 30/09/2022	For the year ended on 31/03/2022	For the year ended on 31/03/2021	For the year ended on 31/03/2020
Purchase - Import of Goods	-	-	-	-
	-	-	-	-

In the opinion of the Board, all the Current Assets and Loans and Advances are approximately of the value stated if they are realised in the ordinary course of business and the adequate provisions are made for all known liabilities including depreciation.

Previous period figures have been regrouped / re-arranged wherever necessary.



ANNEXURE 27: MATERIAL ADJUSTMENTS AND REGROUPINGS TO RESTATED SUMMARY STATEMENTS

(A) Summarized below are the restatement adjustment made to the net profit of the audited financial statement of the Company.

Particulars	For the period ended on 30th Sept. 2022	(Rupees in INR) For the Financial Year ended		
		31-03-22	31-03-21	31-03-20
Net profit after tax as per audited financial statements under AS	1,748,398	2,296,164	874,924	1,216,201
Add / (Less) - Material adjustments on account of restatement:				
Adjustments for items related to prior periods		-	-	-
Opening Profit / (Loss)		-	-	-
Add/(less) Provision for tax		-	-	-
Deferred Tax Asset on the above adjustments for	-	(100,000)	(383,721)	533,000
Increase / (Decrease) in Revenue on account of change in accounting policy	-	114,066	767,219	(830,946)
(Increase) / Decrease in Purchase on account of change in accounting policy		-	-	-
Add/ (Less) : Change in depreciation rate		-	-	-
Add/(less) Prior Period Expenses			222,252	92,584
Reversal of Excess Income Tax provision made	-	(138,460)	-	17,456
Change in other expenses		-	-	-
- Gratuity Provision		-	-	-
Total adjustments on Statement of Profit and Loss	-	200,000	200,000	-
	-	(324,394)	805,750	(373,074)
Restated profit(loss) after tax	1,748,398	2,620,558	69,174	1,589,275



ANNEXURE 28: RESTATED STATEMENT OF ACCOUNTING RATIOS

(Rupees in INR)

Particulars	For the period ended on 30th Sept. 2022	For the year ended March 31,		
		2022	2021	2020
Profit attributable to equity shareholders for basic and diluted EPS (A)	1,748,398	2,620,558	69,173	1,589,276
Total No of equity shares at the end of the year (B)	3,035,070	3,035,070	610,000	610,000
Equivalent Weighted Avg number of Equity Shares at the end of the year (C)	3,035,070	1,761,247	610,000	610,000
Earnings Per Share:				
Basic (A)/(B)	0.58	1.49	0.11	2.61
Diluted (A)/(C)	0.58	1.49	0.11	2.61
Return on Net worth				
Net Profit/ (Loss) after tax as restated (D)	1,748,398	2,620,558	69,173	1,589,276
Average Net Worth as restated (E)	51,110,598	28,281,157	6,289,637	5,413,309
Return on Net Worth (%) (D)/(E)	3.42%	9.27%	1.10%	29.36%
Net Assets Value per Equity share (Rs.)				
Net Worth as restated (F)	51,984,797	50,236,399	6,325,914	6,253,359
Number of equity shares outstanding at the end of the year / period (G)	3,035,070	3,035,070	610,000	610,000
Net Asset Value Per Equity Share (F)/(G)	17.13	16.55	10.37	10.25
Nominal Value per Equity share (Rs.)	10.00	10.00	10.00	10.00

Notes

1 The ratios have been computed as per the following formulae:

(i) Basic Earnings per share:

$$\frac{\text{Restated Net profit after tax for the year/period attributable to the Equity Shareholders of Company}}{\text{Number of equity shares and potential equity shares outstanding during the year/period}}$$

(ii) Diluted Earnings per share:

$$\frac{\text{Restated Net profit after tax for the year / period}}{\text{Number of equity shares and potential equity shares outstanding during the year/period}}$$

Earnings per share calculations are in accordance with AS 20 "Earnings per Share" notified under section 133 of the Companies Act, 2013.

(iii) Return on net worth (%):

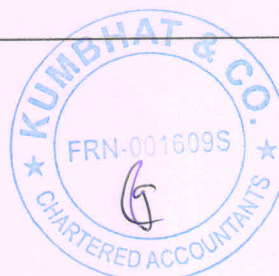
$$\frac{\text{Restated Net profit after tax for the year / period attributable to the Equity Shareholders of Company}}{\text{Restated Average Net worth for the year / period}}$$

(iv) Net Assets Value per equity shares:

$$\frac{\text{Restated Net worth as at the end of the year / period}}{\text{Number of equity shares and potential equity shares outstanding during the year/period}}$$

2. Weighted average number of equity shares is the number of equity shares outstanding as the beginning of the year / period adjusted by a number of equity shares issued during year / period multiplied by the time weighting factor. The time weighting factor is the number of days for which the specific shares are outstanding as a proportion of total number of days during the year / period.

3. Return on Net Worth ratio (RONW) mentioned in above note represents the aggregate of the paid up share capital, reserves & surplus. RONW has not been annualised for sub periods.



ANNEXURE 29: RESTATED STATEMENT OF TAX SHELTERS

(Rupees in INR)

Particulars	For the period ended on 30th Sept. 2022	For the year ended March 31,		
		2022	2021	2020
NORMAL TAX				
Income Tax Rate (%)	25.17	25.17	25.17	25.17
Restated Income before tax as per books (A)	3,158,413	5,385,809	95,721	2,009,576
Incomes considered separately		-	-	-
Total Incomes considered separately (B)		-	-	-
Restated Profit other than income considered separately (C)=(A-B)	3,158,413	5,385,809	95,721	2,009,576
Tax Adjustment		-	-	-
Permanent Differences		-	-	-
Section 40 Disallowance				
Donations				
Total Permanent Differences (D)				
Timing Differences				
Book Depreciation (a)	1,822,496	2,324,058	1,793,371	2,053,386
Income Tax Depreciation allowance (b)	1,286,045	1,286,045	1,800,870	2,014,605
Section 37 Disallowance (c)	5,640	4,512	-	-
Section 40A Disallowance (d)		-	-	752,401
Section 43B Disallowance (d)	200,000	-	-	-
Total Timing Differences (E=a-b+c+d)	742,091	1,042,525	(7,499)	791,182
Income From Business or Profession (F)=(C+D+E)	3,900,504	6,428,334	88,222	2,800,758
Taxable income from other sources (G)		-	-	-
Taxable Income/(Loss) (F+G)	3,900,504	6,428,334	88,222	2,800,758
Unabsorbed Losses	-	-	-	-
Gross Total Income	3,900,504	6,428,334	88,222	2,800,758
Deductions under chapter VI-A	-	-	-	-
Networth calculation				
Equity	30,350,700	30,350,700	100,000	100,000
Reserves and Surplus	21,634,097	19,885,699	6,225,914	6,153,359
	51,984,797	50,236,399	6,325,914	6,253,359
Average Networth calculation				
Opening Networth	50,236,399	6,325,914	6,253,359	4,573,259
closing networth	51,984,797	50,236,399	6,325,914	6,253,359
Average Networth	51,110,598	28,281,157	6,289,637	5,413,309



ANNEXURE 30: RESTATED CAPITALISATION STATEMENT

(Rupees in INR)

Particulars	For the period ended on 30th Sept. 2022	For the year ended March 31,		
		2022	2021	2020
Debt				
Long Term	8,522,320	9,488,105	32,414,725	24,075,976
Short Term	1,213,602	1,135,726	515,460	1,735,875
Total Debt	9,735,922	10,623,831	32,930,185	25,811,851
Equity (Shareholders' fund)				
Equity Share Capital	30,350,700	30,350,700	100,000	100,000
Reserves and Surplus	21,634,097	19,885,699	6,225,914	6,153,359
Total Equity	51,984,797	50,236,399	6,325,914	6,253,359
Long Term Debt/Total Equity Shareholders' fund	0.16	0.19	5.12	3.85
Total Debt/Total Equity Shareholders' fund	0.19	0.21	5.21	4.13



ANNEXURE 31: DISCLOSURE OF ACCOUNTING RATIOS AND REASON FOR VARIANCE

	Particulars	Formula for Computation	Measures (in times / percentage)	For the period ended on 30th Sept. 2022	For the Year Ended 31 Mar 2022	For the Year Ended 31 Mar 2021	For the Year Ended 31 Mar 2020	% Change [2022-2023]	% Change [2021-2022]	% Change [2020-2021]	Reason for variance [2021- 2022]	Reason for variance [2020-2021]
A	Current Ratio	Current assets / Current liabilities	Times	1.66	1.89	1.57	1.43	-11.86%	19.80%	9.60%	Refer note (1)	NA
B	Debt Equity Ratio	Debt / Net worth	Times	0.19	0.21	5.21	4.13	-11.44%	-95.90%	26.10%	Refer note (1)	Refer note (2)
C	Debt Service Coverage Ratio	EBITDAE / (Finance costs + Principal repayment of long term borrowings within one year)	Times	3.24	4.03	1.82	1.74	-19.59%	122.30%	4.30%		
D	Return on Equity	Profit after tax / Net worth	Percentage	3.36%	5.22%	1.09%	25.41%	-35.53%	377.00%	-95.70%	Refer Note (3)	NA
E	Inventory Turnover Ratio	Cost of goods sold / Average inventory	Times	891.91	-	-	-	-	-	-	Refer Note (4)	Refer Note (5)
F	Trade Receivable Turnover Ratio	[Revenue from Sales of products (including excise duty) + Sales of services] / Average gross trade receivables	Times	1.16	0.80	0.80	1.07	45.02%	0.30%	-25.40%	NA	Refer Note (5)
G	Trade Payable Turnover Ratio	Purchases / Average trade payables	Times	1.75	1.14	0.91	1.21	53.23%	26.00%	-25.20%	Refer Note (7)	Refer Note (5)
H	Net Capital Turnover Ratio	Revenue from operations / working capital	Times	2.45	1.26	2.29	3.65	94.89%	-45.10%	-37.20%	Refer Note (8)	Refer Note (5)
I	Net Profit Ratio	Profit after tax / Revenue from operations	Percentage	1.69%	5.31%	0.18%	2.77%	-68.17%	2816.10%	-93.40%	Refer Note (4)	Refer Note (5)
J	Return on Capital Employed (ROCE)	EBIT / Capital employed	Percentage	10%	15%	30%	65%	-37.57%	-48.61%	-54.04%	Refer Note (4)	Refer Note (5)
K	Return on Investment (ROI)	Not Applicable	Percentage								NA	NA

Notes

- 1 Debt = Non-current borrowings + Current borrowings
- 2 Net worth = Paid-up share capital + Reserves created out of profit+ Security premium - Accumulated losses
- 3 Cost of goods sold = Cost of materials consumed + Purchase of stock-in-trade + Changes in inventories of finished goods, stock-in-trade and work-in progress
- 4 Purchase = Purchase of stock-in-trade + Purchase of Raw Material and packing material
- 5 Working Capital = Current assets - Current liabilities
- 6 EBIT = Earnings before Interest, tax and exceptional items
- 7 Capital employed = Total equity + Non-current borrowings

Notes - Reason for variance of more than 25%

- (1) Acquisition of running business of M/s Maruti Infrachem Solutions [Bhavesh Babulal Bhandari HUF] through issue of additional equity shares
- (2) Increase in borrowings
- (3) Increase in Profitability and reduction in Short Term debt
- (4) Increase in overall business and eventual profitability post pandemic
- (5) Decrease in overall business due to pandemic related restrictions by government and eventual reduction in profitability
- (6) Company follows the just in time inventory model and therefore don't carry inventory.
- (7) Increase in overall business and improved credit terms
- (8) Increase in receivables and payables from the acquired business of M/s Maruti Infrachem Solutions [Bhavesh Babulal Bhandari HUF]



Disclosure of change in ratio by more than 25%		
Particulars	% Variance in ratio between 31 March 2022 and 30th Sept. 2022	Reason for Variance
Current Ratio	-11.86%	Refer note below
Debt Equity Ratio	-11.44%	Refer note below
Debt Service Coverage Ratio	-19.59%	Refer note below
Return on Equity	-35.53%	Owing to decrease in Net profit
Inventory Turnover Ratio	0.00%	Refer note below
Trade Receivable Turnover Ratio	45.02%	Owing to Increase in Trade receivable
Trade Payable Turnover Ratio	53.23%	Owing to Increase in Trade payable
Net Capital Turnover Ratio	94.89%	Owing to Increase in revenue from business and working capital gap
Net Profit Ratio	-68.17%	Owing to decrease in Net profit due to reduction in other income as compared to last year
Return on Capital Employed (ROCE)	-37.57%	Owing to decrease in Net profit due to reduction in other income as compared to last year
Return on Investment (ROI)		

Note: Since the change in ratio is less than 25%, no explanation is required to be disclosed.



Trade Receivables ageing schedule as at 30th September 2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	
Undisputed trade receivables - considered good	55,437,864	10,147,479	-	-	-	65,585,343
Undisputed trade receivables - credit impaired	-	-	6,541,817	11,809,453	6,868,603	25,219,873
Disputed trade receivables - considered good	-	-	-	2,585,000	5,237,000	7,822,000
Disputed trade receivables - credit impaired	-	-	-	-	-	-

Trade Receivables ageing schedule as at 31st March 2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	
Undisputed trade receivables - considered good	26,793,210	14,095,919	-	-	-	40,889,129
Undisputed trade receivables - credit impaired	-	-	9,361,670	15,025,360	5,457,430	29,844,460
Disputed trade receivables - considered good	-	-	2,585,000	5,612,000	-	8,197,000
Disputed trade receivables - credit impaired	-	-	-	-	-	-

Trade Receivables ageing schedule as at 31st March 2021

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	
Undisputed trade receivables - considered good	23,279,920	2,014,090	-	-	-	25,294,010
Undisputed trade receivables - credit impaired	-	-	4,975,170	2,475,670	11,170,786	18,621,626
Disputed trade receivables - considered good	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-

Trade Receivables ageing schedule as at 31st March 2020

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	
Undisputed trade receivables - considered good	24,489,156	11,832,279	-	-	-	36,321,435
Undisputed trade receivables - credit impaired	-	-	3,327,813	5,846,937	5,408,029	14,582,779
Disputed trade receivables - considered good	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-



Trade Payables ageing schedule as at 30th September 2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
MSME					-
Others	53,635,881	212,842	709,701	3,456,442	58,014,866
Disputed dues-MSME	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-

Trade Payables ageing schedule as at 31st March 2022

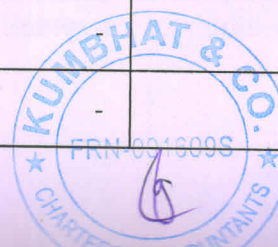
Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
MSME					-
Others	34,641,000	2,444,000	346,000	2,657,930	40,088,930
Disputed dues-MSME	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-

Trade Payables ageing schedule as at 31st March 2021

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
MSME	-	-	-	-	-
Others	14,798,000	3,184,000	470,000	8,676,224	27,128,224
Disputed dues-MSME	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-

Trade Payables ageing schedule as at 31st March 2020

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
MSME	-	-	-	-	-
Others	21,886,704	8,596,334	1370482	1,198,693	33,052,213
Disputed dues-MSME	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-



RITE ZONE CHEMCON INDIA LIMITED

Annexure – D: Significant Accounting policies to the Restated Financial Statements

Annexure 1.1: Corporate Information:

The Company was incorporated on March 03, 2015. The Company is engaged in the business of trading of variety of diverse chemical products linked to civil construction, pre/post-construction buildings/structures and Infrastructure.

Place of business:

The place of business of the Company is at Row House 11, Beverly Park Row House CHS Ltd., Mira Road (East), Thane -401107.

Annexure 1.2: Significant Accounting Policies:

The significant accounting policies followed by the company are stated as below:

i. Basis of preparation of financial statements

The Restated Statement of Assets and Liabilities of the Company as on September 30, 2022, March 31, 2022, March 31, 2021, March 31, 2020 and the Restated Statement of Profit and Loss and Restated Statements of Cash Flows for the period/year ended on September 30, 2022, March 31, 2022, March 31, 2021 and March 31, 2020 and the annexure thereto (collectively, the "Restated Financial Statements" or "Restated Statements") have been extracted by the management from the Audited Financial Statements of the Company for the six month ended on September 30, 2022 and year ended on March 31, 2022, March 31, 2021 and March 31, 2020.

The Company has prepared the financial statements to comply in all material respects with the accounting standards specified as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014, Companies (Accounting Standards) Amendment Rules, 2016 and other accounting principles generally accepted in India. The financial statements have been prepared under the historical cost convention and on accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those adopted in the preparation of financial statement for the financial period/years ended on September 30, 2022, March 31, 2022, March, 31, 2021 and March 31 2020.

ii. Use of estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and differences between actual results and estimates are recognised in the periods in which the results are known / materialise.



iii. Property, Plant and Equipment and Depreciation

Fixed assets are stated at Cost less Depreciation. Cost comprises of Purchase price and any attributable cost of bringing the assets to working condition for its intended use.

Depreciation on all assets is charged proportionately from the date of acquisition / installation on written down value basis at rates prescribed in Schedule III of the Companies Act, 2013.

iv. Impairment of Assets:-

An asset is considered as impaired in accordance with Accounting Standard 28 on Impairment of Assets when at the balance sheet date there are indications of impairment and the carrying amount of the asset, or where applicable the cash generating unit to which the asset belongs, exceeds its recoverable amount (i.e. the higher of the asset's net selling price and value in use). The carrying amount is reduced to the recoverable amount and the reduction is recognized as an impairment loss in the Statement of Profit and Loss.

v. Investments

Investments are Long-term, unless stated otherwise and are stated at cost except where there is diminution in value other than temporary, in which case a provision is made to the carrying value to recognize the diminution.

vi. Revenue recognition:

Revenue recognition on such trading of chemicals is accounted on proportionate basis for the period of such contracts entered into by the Company.

vii. Inventories

Inventories are valued at the lower of Cost (Generally determined on FIFO Basis) and Net Realizable Value. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges.

viii. Employee Benefits

Defined Contribution Plan

As the Company is having staff strength lesser than prescribed limit under the Act, the mandatory compliance pertaining to Employees Provident Fund Act, 1952 and Employees State Insurance Act are not applicable and hence Company and the employees of the Company has not made any contribution in it.

Defined Benefit Plan

Compensated Absences:

The Company does not allow any accumulation of leave and employees are allowed



to encash the leave before 31st March of every year.

Contribution to gratuity fund is defined benefit obligation and is provided for on basis of Fifteen days divided by Twenty Six days multiplied by number of years of services completed by the employees.

ix. Foreign Currency Transactions

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of transaction. Foreign Currency denominated assets and liabilities at the balance sheet date is translated at the exchange rate prevailing on the date of balance sheet.

x. Earnings Per Share

Basic earning per share is computed by dividing the net profit after tax attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. Diluted earning per share is computed by dividing the net profit after tax attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, if any.

xi. Accounting For Taxes On Income

Tax expense comprises of current and deferred tax. Provision for current tax is made, based on the tax payable under the Income-tax Act, 1961. Deferred tax assets and liabilities from timing differences between taxable income and accounting income is accounted for using the tax rates and the tax laws enacted or substantially enacted as on the balance sheet date.

xii. Borrowing Cost:

Borrowing costs include interest, amortization of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan.

Borrowing costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset up to the date of capitalization of such asset is added to the cost of the assets.

Capitalization of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

xiii. Current & Non Current Classification:

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set-out in the Act. Deferred tax assets and liabilities are classified as non-current assets and non-current liabilities, as the case may be.



xiv. Provisions, Contingent Liabilities And Contingent Assets

The Company recognizes as provisions, the liabilities being present obligation arising out of past events, the settlement of which is expected to result in an outflow of resources which can be measure only by using a substantial degree of estimation.

Contingent liabilities are disclosed by way of notes to the financial statements after careful evaluation by the management of the facts and the legal aspects of the matter involved.

Contingent assets are neither recognized nor disclosed.

xv. Cash Flow Statement

The Cash Flow Statement is prepared by the indirect method set out in Accounting Standard 3 on Cash Flow Statements and presents the cash flows by operating, investing and financing activities of the Company.

Cash and Cash equivalents presented in the Cash Flow Statement consist of cash on hand and unencumbered bank balances.

