


ATEN PAPERS & FOAM LIMITED
ANNEXURE - I
STATEMENT OF ASSETS & LIABILITIES AS AT 31/03/2025

Sr. No.	Particulars	Note	As at March 31, 2025	As at March 31, 2024
(₹ in Lakhs)				
I	EQUITY AND LIABILITIES			
	1. Shareholders' funds			
	(a) Share Capital	1.1	700.00	100.00
	* (b) Reserves and surplus	1.2	704.38	603.24
	Sub Total Shareholders Funds (A)		1,404.38	703.24
	2. Non-current liabilities			
	(a) Long-term borrowings	1.3	105.30	214.33
	(b) Other Non-current Liabilities		-	-
	(c) Deferred Tax liability	1.4	-	1.14
	(d) Long-term provisions		-	-
	Sub Total Non Current Liabilities (B)		105.30	215.47
	3. Current liabilities			
	(a) Short-term borrowings	1.5	1,007.93	1,352.69
	(b) Trade payables	1.6		
	i) Dues to micro & small enterprises		642.50	906.92
	ii) Dues to Others		53.65	0.26
	(c) Other current liabilities	1.7	33.88	13.59
	(d) Short-term provisions	1.8	241.96	96.17
	Sub Total Current Liabilities (C)		1,979.92	2,369.63
	TOTAL (A+B+C)		3,489.59	3,288.33
II.	ASSETS			
	1. Non Current assets			
	(a) Property, Plant & Equipment			
	(i) Tangible Assets	1.9	63.36	78.76
	(ii) Intangible Assets	1.9	0.21	0.26
	* (b) Non-current investments		-	-
	(c) Long-term loans and advances		-	-
	(d) Deferred Tax Assets	1.4	0.01	-
	(e) Non Current Assets	1.10	0.90	-
	Total Non Current Assets (A)		64.48	79.02
	2. Current assets			
	(a) Inventories	1.11	122.89	40.27
	(b) Trade Receivables	1.12	3,242.58	3,131.12
	(c) Cash and Bank Balances	1.13	2.29	36.94
	(d) Short Term Loans & advances	1.14	24.66	0.97
	(e) Other Current Assets	1.15	32.69	-
	Total Current Assets (B)		3,425.11	3,209.31
	TOTAL (A+B)		3,489.59	3,288.33

Note: The above statement should be read with the Significant Accounting Policies and Notes on Financial Statements appearing in Annexure IV & V respe

As per our report of even date attached
M/s. Milind Nyati & Co.,
Chartered Accountants
Firm's Registration No: 014455C



CA Tushar Agarwal
[Partner]
M No. 455718
UDIN: 25455718BMRKNZ3313



Place: Ahmedabad
Date : April 28, 2025

Aten Papers & Foam Limited



Mohamedarif Lakhani
Managing Director
(DIN: 01476177)


Aejazkhan Pathan
Chief Financial Officer
(PAN: BDOPP5423N)

Place: Ahmedabad
Date : April 28, 2025


Amrin Arif Lakhani

Amrin Lakhani
Non Executive Director
(DIN: 08038308)


Neha Munot
Company Secretary & Compliance
Officer
(PAN: EYUPM9522B)



ATEN PAPERS & FOAM LIMITED
ANNEXURE - II
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31/03/2025

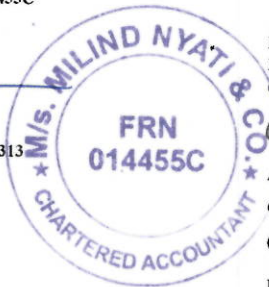
(₹ in Lakhs)

Sr. No.	Particulars	Note	Year ended For the year ended	
			March 31, 2025	March 31, 2024
I	Revenue from operations	II.1	13,869.22	9,679.82
II	Other Income	II.2	1.01	-
III	Total Income (I+II)		13,870.23	9,679.82
	Expenses:			
	(a) Cost of materials consumed		-	-
	(b) Purchases of stock-in-trade	II.3	12,742.71	9,096.80
	(c) Changes in inventories of finished goods and work-in- progress	II.4	(82.61)	(25.13)
	(d) Employee benefits expense	II.5	47.05	50.75
	(e) Finance costs	II.6	109.96	127.80
	(f) Depreciation and amortisation expense	II.7	15.73	15.74
	(g) Other expenses	II.8	96.70	42.14
IV	Total expenses		12,929.52	9,308.10
V	Profit/(Loss) before tax and Exceptional Items (III-IV)		940.70	371.73
VI	Exceptional Items		-	-
VII	Profit/(Loss) before tax (V-VI)	-	940.70	371.73
VIII	Tax expense:			
	(a) Current tax expense		240.71	94.29
	Less: MAT credit setoff		-	-
	(b) Short/(Excess) provision of tax for earlier years		-	-
	(c) Deferred tax		(1.15)	(0.67)
			239.56	93.62
IX	Profit/(Loss) after tax (VII-VIII)		701.14	278.10
XII	Earnings per share (face value of ₹ 10/- each):	II.9		
	(a) Basic (in ₹)		10.02	3.97
	(b) Diluted (in ₹)		10.02	3.97

Note: The above statement should be read with the Significant Accounting Policies and Notes on Financial Statements appearing in Annexure IV & V respe

As per our report of even date attached
M/s. Milind Nyati & Co.,
Chartered Accountants
Firm's Registration No: 014455C

CA Tushar Agarwal
[Partner]
M No.455718
UDIN: 25455718BMRKNZ3313



Aten Papers & Foam Limited

A. G. Gami
Mohamedarif Lakhani
Managing Director
(DIN: 01476177)

Aejazkhan Pathan
Aejazkhan Pathan
Chief Financial Officer
(PAN: BDOPP5423N)

Place: Ahmedabad
Date : April 28, 2025

Amrin Arif Lakhani
Amrin Lakhani
Non Executive Director
(DIN: 08038308)

Neha Munot
Neha Munot
Company Secretary & Compliance
Officer
(PAN: EYUPM9522B)




ATEN PAPERS & FOAM LIMITED
ANNEXURE - III
STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31/03/2025

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2025	March 31, 2024
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Extraordinary items	940.70	371.73
Adjustment For:		
(a) Depreciation and Amortization	15.73	15.74
(b) Finance Charges	109.96	127.80
(c) (Gain)/Loss on Sale of Assets	-	-
(d) Provision for Gratuity	-	-
(e) Interest & Other income	(1.01)	-
(f) Preliminary Expenses written off	-	-
Operating Profit before Working Capital Changes	1,065.38	515.26
Adjustment For Working Capital:		
(a) (Increase)/Decrease in Inventories	(82.61)	(25.13)
(b) (Increase)/Decrease in Trade Receivables	(111.46)	(501.42)
(c) (Increase)/Decrease in Loans & Advances	(23.68)	206.43
(d) (Increase)/Decrease in Other Assets	(32.69)	0.45
(e) Increase / (Decrease) in Trade Payables	(211.02)	1.90
(f) Increase / (Decrease) in Other Liabilities	20.29	9.81
(g) Increase / (Decrease) in Short term provisions	(0.64)	(0.10)
CASH GENERATED FROM OPERATIONS	623.56	207.19
Less : Direct Taxes paid (Net of Refund)	(94.29)	(18.20)
NET CASH FROM OPERATING ACTIVITIES (A)	529.27	188.99
B. CASH FLOW FROM INVESTING ACTIVITIES		
(a) Purchase of Fixed Assets	(0.28)	-
(b) Sale of Fixed Assets	-	-
(c) (Increase) / Decrease in Investment	-	-
(d) (Increase) / Decrease in Long term loans and advances	-	-
(e) (Increase) / Decrease in Non Current Assets	(0.90)	-
(f) Interest and other income	1.01	-
NET CASH FROM INVESTING ACTIVITIES (B)	(0.17)	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
(a) Increase/(Decrease) in Long Term Borrowing	(109.04)	(102.58)
(b) Increase/(Decrease) in Short Term Borrowing	(344.76)	66.27
(c) Issue Expenses paid	-	-
(d) Interest Paid	(109.96)	(127.80)
NET CASH FLOW IN FINANCING ACTIVITIES (C)	(563.76)	(164.11)
NET INCREASE IN CASH & CASH EQUIVALENTS (A)+(B)+(C)	(34.66)	24.88
OPENING BALANCE – CASH & CASH EQUIVALENT	36.94	12.06
CLOSING BALANCE - CASH & CASH EQUIVALENT	2.29	36.94

As per our report of even date attached
M/s. Milind Nyati & Co.,
Chartered Accountants
Firm's Registration No: 014455C


CA Tushar Agarwal
[Partner]
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Aten Papers & Foam Limited



Mohamedarif Lakhani
Managing Director
(DIN: 01476177)



Aejazkhan Pathan

Chief Financial Officer
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Place: Ahmedabad
Date : April 28, 2025



Amrin Lakhani
Non Executive Director
(DIN: 08038308)


Neha Munot
Company Secretary & Compliance
Officer
(PAN: EYUPM9522B)



Place: Ahmedabad
Date : April 28, 2025

Annexure - I.1

Statement of Share Capital

(₹ in Lakhs)

Particulars	As at March 31,	As at March 31,
	2025	2024
Authorised Capital*		
No. of Equity Shares of ₹ 10/- each	1,05,00,000	10,00,000
Authorised Equity Share Capital In Rs.	1,050.00	100.00
Issued, Subscribed & Fully Paid up#		
No. of Equity Shares of ₹ 10/- each	70,00,000	10,00,000
Issued, Subscribed & Fully Paid up Share Capital In Rs.	700.00	100.00
Total	700.00	100.00

- 1 The company has only one class of shares referred to as equity shares having a par value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares shall be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.
- 2 The company has not proposed any dividend during preceding financial year

* Authorised Capital of the Company was increased from Rs. 100 Lakh divided into 10,00,000 Equity Shares of Rs. 10 each to Rs. 1050 Lakhs divided into 1,05,00,000 Equity Shares of Rs. 10 Each in the extra-ordinary General Meeting of Shareholders of the company held on May 11, 2024.

Company has allotted 60,00,000 Bonus Equity Shares of Rs. 10 on May 13, 2024 in the ratio of 6:1 i.e. for every equity share 6 bonus shares were issued.

Reconciliation of the number of shares outstanding is set out below:-

Particulars	As at March 31,	As at March 31,
	2025	2024
Shares outstanding at the beginning of the year	10,00,000	10,00,000
Add:-Shares Issued during the year		
Fresh Issue	-	-
Bonus Shares Issued	60,00,000	-
Less:-Shares bought back during the year		
Number of shares after Split*	-	-
Shares outstanding at the end of the year	70,00,000	10,00,000

Company has allotted 60,00,000 Bonus Equity Shares of Rs. 10 on May 13, 2024 in the ratio of 6:1 i.e. for every equity share 6 bonus shares were issued.

Details of Shareholders holding more than 5 % shares:-

Name of Shareholder	As at March 31,	As at March 31,
	2025	2024
MOHAMEDARIF LAKHANI		
Number of shares	35,00,000	5,00,000
% of Holding	50.00%	50.00%
AMRIN LAKHANI		
Number of shares	34,99,500	5,00,000
% of Holding	49.99%	50.00%

Details of promoters holding shares:-

Name of Shareholder	As at March 31,	As at March 31,
	2025	2024
MOHAMEDARIF LAKHANI		
Number of shares	35,00,000	5,00,000
% of Holding	50.00%	50.00%
AMRIN LAKHANI		
Number of shares	34,99,500	5,00,000
% of Holding	49.99%	50.00%



Annexure - I.2

Statement of Reserves And Surplus

Particulars	₹ in Lakhs	
	As at March 31, 2025	As at March 31, 2024
a. Securities Premium Account	-	-
b. Surplus in Statement of Profit & Loss A/c		
Opening balance		
(+) Net Profit For the current year	603.24	325.13
(+) Excess IT Provision Written Off	701.14	278.10
(-) Bonus Shares Issued	600.00	-
Net Surplus in Statement of Profit and Loss	704.38	603.24
Total	704.38	603.24

Annexure - I.3

Statement of Long Term Borrowings

Particulars	₹ in Lakhs	
	As at March 31, 2025	As at March 31, 2024
Secured - Term Loans		
(a) Term loans		
Working Capital Term Loan (Secured by mortgage of immovable property of directors and repayable in EMI of Rs. 839764)	100.57	187.62
Vehicle Loan - Term Loan (Secured By hypothecation of the Vehicle and repayable in 60 EMI of Rs. 40800)	-	3.93
Vehicle Loan - Term Loan (Secured By hypothecation of the Vehicle and repayable in 60 EMI of Rs. 159544)	4.73	22.78
Total (A+B)	105.30	214.33

1. Vehicle Loan GJ 27 TT 6013 of ₹ 79,72,000 from HDFC Bank Limited was availed on 31st May, 2022, carrying annual interest rate of 7.50% (floating interest rate linked to repo rate), is repayable in 60 equal monthly installments of ₹ 39,886/-.
2. Vehicle Loan GJ 27 TT 6015 of ₹ 79,72,000 from HDFC Bank Limited was availed on 31st May, 2022, carrying annual interest rate of 7.50% (floating interest rate linked to repo rate), is repayable in 60 equal monthly installments of ₹ 39,886/-.
3. Vehicle Loan GJ 27 TT 6209 of ₹ 79,72,000 from HDFC Bank Limited was availed on 31st May, 2022, carrying annual interest rate of 7.50% (floating interest rate linked to repo rate), is repayable in 60 equal monthly installments of ₹ 39,886/-.
4. Vehicle Loan GJ 27 TT 6303 of ₹ 79,72,000 from HDFC Bank Limited was availed on 31st May, 2022, carrying annual interest rate of 7.50% (floating interest rate linked to repo rate), is repayable in 60 equal monthly installments of ₹ 39,886/-.
5. Vehicle Loan GJ 27 TT 9393 of ₹ 20,00,000 from HDFC Bank Limited was availed on 31st May, 2022, carrying annual interest rate of 8.25% (floating interest rate linked to repo rate), is repayable in 60 equal monthly installments of ₹ 40,800/-.
6. Working Capital Term Loan (WCTL) by way of Guaranteed Emergency Credit Line (GECL) of ₹ 2,67,00,000 from HDFC Bank Limited was availed on 01st May, 2022, carrying annual interest rate of 9.25% (floating interest rate linked to repo rate), is repayable in 48 monthly installments of ₹ 8,39,764/-. Primarily secured by hypothecation charge of all existing and future receivables / current assets/ moveable assets / moveable fixed assets of the Borrower and further secured by mortgage of 1. Plot no. 30 Piplaj Iranadevraj, 2. Block - A Commercial Office 102/A, Nr. Kirtikunj Society, Tirmizi Heights and 3. Block - A, Office No. 102/B, Nr. Kirtikunj Society, Tirmizi

Annexure - I.4

Statement of Deferred Tax Liability/(Assets)

Particulars	₹ in Lakhs	
	As at March 31, 2025	As at March 31, 2024
Deferred Tax Liability/(Assets)		
On account of timing difference of depreciation	-	1.14
Deferred Tax Assets		
On account of timing difference in retirement and other benefits	0.01	-
Total	0.01	1.14

Annexure - I.5

Statement of Short Tem Borrowings

Particulars	₹ in Lakhs	
	As at March 31, 2025	As at March 31, 2024
Loans repayable on demand		
(a) Bank Overdraft facility	898.90	898.87
(b) Current Maturity of long term debt	109.03	100.51
Unsecured		
(a) Loans from Directors and related parties	-	353.31
(b) Loans from others	-	-
Total	1,007.93	1,352.69

1. Working capital facility of ₹ 9,00,00,000/- from HDFC Bank Limited, carrying interest rate of 10.50% linked to bank's MCLR, is repayable on demand.

Working capital facility from HDFC Bank Limited is primarily secured by first and exclusive hypothecation charge of Book Debts, Inventories, all movable and immovable assets, present and future, of the Company.

Further secured by mortgage of property situated at 1. Plot no. 30 Piplaj Iranadevraj, 2. Block - A Commercial Office 102/A, Nr. Kirtikunj Society, Tirmizi Heights and 3. Block - A, Office No. 102/B, Nr. Kirtikunj Society, Tirmizi Heights, Shahalam and Guaranteed by directors, shareholders and security owners of the company.

- * For Details of Security Provided against Borrowings, Refer Annexure VII Security against Borrowings Disclosures.
- * For Details of Borrowings from Related Party, Refer Annexure VIII Related Party Disclosures.



Annexure - I.6**Statement of Trade Payable**

(₹ in Lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Micro and Small Enterprises	642.50	906.92
Others	53.65	0.26
Total	696.15	907.18

For Details of Trade Payables with Related Party, Refer Annexure VIII Related Party Disclosures.

(a) Ageing schedule:**Balance as at 31st March, 2025**

(₹ in Lakhs)

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	628.63	-	-	13.88	642.50
(ii) Others	53.65	-	-	-	53.65
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	682.28	-	-	13.88	696.15

Balance as at 31st March, 2024

(₹ in Lakhs)

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	893.05	-	-	13.88	906.92
(ii) Others	0.26	-	-	-	0.26
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	893.31	-	-	13.88	907.18

(b) Dues payable to Micro and Small Enterprises:

(₹ in Lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Principal amount remaining unpaid to any supplier as at the year end	642.50	906.92
Interest due on the above mention principal amount remaining unpaid to any supplier as at the year end	-	-
Amount of the interest paid by the Company in terms of Section 16	-	-
Amount of the interest due and payable for the period of delay in making payment but without adding the interest specified under the MSMED Act	-	-
Amount of interest accrued and remaining unpaid at the end of the accounting year	-	-

Annexure - I.7**Statement of Other Current Liabilities**

(₹ in Lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Advances from Customers	5.07	-
Duties and taxes Payable	6.71	12.63
Liabilities towards Employees	-	-
Other Payables	22.09	0.96
Total	33.88	13.59

Annexure - I.8**Statement Short Term Provisions**

(₹ in Lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Provision for Interest	1.24	1.88
Provision for tax	240.71	94.29
Total	241.96	96.17



Annexure - 19
Statement of Property Plant & Equipment

(₹ in Lakhs)

Sr. No.	Fixed Assets	Gross Block			Accumulated Depreciation				Net Block			
		As At 01-Apr-2023	Purchase during the period	Disposals	As At 31-Mar-24	Upto 01-Apr-2024	Dep. fund Adjustm.	For the period	Disposals	Upto 31-Mar-25	As At 31-Mar-25	As At 31-Mar-24
I	Tangible Assets											
1	Vehicle	126.94	-	-	126.94	51.34	-	15.08	-	66.42	60.52	75.60
2	Electrical Installation	2.65	-	-	2.65	0.79	-	0.25	-	1.04	1.61	1.86
3	Computers	1.04	-	-	1.04	0.99	-	-	-	0.99	0.05	0.05
4	Furniture and Fixtures	0.74	-	-	0.74	0.32	-	0.07	-	0.39	0.35	0.42
5	Office Equipment	1.29	0.28	-	1.57	0.46	-	0.28	-	0.74	0.82	0.82
	Total tangible Assets	132.66	0.28	-	132.94	53.90	-	15.68	-	69.58	63.36	78.76
II	Intangible Assets											
	Software	0.46	-	-	0.46	0.20	-	0.04	-	0.24	0.21	0.26
	Total Intangible Assets	0.46	-	-	0.46	0.20	-	0.04	-	0.24	0.21	0.26
	Total Assets	133.12	0.28	-	133.40	54.10	-	15.73	-	69.83	63.57	79.02
	Previous Year	-	-	-	-	-	-	-	-	-	-	-

Ageing Schedule of Capital Work In Progress :

L11.2	Particulars	Amount in CWIP for a period of				Total
		Less than 1 year	1-2 years	2-3 years	more than 3 years	
	Projects in Progress	-	-	-	-	-

(₹ in Lakhs)

Sr. No.	Fixed Assets	Gross Block			Accumulated Depreciation				Net Block			
		As At 01-Apr-2023	Purchase during the period	Disposals	As At 31-Mar-24	Upto 01-Apr-2023	Dep. fund Adjustm.	For the period	Disposals	Upto 31-Mar-24	As At 31-Mar-24	As At 31-Mar-23
I	Tangible Assets											
1	Vehicle	126.94	-	-	126.94	36.26	-	15.08	-	51.34	75.60	90.68
2	Electrical Installation	2.65	-	-	2.65	0.54	-	0.25	-	0.79	1.86	2.11
3	Computers	1.04	-	-	1.04	0.94	-	0.04	-	0.99	0.05	0.10
4	Furniture and Fixtures	0.74	-	-	0.74	0.25	-	0.07	-	0.32	0.42	0.49
5	Office Equipment	1.29	-	-	1.29	0.22	-	0.25	-	0.46	0.82	1.07
	Total tangible Assets	132.66	-	-	132.66	38.21	-	15.69	-	53.90	78.76	94.45
II	Intangible Assets											
	Software	0.46	-	-	0.46	0.16	-	0.04	-	0.20	0.26	0.30
	Total Intangible Assets	0.46	-	-	0.46	0.16	-	0.04	-	0.20	0.26	0.30
	Total Assets	133.12	-	-	133.12	38.37	-	15.74	-	54.10	79.02	94.75
	Previous Year	131.13	1.98	-	133.12	22.65	-	15.72	-	38.37	94.75	108.49

L11.2 Ageing Schedule of Capital Work In Progress :

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	more than 3 years	
Projects in Progress	-	-	-	-	-



Annexure - I.10

Statement of Other Non-current assets

(₹ in Lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Security Deposit *	0.90	-
Other Non Current Assets	-	-
Total	0.90	-

Annexure - I.11

Statement of Inventories (Valued at Cost or NRV which ever is lower)

(₹ in Lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
a. Raw Materials and components	-	-
b. Work-in-progress	-	-
c. Stock in trade	122.89	40.27
Total	122.89	40.27

Inventories are hypothecated and pledged to secured working capital facilities from Bank (Refer Annexure VII)

Annexure - I.12

Statement of Trade receivables

(₹ in Lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Unsecured		
Undisputed Trade Receivable - considered good	3,242.58	3,131.12
Total	3,242.58	3,131.12

Trade Receivables stated above includes debts due by:

Particulars	As at March 31, 2025	As at March 31, 2024
Directors	-	-
Other Officers of the Company	-	-
Firms/Company in which Directors or company is a partner or a director or a member	405.00	557.15
Total	405.00	557.15

Notes:

- Trade Receivables has been taken as certified by the Management of the Company.
- For Details of Trade Receivables with Related Party, Refer Annexure VIII Related Party Disclosures.
- Trade Receivables are hypothecated to secured working capital facilities from bank (Refer Annexure VII)

As at 31/03/2025

Particulars	Less than 6 months	6 Months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed						
Trade receivables - Considered good	2,528.31	324.73	71.65	58.20	259.69	3,242.59
Trade receivables - doubtful debt	-	-	-	-	-	-
Disputed						
Trade receivables - Considered good	-	-	-	-	-	-
Trade receivables - doubtful debt	-	-	-	-	-	-
Total	2,528.31	324.73	71.65	58.20	259.69	3,242.59

As at 31/03/2024

Particulars	Less than 6 months	6 Months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed						
Trade receivables - Considered good	2,520.13	143.22	90.02	148.43	229.32	3,131.12
Trade receivables - doubtful debt	-	-	-	-	-	-
Disputed						
Trade receivables - Considered good	-	-	-	-	-	-
Trade receivables - doubtful debt	-	-	-	-	-	-
Total	2,520.13	143.22	90.02	148.43	229.32	3,131.12



Annexure - I.13**Statement of Cash and Bank Balance****(₹ in Lakhs)**

Particulars	As at March 31, 2025	As at March 31, 2024
Cash and Cash Equivalents		
Cash on Hand	2.29	36.94
Total	2.29	36.94

Annexure - I.14**Statement of Short Term Loans And Advances****(₹ in Lakhs)**

Particulars	As at March 31, 2025	As at March 31, 2024
Balance with revenue authorities	22.43	1.84
Loans & advances to related parties (Unsecured, considered good)	1.53	-
Other Loans and Advances	0.38	(1.45)
Prepaid Insurance	0.32	0.59
Total	24.66	0.97

Annexure - I.15**Statement of Other current assets****(₹ in Lakhs)**

Particulars	As at March 31, 2025	As at March 31, 2024
Advances to Creditors	1.42	-
Security Deposit	-	-
Preliminary Expenses Not Written Off	-	-
Deposit for Appeal	0.77	-
Others	30.50	-
Total	32.69	-



Annexure - II.1

Statement of Revenue from operations

Particulars	For the year ended on	
	March 31, 2025	March 31, 2024
Sale of products	13,869.22	9,679.82
Sales of Services	-	-
Total	13,869.22	9,679.82
Note:		
(i) Sale of products comprises following :		
Domestic sales	13,869.22	9,679.82
Export sales	-	-
Export sales - SEZ	-	-
Total	13,869.22	9,679.82

Annexure - II.2

Statement of Other income

Particulars	For the year ended on	
	March 31, 2025	March 31, 2024
Interest on IT Refund	-	-
Insurance Claim Received	0.63	-
Other Income	0.38	-
Total	1.01	-

Annexure - II.3

Statement of Purchases of stock-in-trade

Particulars	For the year ended on	
	March 31, 2025	March 31, 2024
Purchases of stock-in-trade	12,742.71	9,096.80
Purchases of stock-in-trade	12,742.71	9,096.80

Annexure - II.4

Statement of Changes in inventories of finished goods and work-in-progress

Particulars	For the year ended on	
	March 31, 2025	March 31, 2024
Inventories at the end of the year:		
(a) Stock in trade	122.89	40.27
(b) Work-in-progress	-	-
(c) Scrap	-	-
(d) Packing Material	-	-
	122.89	40.27
Inventories at the beginning of the year:		
(a) Stock in trade	40.27	15.14
(b) Work-in-progress	-	-
(c) Scrap	-	-
(d) Packing Material	-	-
	40.27	15.14
Net (increase) / decrease	(82.61)	(25.13)

Annexure - II.5

Statement of Employee benefits expense

Particulars	For the year ended on	
	March 31, 2025	March 31, 2024
(a) Salaries and wages	45.00	48.55
(b) Directors Remunerations	-	-
(c) Gratuity	-	-
(d) Contributions to provident and ESIC	-	-
(f) Staff & Labour welfare expenses	2.05	2.20
Total	47.05	50.75

Annexure - II.6 *

Statement of Finance costs

Particulars	For the year ended on	
	March 31, 2025	March 31, 2024
Interest Expense	109.77	126.45
Other borrowing costs; bank Charges	0.19	1.35
Total	109.96	127.80



Annexure - II.7

Statement of Depreciation and amortisation expense

Particulars	(₹ in Lakhs)	
	For the year ended on	
	March 31, 2025	March 31, 2024
Depreciation expense	15.73	15.74
Total	15.73	15.74

Annexure - II.8

Statement of Other expenses

Particulars	(₹ in Lakhs)	
	For the year ended on	
	March 31, 2025	March 31, 2024
Insurance Expenses	3.14	3.63
Professional Fees	4.45	
Repair & Maintenance Expenses	3.84	3.26
Tour & Travelling Expenses	1.04	1.22
Preliminary Expenses Written off	-	0.45
Miscellaneous Expenses	84.24	33.59
Total (A+B+C)	96.70	42.14

Annexure - II.9

Statement of Earning Per Equity Share

Particulars	(₹ in Lakhs)	
	For the year ended on	
	March 31, 2025	March 31, 2024
Before Exceptional Items		
1. Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in Lakhs)	701.14	278.10
2. Weighted Average number of equity shares used as denominator for calculating EPS	10,00,000	10,00,000
3. Weighted Average number of equity shares used as denominator for calculating EPS Post Bonus and Split	70,00,000	70,00,000
4. Basic and Diluted Earning per Share (On Face value of Rs. 10/ per share)	10.02	3.97



ANNEXURE -V

Notes to the Financial Statements:

I. Additional Information to the Financial Statements:-

(₹ in Lakhs)

Particulars	For the year ended on	
	March 31, 2025	March 31, 2024
1. CIF Value of Imports		
Raw Material		
Raw Material (Payment Made)		
Traded Goods		
Capital Goods/ Stores & Spare Parts		
2. Expenditure in Foreign Currency		
In respect of Business Promotion, Repair & Maintenance & Profession		
Consultancy & Other Misce Expenses		
- In respect of Foreign Travelling.		
- Container Freight		
3. Earnings in Foreign Currency		
Exports (FOB Value)		
Exports Realisation		

NA

II. Disclosure Regarding Derivative Instruments And Unhedged Foreign Currency Exposure

(₹ in Lakhs)

Disclosure of Unhedged Balances:	For the year ended on	
	March 31, 2025	March 31, 2024
Trade payables (including payables for capital):		
In USD		
In Euro		
In INR		
Trade Receivable		
In USD		
In GBP		
In EURO		
In INR		
Borrowings:		
In USD		
In INR		
Interest accrued but not due		
In USD		
In INR		

NA

III. Segment Information

At present, the Company is engaged solely in trading operations. Accordingly, Segement Reporting is not applicable to the Company.

IV. Details of CSR : Not Applicable

(₹ in Lakhs)

Particulars	For the year ended on	
	March 31, 2025	March 31, 2024
a). Amount Required to be spent during the year		
b). Amount of expenditure incurred,	NA	NA
c). Shortfall at the end of the year,	NA	NA
d). Total of previous years shortfall	NA	NA
e). Reasons for shortfall	NA	NA
f). Nature of CSR Activities	NA	NA

V. Additional regulatory information

(a) Details of crypto currency or virtual currency

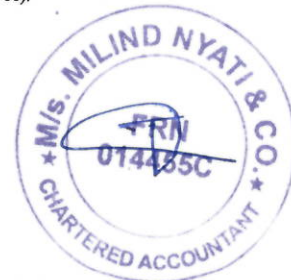
The Company has neither traded nor invested in Crypto currency or Virtual Currency for the year ended March 31, 2025 and March 31, 2024. Further, the Company has also not received any deposits or advances from any person for the purpose of trading or investing in Crypto Currency or Virtual Currency.

(b) Compliance with approved scheme of arrangements

Company is not engaged in any scheme of arrangements.

(c) Undisclosed income

During the Periods, the Company has not surrendered or disclosed as income any transactions not recorded in the books of accounts in the course of tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).



(d) **Relationship with struck off companies**

The Company does not have any transactions with the companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956 for the year ended March 31, 2025 and March 31, 2024.

(e) **Compliance with numbers of layers of companies**

The Company is in compliance with the number of layers of companies in accordance with clause 87 of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017 for the year ended March 31, 2025 and March 31, 2024.

(f) **Utilisation of borrowed funds and share premium**

For the year ended March 31, 2025 and March 31, 2024, the Company has not advanced or Loans or invested funds (either borrowed funds or share premium or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall:

- i) 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
- ii) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

For the year ended March 31, 2025 and March 31, 2024 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:

- i) 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
- ii) provide any guarantee, security, or the like on behalf of the ultimate beneficiaries.

- (g) The Company has not been declared Wilful Defaulter by any bank or financial institution or government or any government authority.
- (h) No proceeding have been initiated nor pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (i) The Company has not utilized the borrowings received from banks and financial institutions for the purpose other than for which it was taken during the period.
- (j) The Company has no intangible assets under development which needs to be recognised based on the criteria laid down in AS 26 Intangible Assets.
- (k) The Company has no outstanding projects which needs to be disclosed in Capital work-in-progress.
- (l) The title deeds of immovable property: The company doesnot hold any immovable property and hence this is not applicable.
- (m) The Company has not revalued its Property, Plant and Equipments during the period.
- (n) Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties

Type of Borrower	Amount of Loan or Advances Outstanding	Percentage to the total Loans and Advances in the nature of loans
Related Parties	1.53	80.31%

VI. Details of dues to Micro and Small Enterprises as defined under the MSMED Act, 2006

Based on the information available with the Company in respect of MSME (as defined in the Micro, Small and Medium Enterprises Development Act, 2006) and as confirmed to us there are no delays in payment of dues to such enterprise during the year.

The identification of Micro, Small and Medium Enterprises Suppliers as defined under "The Micro, Small and Medium Enterprises Development Act, 2006" is based on the information available with the management. As certified by the management, the amounts overdue for the year ended March 31, 2025 and March 31, 2024 to Micro and Small Enterprises on account of principal amount together with interest, aggregate to Rs. 642.5 Lakhs and Rs. 906.92 Lakhs.

VII. Long Term Employee Benefits [AS-15]

Accounting Standard (AS) - 15 issued by ICAI is not applicable on the company since the company is not governed by Payment of Gratuity Act.

VIII. Trade Receivables, Trade Payables, Borrowings, Loans & Advances and Deposits

Balances of Trade Receivables, Trade Payables, Borrowings and Loans & Advances and Deposits are subject to confirmation.

IX. Examination of Books of Accounts & Contingent Liability

The list of books of accounts maintained is based on information provided by the assessee and is not exhaustive. The information in audit report is based on our examination of books of accounts presented to us at the time of audit and as per the information and explanation provided by the assessee at the time of audit.

X. Director Personal Expenses

There are no direct personal expenses debited to the profit and loss account. However, personal expenditure if included in expenses like telephone, vehicle expenses etc. are not identifiable or separable.

XI. Deferred Tax Asset / Liability: [AS-22]

The company has created Deferred Tax Asset / Liability as required by Accounting Standard (AS) - 22.

XII. Pending registration / satisfaction of charges with ROC

As on 31st March, 2025, the Company does not have any charges for which registration or satisfaction is yet to be done with Registrar of Companies (ROC) beyond the statutory period.



Accounting Ratio				
ANNEXURE -VI				
Sr. No.	Particulars	March 31, 2025	March 31, 2024	Comments
1	Current Assets	3,425.11	3,209.31	
	Current Liabilities	1,979.92	2,369.63	Due to decrease in Short-term Borrowings
	Current Ratio (In Times)	1.73	1.35	
	Variation	27.73%		
2	Total Debt (Short Term + Long Term)	1,113.23	1,567.03	
	Equity	1,404.38	703.24	Due to increase in Profits and decrease in Short-term Borrowings
	Debt Equity Ratio	0.79	2.23	
	Variation	-64.43%		
3	Earnings available for debt service	1,065.38	515.26	
	Debt Service	218.99	228.31	Due to increase in EBITDA
	Debt Service Coverage Ratio	4.86	2.26	
	Variation	115.56%		
4	Net Profits after taxes – Preference Dividend (if any)	701.14	278.10	
	Average Shareholder's Equity	1,053.81	563.96	Due to increase in Profits.
	Return on Equity (ROE):	66.53%	49.31%	
	Variation	34.92%		
5	Sales	13,869.22	9,679.82	
	Average Inventory	81.58	27.71	Due to increase in Turnover.
	Inventory Turnover ratio	170.01	349.35	
	Variation	-51.34%		
6	Net Credit Sales	13,869.22	9,679.82	
	Average Accounts Receivable	3,186.85	2,880.41	Due to increase in Turnover
	Trade receivables turnover ratio	4.35	3.36	
	Variation	29.50%		
7	Net Credit Purchases (Purchase + Other Expenses)	12,839.41	9,138.94	
	Average Trade Payables	801.67	905.78	Due to increase in Turnover
	Trade payables turnover ratio	16.02	10.09	
	Variation	58.74%		
8	Net Sales	13,869.22	9,679.82	
	Average Working Capital	1,142.44	744.39	Variation is less than 25%
	Net capital turnover ratio	12.14	13.00	
	Variation	-6.64%		
9	Net Profit	701.14	278.10	
	Net Sales	13,869.22	9,679.82	Due to increase in Profits.
	Net profit ratio	5.06	2.87	
	Variation	75.96%		
10	Earning before interest and taxes (EBIT)	1,049.65	499.52	
	Average Capital Employed	2,394.27	2,150.33	Due to Increase in EBIT of the Company
	Return on capital employed (ROCE)	43.84%	23.23%	
	Variation	88.72%		
11	Return on investment	NA	NA	



Annexure IX : Security Against Borrowings

Sr. No.	Lender	Nature of facility	Sanctioned Amount (₹ in Lakhs)	Outstanding as on March 31, 2023 (₹ in Lakhs)	Rate of Interest/Margin	Repayment Terms	Security/ Principal terms and conditions
1	HDFC Bank Limited	Working Capital Term Loan (WCTL) by way of Guaranteed Emergency Credit Line (GECL)	267.00	187.62	9.25%	Repayable with in 48 EMIs of 839764.	<p>Margin on Stock & Book Debts Applicable for Cash Credit Only Stock less than 180 days and book debts upto 120 days</p> <p>Details of Securities applicable</p> <p>For Hypothecation: → First and exclusive hypothecation charge on all existing and future receivables / current assets/ moveable assets / moveable fixed assets of the Borrower</p> <p>For Mortgage: First and exclusive Registered mortgage charge on immovable properties being: → INDUSTRIAL PROPERTY--30 PLOT NO 30PIPLAJ IRANADEVRAJ INDUSTRIAL PARK 382405PIPLAJ. → COMMER-102/A, BLOCK -A COMMERCIAL OFFICE 102/A, BLOCK -AOPP BOMBAY HOUSING COLONY, NR KIRTIKUNJ SOCIETY TIRMIZI HEIGHTS 364018 SHAHALAM → COM OFFICE- 102-B, BLOCK NO A OFFICE NO 102-B, BLOCK NO ANR KIRTIKUNJ SOCIETY, TIRMIZI HEIGHTS, SHAHALAM, OPP BOMBAY HOUSING COLONY, 364018 SHAHALAM</p> <p>Personal Guarantee of directors, shareholders and security owners</p>
		CASH CREDIT	900	898.90	10.50%	Repayable on Demand	
2	HDFC Bank Limited	Vehicle Loan	79.72	22.78	7.50%	Repayable in 60 EMI of Rs. 159544	Primarily secured by way of Hypothecation of Vehicle
3	HDFC Bank Limited	Vehicle Loan	20.00	3.93	8.25%	Repayable in 60 EMI of Rs. 40800	Primarily secured by way of Hypothecation of Vehicle
4	From Directors and Related parties.	Unsecured Loan	NA	0.00	NIL	Repayable on demand	N.A.
Total				1,113.23			



ANNEXURE –VIII

Statement of Related Party & Transactions :

List of Related Parties where Control exists and Relationships:

Sr. No	Name of the Related Party	Relationship
1	Majetia Papers Private Limited	Concern in which Directors/KMPs/ Promoters are interested
2	Aten Paper Mill Private Limited	
3	Aten Retail MV Limited	
4	Aten Packaging Private Limited	
5	AAA Papers	
6	I I Lakhani & Co.	
7	Lycan Speciality Paper Mills Private Limited	
8	Asharfi Buildcon LLP	
9	Asharfi Realty LLP	
10	Fine Trading	
11	Asharfi Paper Traders	
12	Vadiavala Print And Pack	
13	Mohammed Arif Lakhani	Promoter and KMP Promoter and Non-Executive Director Company Secretary and Compliance officer Chief Financial officer
14	Amrin Lakhani	
15	Neha Munot (appointed w.e.f. July 19, 2024)	
16	Aejazkhan H Pathan (appointed w.e.f. July 19, 2024)	

Transactions during the year:	For the year ended	
	March 31, 2025	March 31, 2024
Sales		
Majetia Papers Private Limited		
Aten Paper Mill Private Limited	377.45	344.73
Aten Retail MV Limited	90.05	818.53
Aten Packaging Private Limited	28.42	15.70
Fine Trading	152.25	0.57
Vadiavala Print And Pack	-	15.27
	481.29	454.59
Purchase		
Majetia Papers Private Limited		
Aten Paper Mill Private Limited	2,195.32	1,955.53
Aten Retail MV Limited	90.53	3,144.62
Aten Packaging Private Limited	62.19	3.38
Fine Trading	4.91	3.88
Vadiavala Print And Pack	94.34	53.63
	-	0.38
Lease Rent Paid		
Mohammed Arif Lakhani		
Amrin Lakhani	5.25	-
Fine Trading	2.25	-
	2.40	-
Salary paid		
Neha Munot (appointed w.e.f. July 19, 2024)	1.65	-
Aejazkhan H Pathan (appointed w.e.f. July 19, 2024)	2.87	-
Loans & advances Granted		
Aten Paper Mill Private Limited		
Aten Retail MV Limited	324.47	8.73
	9.45	-
Unsecured Loan Taken		
Mohammed Arif Lakhani		
Amrin Lakhani	13.83	50.00
Aten Retail MV Limited	15.42	32.52
Majetia Papers Private Limited	-	28.00
Aten Packaging Private Limited	8.17	7.83
	-	-
Unsecured Loans Repaid		
Mohammed Arif Lakhani		
Amrin Lakhani	216.93	0.52
Aten Retail MV Limited	165.61	36.63
Majetia Papers Private Limited	-	28.00
Aten Packaging Private Limited	8.17	7.83
	-	-
Repayment of Loans & Advances Received		
AAA Papers		
Aten Paper Mill Private Limited	-	-
Aten Retail MV Limited	322.94	204.96
	9.45	-

Figures shown above are exclusive of GST and TDS



Outstanding Balance	March 31, 2025	March 31, 2024
Trade Receivables		
Majetia Papers Private Limited	62.31	29.75
Aten Paper Mill Private Limited	-	487.61
Aten Retail MV Limited	-	-
Aten Packaging Private Limited	165.39	-
Fine Trading	-	Negligible
Vadiawala Print and Pack	177.31	39.79
Trade Payables		
Majetia Papers Private Limited	233.19	784.81
Aten Paper Mill Private Limited	-	-
Unsecured Loan		
Mohammed Arif Lakhani	-	203.10
Amrin Lakhani	-	150.19
Lease Rent outstanding		
Mohammed Arif Lakhani	2.43	-
Amrin Lakhani	1.62	-
Fine Trading	0.86	-
Loans & advances		
Aten Paper Mill Private Limited	1.53	-

ANNEXURE -IX

Statement of Dividends

No Dividend Paid in last three years.

ANNEXURE -X

Changes in the Significant Accounting Policies

There have been no changes in the accounting policies of the company for the period disclosed in the financial statement.

ANNEXURE -XI

Contingent Liabilities:

a. Claims against the Company (including unasserted claims) not acknowledged as debt:

Particulars	March 31, 2025	March 31, 2024
Related to Direct Tax Matters - TDS	-	-
Related to Indirect Tax Matters	15.10	8.89
BG outstanding	-	-

Capital Commitment	March 31, 2025	March 31, 2024
Estimated value of contracts in capital account remaining to be executed (net of capital advance)	-	-
Custom Duty against import under EPCG Scheme	-	-



ANNEXURE B TO THE AUDITORS' REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **ATEN PAPERS & FOAM PRIVATE LIMITED** ("The Company") as of 31/03/2025 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.

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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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, 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 31/03/2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Milind Nyati & Co.
Chartered Accountants
Firm Registration No.: 014455C



CA. Tushar Agarwal
Partner
Membership No.: 455718



Place: Ahmedabad
Date: April 28, 2025
UDIN: 25455718BMRKNZ3313

Annexure A to the Independent Auditor's Report

The Annexure referred to in our report to the members of **ATEN PAPERS & FOAM PRIVATE LIMITED** for the year ended 31/03/2025.

On the basis of the information and explanation given to us during the course of our audit, we report that:

- i)
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items, which in our opinion, is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such verification.
 - c) According to information and explanations given by the management, the title deeds/lease deeds of immovable properties included in property, plant and equipment are held in the name of the Company.
- ii) The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical verification.

The company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets, the quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.

- iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act.
- iv) According to the information and explanations provided to us, the company has not granted any loans to the parties covered under section 185 of the Companies Act, 2013. The Company has complied with the provisions of Section 186 of the Act in respect of investments made or loans or guarantee or security provided to the parties covered under Section 186 of the Act.
- v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable to the Company.
- vi) The Central Government has not prescribed the maintenance of Cost Records under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

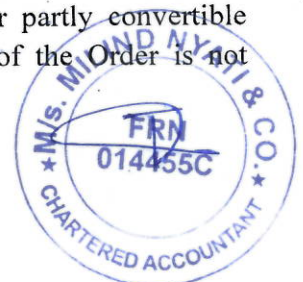


vii)

- a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Goods and Service tax, Service Tax and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2025 for a period of more than six months from the date on when they become payable.
- b) According to the information and explanation given to us, there are no dues of direct and Indirect tax outstanding on account of any dispute except of one of the case of FY: 2020-21 with regards to the GST where state tax officer has raised demand of Rs. 8,88,946/- (including interest and penalty) vide order dated 21.08.2023. Company has preferred an appeal against the same for which company has paid pre-deposit of Rs. 40,804/-.
- viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.

ix)

- a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- c) Term loans were applied for the purpose for which the loans were obtained.
- d) On an overall examination of the standalone financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.
- e) On an overall examination of the standalone financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence, the requirement to report on clause 3(ix)(f) of the Order is not applicable to the Company.
- x) a) In our opinion and according to the information and explanation given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting requirement of clause x(a) of paragraph 3 of the Order is not applicable to the Company.
- b) In our opinion and according to the information and explanation given to us, the Company during the year has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Accordingly, the reporting requirement of clause x(b) of paragraph 3 of the Order is not applicable to the Company.



- xi) a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations provided by the management, we report that no fraud by the Company or no material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.
- b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor/ secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government
- c) During the period there were no whistle-blower complaints received by us.
- xii) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.
- xiii) Transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the standalone financial statements, as required by the applicable accounting standards.
- xiv) The Company has an internal audit system commensurate with the size and nature of its business.
- xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- xvi)
- a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause 3(xvi)(a) of the Order is not applicable to the Company.
- b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.
- d) As represented by the management, the Group does not have Core Investment Company (CIC) as part of the Group as per the definition of Group contained in the Core Investment Companies (Reserve Bank) Directions, 2016.
- xvii) The Company has not incurred cash losses in the current year and in the immediately preceding financial year.
- xviii) During the period under review, there was no change in the statutory auditors of the Company.



- xix) On the basis of the financial ratios disclosed in Notes to the standalone financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx) a) Provisions of section 135 of the companies Act not applicable to company.
b) This clause is not applicable to the company;
- xxi) There are no any qualifications or adverse remarks given by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports, hence this clause is not applicable to the company.

For Milind Nyati & Co.
Chartered Accountants
Firm Registration No.: 014455C



CA. Tushar Agarwal
Partner
Membership No.: 455718



Place: Ahmedabad
Date: April 28, 2025
UDIN: 25455718BMRKNZ3313



MILIND NYATI & COMPANY

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members of
ATEN PAPERS & FOAM PRIVATE LIMITED.

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of ATEN PAPERS & FOAM PRIVATE LIMITED ("the Company"), which comprise the balance sheet as at 31st March, 2025, and the statement of profit and loss, and statement of cash flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information [hereinafter referred to as "the Financial Statements"].

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and its profit/loss, and its 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 (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

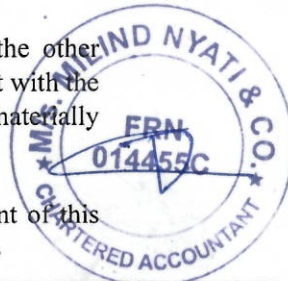
"Information Other than the Financial Statements and Auditor's Report Thereon"

The Company's Board of Directors is responsible for the other information. The other information comprises the [information included in the Annual report, but does not include the Financial Statements and our auditor's report thereon.]

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 in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, 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.



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Email: tusharagarwal@mnc-ca.com
Mob. : 8005906364

Management's Responsibility for the 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 flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's



report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in

- (i) Planning the scope of our audit work and in evaluating the results of our work; and
- (ii) to evaluate the effect of any identified misstatements in the Financial Statements.

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

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

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

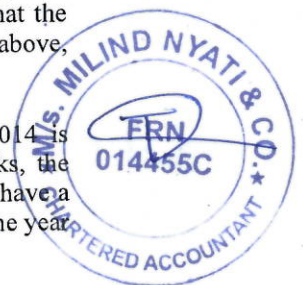
- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- 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.



- On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164(2) of the Act.
- The modifications relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph above on reporting under Section 143(3)(b) of the Act and paragraph below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
- With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us.

- The Company does not have any pending litigations which would impact its financial position.
- The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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(ies), 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
- The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), 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;
- Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (i) and (ii) above, contain any material misstatement.
- The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023. Based on our examination which included test checks, the Company has used accounting software's for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software.



Further, for the periods where audit trail (edit log) facility was enabled and operated throughout the year for the respective accounting software, we did not come across any instance of the audit trail feature being tampered with.

- The company has not declared or paid any dividend during the year is in accordance with section 123 of the Companies Act 2013”, Hence clause not applicable.
- With respect to the matter to be included in the Auditor’s Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For Milind Nyati & Co.
Chartered Accountants
Firm Registration No.: 014455C



CA. Tushar Agarwal
Partner
Membership No.: 455718

Place: Ahmedabad
Date: April 28, 2025
UDIN: 25455718BMRKNZ3313



Significant Accounting Policies

Corporate information

Company was incorporated as a private limited company in the name and style of 'Aten Papers & Foam Private Limited' on January 07, 2019 with the Registrar of Companies, Gujarat Ahmedabad, the provisions of the Companies Act, 1956. Subsequently, our Company was converted into a public limited company and the name of our Company was changed from 'Aten Papers & Foam Private Limited' to 'Aten Papers & Foam Limited' and a fresh certificate of incorporation was issued on July 18, 2024 by the Registrar of Companies, Gujarat, Ahmedabad. The Corporate Identification Number of our Company is U21099GJ2019PLC105921. The Company is involved in the business of Trading of various types of papers.

Basis of preparation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). These financial statements have been prepared to comply in all material respects with the Accounting Standards notified by Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956/2013. The financial statements have been prepared under the historical cost convention on an accrual basis and going concern basis. The accounting policies have been consistently applied by the company are consistent with those used in the previous year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

Tangible Fixed Assets

- Fixed assets are stated at cost less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and directly attributable cost of bringing the asset to its working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.
- Borrowing costs relating to acquisition of tangible assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use. Assets under installation or under construction as at the Balance Sheet date are shown as Capital Work in Progress.

Intangible Fixed Assets:

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably.

Impairment of Assets:

- The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal / external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and



risks specific to the asset. Net selling price is the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

- After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life

Depreciation and Amortization:

- Depreciation on the fixed assets is provided under straight-line method as per the rates prescribed in Schedule to the Companies Act, 1956 or at rates permissible under applicable local laws so as to charge off the cost of assets to the Statement of Profit and Loss over their estimated useful life, except on the following categories of assets:

- (i) Assets costing up to ₹ 5, 000/- are fully depreciated in the year of acquisition.
- (ii) Leasehold land and leasehold improvements are amortized over the primary period of lease.
- (iii) Intangible assets are amortized over their useful life of 5 years.

Investments:

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

- On initial recognition, all investments are measured at cost. The cost comprises the purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired by the issue of shares or the other securities, the acquisition cost is the fair value of securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.
- Current investments are carried at the lower of cost and fair value determined on an individual investment basis. Long- term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the long-term investments.
- On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

Employee Benefits:

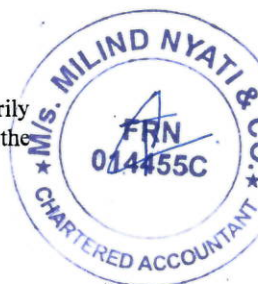
Employee benefits such as provident fund, employee state insurance scheme, gratuity fund and Compensated absences are not applicable to the company since it does not exceed the minimum employee's criteria.

Inventories:

Stock in trade, stores and spares are valued at the lower of the cost or net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale. Cost of stock in trade procured for specific projects is assigned by specific identification of individual costs of each item. Costs of stock in trade, that are interchangeable and not specific to any project is determined using the weighted average cost formula. Cost of stores and spare parts is determined using weighted average cost.

Borrowing Costs:

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the



respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest, exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other costs that an entity incurs in connection with the borrowing of funds.

Revenue Recognition:

Revenue from Operations

- Sale and operating income includes sale of products.
- Sale of goods are recognized, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer. Sales include excise duty but exclude sales tax and value added tax.
- Revenue is recognized when there is no Uncertainty in receiving the amount from such sale.

Other income

- Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.
- Dividend income is recognized when right to receive is established.
- Rent income is booked as per terms of contracts.

Taxation:

Tax expense comprises current and deferred tax. Current income tax expense comprises taxes on income from operations in India and in foreign jurisdictions. Income tax payable in India is determined in accordance with the provisions of the Income Tax Act, 1961 and tax expense relating to overseas operations is determined in accordance with tax laws applicable in countries where such operations are domiciled.

- Deferred tax expense or benefit is recognized on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.
- Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by the same governing taxation laws.
- Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits. In the situations where the Company is entitled to a tax holiday under the Income realized against future taxable profits. In the situations where the Company is entitled to a tax holiday under the Income tax Act, 1961 enacted in India, no deferred tax (asset or liability) is recognized in respect of timing differences which reverse during the tax holiday period, to the extent the Company's gross total income is subject to the deduction during the tax holiday period. Deferred tax in respect of timing differences which reverse after the tax holiday period is recognized in the year in which the timing differences originate.
- At each balance sheet date, the Company re-assesses recognized and unrecognized deferred tax assets. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against



which the deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available. The Company recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

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

Earnings per share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

Provisions:

A provision is recognized when there exists a present obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to present value and are determined based on best estimates required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities:

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably, the Company does not recognize a contingent liability but discloses its existence in the financial statements.

Cash and cash equivalent:

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term deposits with banks with an original maturity of three months or less.

